By: Representative Franks

To: Appropriations

## HOUSE BILL NO. 1416

AN ACT TO CREATE THE "NOTIFICATION OF PUBLIC FUNDS USED IN 1 THE MEDIA ACT"; TO PROVIDE THE PURPOSE FOR SUCH ACT; TO REQUIRE 2 THAT ALL NOTICES, ADVERTISEMENTS, OR ANNOUNCEMENTS DESIGNED TO ACCOMPLISH DISTRIBUTION OF VITAL INFORMATION PAID FOR IN PART OR WHOLE THROUGH PUBLIC FUNDS AND DISTRIBUTED THROUGH THE MEDIA 3 4 5 CONTAIN CERTAIN PHRASES; TO PROVIDE A FORMULA FOR ALLOTMENT OF 6 7 PUBLIC FUNDS TO VARIOUS MEDIA OUTLETS; AND FOR RELATED PURPOSES. 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 9 SECTION 1. This act shall be known as the "Notification of 10 Public Funds Used in the Media Act."

SECTION 2. (1) The Legislature of the State of Mississippi 11 acknowledges the role that the media in its various forms has 12 served and is serving in distributing to the citizens of 13 14 Mississippi vital information through advertising concerning 15 governmental services, rules, regulations, laws, and their enforcement and application; and particularly acknowledges and 16 17 appreciates the role that Mississippi Public Broadcasting plays in distributing vital information at all times and in particular 18 19 during crisis. It is the Legislature's intent to ensure that such 20 information reaches as many Mississippians as possible and it is 21 the Legislature's intent that the expenditure of public funds for this purpose be accomplished in as efficient, effective and 22 23 equitable a manner as possible. The Legislature recognizes the 24 forms of media outlets currently being used to distribute such vital information through advertising as being public 25 broadcasting, newspapers, television, radio, magazines, and 26 electronic media, hereafter referred to as "media." 27 28 THEREFORE, In order that the public be made aware of the

participation of the media in the distribution of such vital

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30 information, the Legislature hereby establishes requirements for 31 the allotment of public funds for the purpose of distributing 32 vital information to as many Mississippians as possible.

33 <u>SECTION 3.</u> (1) All notices, advertisements, or 34 announcements designed to accomplish distribution of vital 35 information paid for in part or whole through public funds and 36 distributed through the media shall contain the phrase "This 37 advertisement is paid for by the taxpayers of Mississippi."

38 (2) (a) Print media outlets receiving taxpayer money as
39 described herein shall advertise during the month of August
40 annually the total amount of taxpayer money received by such media
41 outlet for the twelve (12) months preceding August.

(b) Broadcast and electronic media receiving taxpayer money shall advertise to the public daily and during prime time in the month of August annually the total amount of taxpayer money received by such media outlet for the twelve (12) months preceding August.

47 <u>SECTION 4.</u> All notices, advertisements, or announcements 48 designed to accomplish distribution of vital information paid for 49 wholly or in part through state taxpayer funds and distributed 50 through the media shall be placed according to a formula based 51 upon the following criteria:

Outlets of the Mississippi Public Broadcasting 52 (a) 53 System shall receive twenty percent (20%) of all expenditures 54 allotted for any advertising campaign undertaken by any entity 55 funded in whole or in part by the taxpayers of Mississippi, 56 including, but not limited to, state agencies, boards and 57 commissions, counties, municipalities and all legally recognized political subdivisions within the state. All distribution of 58 information undertaken by the Mississippi Broadcasting System 59 60 under these requirements shall conform to the accepted standards 61 of information distribution common to public media.

H. B. No. 1416 \*HR40/R1675\* 06/HR40/R1675 PAGE 2 (gt\bd) (b) Media outlets, other than outlets of the
Mississippi Public Broadcasting System, shall receive placement of
such notices through the following method of distribution and
based upon commonly accepted boundaries of distribution:

66 (i) Newspapers. Newspapers demonstrating 67 established market reach through verifiable and auditable 68 circulation numbers shall receive twenty-five percent (25%) of all expenditures allotted for distribution of vital information as 69 described in this act, and such expenditures to the individual 70 71 newspapers shall be determined and prorated based upon the 72 verifiable and auditable share of total circulation within the 73 individual counties. This requirement does not replace the 74 requirements and systems currently in place regarding legal notices in the newspapers. 75

76 (ii) Radio. Radio stations demonstrating established market reach through verifiable and auditable market 77 78 share information as recorded through reputable and established 79 rating services shall receive twenty percent (20%) of all expenditures allotted for such distribution of vital information 80 81 as described in this act, and such expenditures to the individual 82 stations shall be determined and prorated based upon the 83 verifiable and auditable share of total market reach within the individual counties. 84

Television stations and 85 (iii) Television. 86 television cable outlets demonstrating established market reach through verifiable and auditable market share information as 87 88 recorded through reputable and established rating services shall receive twenty percent (20%) of all expenditures allotted for 89 such distribution of vital information as described in this act, 90 and such expenditures to the individual stations shall be 91 92 determined and prorated based upon the verifiable and auditable 93 share of total market reach within the individual demonstrated market reach area of the station or cable outlet. 94

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95 (iv) Magazines. Magazines demonstrating 96 established market reach through verifiable and auditable circulation numbers shall receive ten percent (10%) of all 97 98 expenditures allotted for such distribution of vital information, 99 and such expenditures to the individual magazines shall be 100 determined and prorated based upon the verifiable and auditable circulation numbers within the counties. If no magazine exists 101 which meets the criteria stated above, the portion of those funds 102 so allotted shall be distributed among the other media outlets 103 104 equally.

105 (v) Electronic media. Electronic media 106 demonstrating established market reach through verifiable and 107 auditable circulation numbers shall receive five percent (5%) of all expenditures allotted for such distribution of vital 108 information, and such expenditures to the individual electronic 109 media outlets shall be determined and prorated based upon the 110 verifiable and auditable circulation numbers within the counties. 111 112 If no electronic media exists which meets the criteria stated above, the portion of those funds so allotted shall be distributed 113 114 equally among the other media outlets.

115 Provisions of this act do not apply to the placement of 116 advertisements in national media outlets to recruit economic 117 development or to promote tourism in the state.

SECTION 5. This act shall be in force from and after July 1, 2006.