## SENATE BILL No. 398

## By Committee on Utilities

2-7

AN ACT concerning KAN-ED; amending K.S.A. 2011 Supp. 75-7222, 75-7223, 75-7224 and 75-7226 and repealing the existing sections; also repealing K.S.A. 2011 Supp. 75-7228.

Be it enacted by the Legislature of the State of Kansas:

Section 1. From and after January 1, 2014, K.S.A. 2011 Supp. 75-7222 is hereby amended to read as follows: 75-7222. As used in this act, unless the context requires otherwise:

- (a) "Board" means the state board of regents.
- (b) "Hospital" means a licensed hospital, as defined in K.S.A. 65-425, and amendments thereto.
  - (c) "Library" means: (1) The state library; (2) any public library established and operating under the laws of this state; or (3) any regional system of cooperating libraries, as defined in K.S.A. 75-2548, and amendments thereto.
  - (d) "Network" means the KAN-ED network created pursuant to this act-
  - (e) "School" means: (1) Any unified school district, school district interlocal cooperative, school district cooperative or nonpublic school accredited by the state board of education; or (2) any community college, technical college, the institute of technology at Washburn university or Kansas educational institution, as defined in K.S.A. 74-32,120, and amendments thereto.
  - Sec. 2. From and after January 1, 2014, K.S.A. 2011 Supp. 75-7223 is hereby amended to read as follows: 75-7223. (a) The purpose of this act is to provide for assist schools, libraries and hospitals to connect to a broadband technology-based network to which schools, libraries and hospitals may connect for broadband internet access and intranet access for distance learning. For that purpose, the state board of regents shall contract in accordance with this act for the creation, operation and-maintenance of such network, to be known as the KAN-ED network-establish and administer a subsidy program to help schools, libraries and hospitals fund the costs associated with such connections.
  - (b) The network shall allow the following features: (1) Universal provider interconnection or peering rights; and (2) competitively bid enduser KAN-ED connections:

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(c) The network shall not provide for: (1) Impairment of any existing contract for the provision of telecommunications services or internetservices to any school, library or hospital; (2) state ownership or construction of any network facilities other than those owned or being constructed by the state on the effective date of this act; (3) switched voice access, except to the extent switched access is being provided by state owned, leased or operated facilities as of the effective date of this act; (4) transmission of voice over internet or voice over internet protocol, except to the extent necessary to facilitate interactive two-way video; (5) use of the network for purposes inconsistent with the purposes of this act; (6) the establishment of a proprietary interconnection agreement with a provider or proprietary peering standards by a provider, the purpose of which is to act as a barrier to peering or interconnection of providers to the KAN-ED network; or (7) any financial fee or obligation required to connect a peered provider network to the KAN-ED network which is unusual or noteustomary. The provisions of clause (6) shall not preclude the board from establishing technical standards for operation and maintenance of the network as required by subsection (e)(1) of K.S.A. 2011 Supp. 75-7224, and amendments thereto.

Sec. 3. K.S.A. 2011 Supp. 75-7224 is hereby amended to read as follows: 75-7224. (a) The board shall establish a plan to ensure that all assist schools, libraries and hospitals have with the purchase of quality, affordable access to the internet and distance learning. The plan shall require users of such connectivity to bear part of its cost. The board shall adopt standards for determining whether such access is available to each school, library or hospital desiring such access and shall adopt priorities for implementation of achieving such access. The board may request and receive assistance from any school, any library, any hospital, the state corporation commission, any other agency of the state or any telecommunications, cable or other communications services provider to gather necessary data to implement such plan and establish such standards and priorities. The board shall develop a methodology for updating and validating any data collected for periodic revisions of the plan, standards and priorities. Not less than 75% of all schools which have applied to the board to participate in the network, 75% of all libraries which have applied to the board to participate in the network and 75% of all hospitals which have applied to the board to participate in the network shall have access to the network by July 1, 2004.

(b) The board shall contract with providers of telecommunications services, cable services and other communications services for the creation, operation and maintenance of the network. Such contracts shall be let by competitive bids as provided by K.S.A. 75-3739, and amendments thereto establish a mechanism to combine federal and state

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 subsidies with contributions from participating schools, libraries and hospitals to enable the purchase of quality, affordable access to the internet, full-motion video and distance learning. The board shall develop, approve and revise state subsidy eligibility criteria and subsidy schedules based upon eligible schools', libraries' and hospitals' needs.

- (c) The board shall establish: (1) Technical standards for operation and maintenance of the network; (2) the method of monitoring operations of the network; and (3) the method or methods of increasing the capacity of the network to accommodate changes in the demands of schools, libraries and hospitals.
- (d) The board shall identify any potential regulatory impediments to and other regulatory considerations in implementation of the network and shall propose measures to address such impediments and other considerations.
- (e) The board shall assess the need of schools, libraries and hospitals for full-motion video connectivity. Based on its findings, the board may develop a plan to provide such connectivity. The plan may require users of such connectivity bear part of its cost develop a needs assessment for eligible entities wishing to participate in the subsidy program. The needs assessment may require such entities to bear part of the cost through user fees or any other cost share system approved by the board.
- (f) (d) The board may appoint such advisory committees as the board determines necessary to carry out the purposes of this act. The membership of advisory committees may include both members of the board and persons who are not board members. Such advisory committees, to the extent appropriate, shall include both communications services providers and participants knowledgeable about topics such as network facilities and services, network content and user training, and such other topics as may be necessary or useful. Members of advisory committees appointed by the board shall receive amounts provided for in subsection (e) of K.S.A. 75-3223, and amendments thereto.
- (g) (e) On or before July 1, 2002, and thereafter as the board deems appropriate, The board shall adopt rules and regulations to implement and administer the provisions of this act.
- (h) (f) The board shall have all other powers necessary to achieve the purposes of this act, including but not limited to the power to receive any appropriations, donations, grants, bequests and devises, conditional and otherwise, of money, property, services or other things of value for the purposes of this act.
- (i) (g) The state department of education, the division of information systems and communications of the department of administration, the state corporation commission and all other state agencies shall cooperate with the board in providing information and other assistance requested by the

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1 board for the performance of its duties pursuant to this act.

- Sec. 4. K.S.A. 2011 Supp. 75-7226 is hereby amended to read as follows: 75-7226. (a) On or before January 15 of each year, the board shall publish an annual report and shall present the report to the legislature, governor and department of education. The report shall set forth in detail the operations and transactions conducted by the board pursuant to this act. The annual report shall specifically account for the ways in which the purpose of this act have been carried out, and the recommendations shall specifically note what changes are necessary to better address the purposes described in this act.
- (b) The report required pursuant to this section in years 2006, 2007 and 2008 shall include a statement of the costs of and savings realized by implementation of the network and a plan for funding the network.
  - Sec. 5. K.S.A. 2011 Supp. 75-7224 and 75-7226 are hereby repealed.
- Sec. 6. From and after January 1, 2014, K.S.A. 2011 Supp. 75-7222, 75-7223 and 75-7228 are hereby repealed.
  - Sec. 7. This act shall take effect and be in force from and after its publication in the statute book.