**Senator Curtis S. Bramble** proposes the following substitute bill:

| 1      | STATE FRANCHISING AUTHORITY FOR   |
|--------|---|
| 2      | VIDEO SERVICES  |
| 3      | 2007 GENERAL SESSION  |
| 4      | STATE OF UTAH   |
| 5      | Chief Sponsor: Curtis S. Bramble  |
| 6      | House Sponsor:  |
| 7<br>8 | LONG TITLE  |
| 9      | General Description:  |
| 10     | This bill addresses the regulation of cable television rates if a requirement for service               |
| 11     | coverage is imposed by a local franchising authority.   |
| 12     | Highlighted Provisions:   |
| 13     | This bill:  |
| 14     | <ul><li>defines terms;</li></ul>  |
| 15     | <ul> <li>requires the Public Service Commission to regulate rates for basic cable service of</li> </ul> |
| 16     | an incumbent cable operator providing service in a local franchising authority's area                   |
| 17     | if the local franchising authority imposes a requirement for service coverage on a                      |
| 18     | proposed cable operator; and  |
| 19     | <ul> <li>clarifies the franchising authority of the commission and the local franchising</li> </ul>     |
| 20     | authority.  |
| 21     | Monies Appropriated in this Bill:   |
| 22     | None  |
| 23     | Other Special Clauses:  |
| 24     | None  |
| 25     | <b>Utah Code Sections Affected:</b>   |



| ENACTS:  |
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| <b>54-18-101</b> , Utah Code Annotated 1953  |
| <b>54-18-102</b> , Utah Code Annotated 1953  |
| <b>54-18-201</b> , Utah Code Annotated 1953  |
| <b>54-18-202</b> , Utah Code Annotated 1953  |
| Be it enacted by the Legislature of the state of Utah:   |
| Section 1. Section <b>54-18-101</b> is enacted to read:  |
| CHAPTER 18. STATE VIDEO FRANCHISE ACT  |
| Part 1. General Provisions   |
| <u>54-18-101.</u> Title.   |
| This chapter is known as the "State Video Franchise Act."  |
| Section 2. Section <b>54-18-102</b> is enacted to read:  |
| <u>54-18-102.</u> Definitions.   |
| As used in this chapter:   |
| (1) "Basic cable service" is as defined in 47 U.S.C. Sec. 522.                                   |
| (2) "Incumbent cable operator" means a person providing basic cable service under a              |
| local franchise agreement.   |
| (3) "Local franchise agreement" means an agreement with a local franchising authority            |
| to provide basic cable service to the geographic area in the local franchising authority's       |
| <u>territory.</u>  |
| (4) "Local franchising authority" means a local government operating as a franchising            |
| authority as defined in Section 47 U.S.C. Sec. 522.  |
| (5) "Proposed cable operator" means a person who applies to a local franchising                  |
| authority for the right to provide basic cable service within the geographic area covered by the |
| local franchising authority.   |
| (6) "Requirement for service coverage" means a requirement that a proposed cable                 |
| operator serve a given amount of the area or population covered by the local franchising         |
| authority.   |
| Section 3. Section <b>54-18-201</b> is enacted to read:  |
| Part 2. Commission Regulation  |

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| 57 | 54-18-201. Rate regulation for cable service.  |
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| 58 | If a local franchising authority proposes any requirement for service coverage for a       |
| 59 | proposed cable operator, the commission shall regulate the rates of any incumbent cable    |
| 60 | operator, in a manner consistent with this title and 47 U.S.C. Sec. 543.                   |
| 61 | Section 4. Section 54-18-202 is enacted to read:   |
| 62 | 54-18-202. Franchise authority.  |
| 63 | For purposes of 47 U.S.C. Sec. 543:  |
| 64 | (1) the commission constitutes a franchising authority for the regulation of rates under   |
| 65 | this chapter; and  |
| 66 | (2) the local franchising authority remains a franchising authority for all purposes other |
| 67 | than the regulation of rates.  |