#### 05/18/2021 09:56:22 AM

## HOUSE OF REPRESENTATIVES CONFERENCE COMMITTEE REPORT

Mr. President: Mr. Speaker:

The Conference Committee, to which was referred

### HB2779

Pfeiffer of the House and Leewright of the Senate By:

Rural electric cooperative easements; defining terms; providing for use of certain easements Title: for broadband service; effective date.

Together with Engrossed Senate Amendments thereto, beg leave to report that we have had the same under consideration and herewith return the same with the following recommendations:

- That the Senate recede from its amendment; and •
- That the attached Conference Committee Substitute be adopted.

Respectfully submitted,

# HB2779 CCR (A) HOUSE CONFEREES

Dills, Sheila	Speiler S. Dills	Dobrinski, Mike	Mille Dalme .
Frix, Avery	(Juny Jaip	Johns, Ronny	formy Johns
Lowe, Jason		Marti, T.J.	
Mize, Garry	G	Nichols, Monroe	<u>.</u>
Patzkowsky, Kenton	Kenton Patpowsky	Vancuren, Mark	Marh Janaura

HB2779 CCR A

SENATE CON	IFEREES
Leewright	fartificas
Allen	mand fuls
Rader	Lungan
Jech	havy fer.
Boren	
Hicks	

House Action	Date	Senate Action	Date

1	STATE OF OKLAHOMA			
2	1st Session of the 58th Legislature (2021)			
3	CONFERENCE COMMITTEE			
4	SUBSTITUTE FOR ENGROSSED HOUSE BILL NO. 2779 By: Pfeiffer of the House			
5				
6	and			
7	Leewright of the Senate			
8				
9				
10	CONFERENCE COMMITTEE SUBSTITUTE			
11	An Act relating to rural electric cooperative easements; defining terms; providing for use of			
12	certain easements for broadband service; prohibiting class action lawsuits against certain entities based			
13	on trespass, nuisance or inverse condemnation; providing for permanent nature of trespass, nuisance or inverse condemnation; prescribing measure of damages; prohibiting admission of certain evidence for purposes of fair market value determination; providing for permanent easement based upon payment of damages; authorizing Approved Broadband Providers to use rural electric cooperative Above Ground			
14				
15				
16				
17	Easements for certain purposes; requiring pole attachments to be certain height above roadway;			
18	prohibiting class action lawsuit provisions with respect to certain lawsuits; providing for			
19	determination of permanency with respect to certain trespass; providing method for computation of			
20	damages; prohibiting admission of certain evidence for fair market value determinations; providing for			
21	computation of damages; providing for grant of			
22	permanent easement upon payment of damages; making legislative findings regarding easements; providing for parmitted use as a matter of law, providing for			
23	for permitted use as a matter of law; providing for use of certain electric easements for broadband			
24	services; authorizing rural electric cooperatives to assess fees and charges with respect to facilities			

1 within electric easement for support of broadband services; providing for codification; and providing 2 an effective date. 3 4 5 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 6 NEW LAW A new section of law to be codified SECTION 1. 7 in the Oklahoma Statutes as Section 437.31 of Title 18, unless there is created a duplication in numbering, reads as follows: 8 9 As used in this act: 10 1. "Approved Broadband Provider" shall mean a Broadband 11 Provider with a current pole attachment agreement with the rural 12 electric cooperative to which it is attaching; and 13 2. "Above Ground Easement" shall mean the ability to attach to 14 the above ground infrastructure of a rural electric cooperative. 15 A new section of law to be codified SECTION 2. NEW LAW 16 in the Oklahoma Statutes as Section 437.32 of Title 18, unless there 17 is created a duplication in numbering, reads as follows: 18 Any easement owned, held or otherwise used by a rural Α. 19 electric cooperative for the purpose of electric services may also 20 be used by the cooperative or its wholly owned subsidiary or other 21 broadband provider, for the purpose of supplying high-speed 22 broadband service. 23 Notwithstanding the provisions of Section 2023 of Title 12 Β. 24 of the Oklahoma Statutes, a class action may not be maintained

