First Regular Session Sixty-ninth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 13-0364.01 Jennifer Berman x3286

HOUSE BILL 13-1255

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Business, Labor, Economic, & Workforce Development

A BILL FOR AN ACT CONCERNING THE EXEMPTION OF CERTAIN INTERNET PROTOCOL-ENABLED SERVICES FROM OVERSIGHT BY THE PUBLIC UTILITIES COMMISSION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

The bill clarifies that certain internet protocol-enabled services, including voice-over-internet protocol services, are exempt from regulation. The bill also explains that it does not affect the public utilities commission's authority with respect to the following:

- ! Wholesale rates, services, and agreements among telecommunications service providers; and
- ! The aggregation and transport of emergency 911 service provided by basic emergency service providers.

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1.** In Colorado Revised Statutes, 40-15-102, amend 3 (3), (10), and (29); and **add** (4.5), (14.5), and (32) as follows: 4 **40-15-102. Definitions.** As used in this article, unless the context 5 otherwise requires: 6 (3) "Basic local exchange service" or "basic service" means the 7 telecommunications service which THAT provides: 8 (a) A local dial tone; line; and 9 (b) Local usage necessary to place or receive a call within an 10 exchange area; and any other services or features that may be added by 11 the commission under section 40-15-502 (2). 12 (c) ACCESS TO EMERGENCY, OPERATOR, AND INTEREXCHANGE 13 TELECOMMUNICATIONS SERVICES. 14 (4.5) "COMMERCIAL MOBILE RADIO SERVICE" OR "CMRS" MEANS 15 CELLULAR OR WIRELESS SERVICE, PERSONAL COMMUNICATIONS SERVICE, 16 PAGING SERVICE, RADIO COMMON CARRIER SERVICE, RADIO MOBILE 17 SERVICE, OR ENHANCED SPECIALIZED MOBILE RADIO SERVICE. 18 (10) "Informational Information services" means nonstandard 19 services provided to customers by means of personnel and facilities which 20 include personalized intercept, synthesized voice messages, specialized 21 bill services, and personalized number services HAS THE SAME MEANING 22 AS SET FORTH IN 47 U.S.C. SEC. 153.

(14.5) "Internet protocol-enabled service" or "IP-enabled

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1	SERVICE" MEANS A SERVICE, FUNCTIONALITY, OR APPLICATION, OTHER
2	THAN VOICE-OVER INTERNET PROTOCOL, THAT USES INTERNET PROTOCOL
3	OR A SUCCESSOR PROTOCOL AND ENABLES AN END USER TO SEND OR
4	RECEIVE A VOICE, DATA, OR VIDEO COMMUNICATION IN INTERNET
5	PROTOCOL FORMAT OR A SUCCESSOR FORMAT, UTILIZING A BROADBAND
6	CONNECTION AT THE END USER'S LOCATION.
7	(29) "Telecommunications service" AND "TELECOMMUNICATIONS"
8	means the electronic or optical transmission of information between
9	separate points by prearranged means HAVE THE SAME MEANING AS SET
10	FORTH IN 47 U.S.C. SEC. 153.
11	(32) (a) "VOICE-OVER-INTERNET PROTOCOL SERVICE" OR "VOIP
12	SERVICE" MEANS A SERVICE THAT:
13	(I) ENABLES REAL-TIME, TWO-WAY VOICE COMMUNICATIONS
14	ORIGINATING FROM OR TERMINATING AT A USER'S LOCATION IN INTERNET
15	PROTOCOL OR A SUCCESSOR PROTOCOL;
16	(II) UTILIZES A BROADBAND CONNECTION FROM THE USER'S
17	LOCATION; AND
18	(III) PERMITS A USER TO GENERALLY RECEIVE CALLS THAT
19	ORIGINATE ON THE PUBLIC SWITCHED TELEPHONE NETWORK AND TO
20	TERMINATE CALLS TO THE PUBLIC SWITCHED TELEPHONE NETWORK.
21	(b) A SERVICE IS NOT A VOICE-OVER-INTERNET PROTOCOL SERVICE
22	IF IT:
23	(I) USES ORDINARY CUSTOMER PREMISES EQUIPMENT WITHOUT
24	ENHANCED FUNCTIONALITY;
25	(II) ORIGINATES AND TERMINATES ON THE PUBLIC SWITCHED
26	TELEPHONE NETWORK;
27	(III) DOES NOT UNDERGO A NET PROTOCOL CONVERSION; AND

