

Larry Hogan Governor Boyd K. Rutherford Lt. Governor Gregory Slater Secretary

March 16, 2021

The Honorable Delores G. Kelley Chair, Senate Finance Committee 3 East Miller Senate Office Building Annapolis MD 21401

Re: Letter of Information – Senate Bill 824 – Economic Development – Broadband Providers – Joint Trenching and Fee (Building Out Broadband Act of 2021)

Dear Chair Kelley and Committee Members:

The Maryland Department of Transportation (MDOT) takes no position on Senate Bill 824 but offers the following information for the Committee's consideration.

Senate Bill 824 renames the Rural Broadband Assistance Fund as the Maryland Digital Connectivity Fund (MDCF) and declares the intent of the General Assembly regarding broadband and connectivity. Specifically, Senate Bill 824 requires MDOT and MDOT State Highway Administration (MDOT SHA) to allow "joint trenching" by broadband providers on a nonexclusive and nondiscriminatory basis with some exceptions.

Some considerations to Senate Bill 824 that would help clarify the proposed requirements and better streamline the process for MDOT include:

- Expanding the broadband deployment method listed from "joint trenching" to any underground construction method. Broadband deployment may also occur on infrastructure above ground or other below ground placement technology.
- Clarifying the hierarchy of statutes and requirements MDOT must follow in these instances (such as those concerning Resource Sharing Requirements).
- Requirements of additional companies looking to be in Joint Build may delay the originating request.

The Maryland Department of Transportation respectfully requests the Committee consider this information when deliberating Senate Bill 824.

Respectfully Submitted,

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