1 against a rural electric cooperative or its broadband subsidiary in 2 a suit in trespass, nuisance or inverse condemnation based on a 3 claim of expanded use of an easement where the broadband facilities 4 are located on an easement owned, held or used by a rural electric 5 cooperative. In a suit in trespass, nuisance or inverse condemnation against a rural electric cooperative or its broadband 6 7 subsidiary, based on a claim of expanded use of an easement, any 8 trespass or nuisance found to exist shall be deemed permanent and 9 the actual damages awarded shall be the fair market value which, 10 notwithstanding any other provision of law, shall always be greater 11 than zero but shall not exceed the difference between the fair 12 market value of the property owner's entire property immediately 13 before the taking and the fair market value of the property owner's 14 property immediately after the taking. In such a suit, evidence of 15 revenues or profits derived, or the rental value of use of the 16 attached broadband facilities, shall not be admissible in 17 determining fair market value. A property owner's actual damages 18 shall be fixed at the time of the initial trespass and shall not be 19 deemed to continue, accumulate or accrue. Upon payment of damages, 20 the rural electric cooperative and/or its wholly owned broadband 21 subsidiary and/or other broadband provider shall be granted a 22 permanent easement for the trespass or condemnation that was the 23 subject of the claim.

24

1 C. An Approved Broadband Provider with a current pole 2 attachment agreement with the electric cooperative to which it is 3 attaching may use the cooperative's Above Ground Easement for the 4 purpose of providing high speed broadband service. Any pole 5 attachments made pursuant to this section shall be at least twenty 6 (20) feet above roadway or driveway. Notwithstanding the provisions 7 of Section 2023 of Title 12 of the Oklahoma Statutes, a class action may not be maintained against an Approved Broadband Provider or the 8 9 rural electric cooperative in a suit in trespass, nuisance or 10 inverse condemnation based on a claim of expanded use of an easement 11 where the broadband facilities are located on above ground 12 infrastructure owned, held or used by a rural electric cooperative. 13 In a suit in trespass, nuisance or inverse condemnation against an 14 Approved Broadband Provider or the rural electric cooperative, based 15 on a claim of expanded use of an Above Ground Easement by the 16 cooperative or the Approved Broadband Provider, any trespass or 17 nuisance found to exist shall be deemed permanent and the actual 18 damages awarded shall be the fair market value which, 19 notwithstanding any other provision of law, shall always be greater 20 than zero but shall not exceed the difference between the fair 21 market value of the property owner's entire property immediately 22 before the taking and the fair market value of the property owner's 23 property immediately after the taking. In such a suit, evidence of 24 revenues or profits derived, or the rental value of use of the

Req. No. 8272

1 attached broadband facilities, shall not be admissible in
2 determining fair market value. A property owner's actual damages
3 shall be fixed at the time of the initial trespass and shall not be
4 deemed to continue, accumulate or accrue. Upon payment of damages,
5 the Approved Broadband Provider and the electric cooperative shall
6 be granted a permanent easement for the trespass or condemnation
7 that was the subject of the claim.

8 SECTION 3. NEW LAW A new section of law to be codified 9 in the Oklahoma Statutes as Section 437.33 of Title 18, unless there 10 is created a duplication in numbering, reads as follows:

11 The Oklahoma Legislature finds that rural electric cooperatives and/or their subsidiaries should be permitted to use existing 12 13 utility easements owned, held or used by rural electric cooperatives 14 to provide or expand access to broadband services. Consequently, 15 the installation and operation of broadband services within their 16 electric easement are merely changes in the manner or degree of the 17 granted use as appropriate to accommodate a new technology and, 18 absent any applicable express prohibition contained in the 19 instrument conveying or granting the electric easement, shall be 20 deemed as a matter of law to be a permitted use within the scope of 21 every electric cooperative easement. Subject to compliance with any 22 express prohibitions in an electric cooperative easement, and in 23 compliance with this act, the rural electric cooperative and/or an 24 Approved Broadband Provider may use the electric easement to

#### Req. No. 8272

1	install, maintain, lease and operate broadband services. Provided,
2	however, that any rural electric cooperative owning an electric
3	easement may assess fees and charges and impose reasonable
4	conditions on the use of its facilities within such electric
5	easement for the purpose of providing or supporting broadband
6	services.
7	SECTION 4. This act shall become effective November 1, 2021.
8	
9	58-1-8272 JBH 05/13/21
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	