S.B. NO. S.D. 1

## A BILL FOR AN ACT

RELATING TO CABLE TELEVISION SYSTEMS.

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECT	ION 1. The purpose of this Act is to:
2	(1)	Delete the requirement that the department of commerce
3		and consumer affairs conduct annual management and
4		financial audits of designated public, educational, or
5		governmental access channels, as these access
6		organizations are already required to provide annual
7		independently audited financial statements to the
8		department; and
9	(2)	Remove the sunset provision in Act 19, Session Laws of
10		Hawaii 2011, thereby permanently allowing the director
11		of commerce and consumer affairs to designate an
12		access organization in each franchise area to oversee
13		public, educational, and governmental channels and
14		requiring the cable advisory committee to advise the
15		director and access organizations on certain matters.
16	SECT	ION 2. Section 440G-8.3, Hawaii Revised Statutes, is
17	amended to	read as follows:

1 "[+]\$440G-8.3[+] Designation of access organizations for 2 public, educational, or governmental access channels. (a) The 3 director may designate an access organization in each franchise 4 area to oversee the development, operation, supervision, 5 management, production, and broadcasting of programs of public, 6 educational, or governmental access facilities obtained under 7 section 440G-8; provided that the designation shall be exempt 8 from chapter 103D. 9 No access organization shall be designated except upon **10** written application or proposal to the director, and following a 11 public hearing on each island within the local franchise area 12 that provides opportunity for public input and allows interested **13** parties to intervene. 14 In determining whether to make a designation, the director shall consider: 15 16 The content of the application or proposal; (1)The public need for the proposed service; 17 (2) 18 (3) The ability and experience of the applicant to offer 19 public, educational, or government programming 20 broadcast services: 21 (4)The suitability of the applicant; 22 (5) The financial responsibility of the applicant;

SB2048 HD1 HMS 2014-2539

1	(6)	The technical and operational ability of the applicant
2		to perform efficiently the services for which the
3		designation is requested;

- 4 (7) Any objections arising from the public hearing, the cable advisory committee, or elsewhere; and
- 6 (8) Any other matters that the director deems appropriate under the circumstances.
- 8 (d) The director may require an applicant to provide
  9 information on its process for selecting members of its board of
  10 directors; provided that the director shall have no authority to
  11 require that an applicant amend its selection process as a
  12 condition of designation.
- (e) An applicant shall provide information regarding its
  past performance and any proposed practices for ensuring that
  the public, educational, or governmental access facilities
  support the diversity of viewpoints and uphold the public's
  right of free speech.
- (f) The director shall ensure that the terms and conditions required of the operation of an access organization designated under subsection (a) are fair to the public, taking into account the geographic, topographic, and economic

- 1 characteristics of the service area and the economics of
- 2 providing cable access in the service area.
- 3 (g) Any decision designating, modifying, or rescinding a
- 4 designation of an access organization or the requirements
- 5 therefor shall first be submitted to the cable advisory
- 6 committee for advice under section 440G-13.
- 7 [(h) The department shall conduct an annual management and
- 8 financial audit of the access organization designated under this
- 9 section.1"
- 10 SECTION 3. Act 19, Session Laws of Hawaii 2011, is amended
- 11 by amending section 4 to read as follows:
- "SECTION 4. This Act shall take effect on July 1, 2011[+
- 13 provided that this Act shall be repealed on June 30, 2014, and
- 14 section 440G 13, Hawaii Revised Statutes, shall be reenacted in
- 15 the form in which it read on the day prior to the effective date
- 16 of this Act]."
- 17 SECTION 4. Statutory material to be repealed is bracketed
- 18 and stricken. New statutory material is underscored.
- 19 SECTION 5. This Act shall take effect on June 29, 2014.

## Report Title:

Cable Television Systems; Access Organizations; Public, Educational, and Governmental Channels

## Description:

Deletes the requirement that the Department of Commerce and Consumer Affairs conduct annual management and financial audits of designated public, educational, or governmental access channels. Removes the sunset provision in Act 19, Session Laws of Hawaii 2011, thereby permanently allowing the Director of Commerce and Consumer Affairs to designate an access organization in each franchise area to oversee public, educational, and governmental channels and requiring the Cable Advisory Committee to advise the director and access organizations on certain matters. (SB2048 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.