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1	(IV) Does not provide end users with enhanced
2	FUNCTIONALITY BASED ON THE PROVIDER'S USE OF INTERNET PROTOCOL
3	TECHNOLOGY.
4	SECTION 2. In Colorado Revised Statutes, 40-15-401 amend (1)
5	(c), (1) (i), and (1) (k); repeal (1) (b) and (1) (d); and add (1) (q), (1) (r),
6	(1.5), (2), (3), (4), and (5) as follows:
7	40-15-401. Services, products, and providers exempt from
8	regulation. (1) The following products, services, and providers are
9	exempt from regulation under this article or under the "Public Utilities
10	Law" of the state of Colorado:
11	(b) Cellular telecommunications services;
12	(c) COMMERCIAL mobile radio service SERVICES;
13	(d) Radio paging service;
14	(i) Informational Information services;
15	(k) Advanced features; offered and provided to nonresidential
16	customers with more than five lines;
17	(q) Internet protocol-enabled services; and
18	(r) VOICE-OVER-INTERNET PROTOCOL SERVICE.
19	(1.5) Nothing in this section affects, modifies, or expands:
20	(a) An entity's obligations under sections 251 and 252 of
21	THE FEDERAL "COMMUNICATIONS ACT OF 1934", AS AMENDED AND
22	CODIFIED IN 47 U.S.C. SEC. 251 AND 252;
23	(b) ANY COMMISSION AUTHORITY OVER WHOLESALE
24	TELECOMMUNICATIONS RATES, SERVICES, AGREEMENTS, PROVIDERS, OR
25	TARIFFS; OR
26	(c) ANY COMMISSION AUTHORITY ADDRESSING OR AFFECTING
27	THE RESOLUTION OF DISPUTES REGARDING INTERCARRIER COMPENSATION.

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1	(2) NOTHING IN THIS SECTION AFFECTS, MODIFIES, OR EXPANDS
2	ANY COMMISSION AUTHORITY OVER BASIC EMERGENCY SERVICE OR ANY
3	BASIC EMERGENCY SERVICE PROVIDER'S OBLIGATION TO PROVIDE BASIC
4	EMERGENCY SERVICE IN ACCORDANCE WITH APPLICABLE STATE AND
5	FEDERAL LAWS AND RULES.
6	(3) If a telecommunications service or product is not
7	DEFINED IN PART 1 OF THIS ARTICLE AND IS NOT ALREADY CLASSIFIED
8	UNDER PART 2 OR 3 OF THIS ARTICLE, THE TELECOMMUNICATIONS SERVICE
9	OR PRODUCT IS CLASSIFIED AS A DEREGULATED TELECOMMUNICATIONS
10	SERVICE UNDER THIS PART 4.
11	(4) This section does not affect the establishment or
12	ENFORCEMENT OF STANDARDS, REQUIREMENTS, OR PROCEDURES,
13	INCLUDING PROCUREMENT POLICIES, APPLICABLE TO ANY DEPARTMENT,
14	AGENCY, COMMISSION, OR POLITICAL SUBDIVISION OF THE STATE, OR TO
15	THE EMPLOYEES, AGENTS, OR CONTRACTORS OF A DEPARTMENT, AGENCY,
16	COMMISSION, OR POLITICAL SUBDIVISION OF THE STATE, RELATING TO THE
17	PROTECTION OF INTELLECTUAL PROPERTY.
18	(5) NOTHING IN THIS SECTION AFFECTS, MODIFIES, OR EXPANDS
19	THE ELIGIBILITY REQUIREMENTS FOR THE RECEIPT OF STATE OR FEDERAL
20	FINANCIAL ASSISTANCE THROUGH A HIGH-COST SUPPORT MECHANISM.
21	SECTION 3. Safety clause. The general assembly hereby finds,
22	determines, and declares that this act is necessary for the immediate
23	preservation of the public peace, health, and safety.

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