MISSISSIPPI LEGISLATURE

By: Representative Bounds

REGULAR SESSION 2022

To: Public Utilities; Appropriations

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 1029

1 AN ACT TO CREATE THE MISSISSIPPI BROADBAND ACCESSIBILITY ACT; 2 TO PROVIDE FOR LEGISLATIVE FINDINGS; TO PROVIDE DEFINITIONS; TO 3 CREATE THE MISSISSIPPI BROADBAND COMMISSION; TO PROVIDE FOR THE 4 APPOINTMENT AND TERMS OF THE COMMISSIONERS; TO PROVIDE FOR THE 5 COMMISSION TO APPOINT AN EXECUTIVE DIRECTOR; TO PROVIDE FOR THE 6 EXECUTIVE DIRECTOR'S POWERS AND DUTIES; TO PROVIDE CRIMINAL 7 VIOLATIONS FOR CERTAIN ACCEPTANCE OR GIVING OF GIFTS BY OR TO THE 8 EXECUTIVE DIRECTOR, EMPLOYEE OR CONTRACTOR OF THE COMMISSION; TO 9 CREATE THE MISSISSIPPI BROADBAND ACCESSIBILITY FUND; TO PROVIDE 10 THAT THE COMMISSION SHALL ESTABLISH AND ADMINISTER THE BROADBAND 11 ACCESSIBILITY GRANT PROGRAM; TO CREATE THE MISSISSIPPI BROADBAND 12 ADVISORY COMMITTEE; TO REQUIRE AN ANNUAL REPORT BY THE COMMISSION; 13 AND FOR RELATED PURPOSES.

14 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

15 <u>SECTION 1.</u> This act shall be known and may be cited as the 16 Mississippi Broadband Accessibility Act.

17 <u>SECTION 2.</u> The Legislature finds that the availability of 18 high-speed broadband Internet services in the State of Mississippi 19 is important for economic development, education, health care and 20 emergency services in the state, and that the grants and other 21 incentives set forth in this act will further those objectives by 22 encouraging new investment in broadband infrastructure. 23 Therefore, to expand and upgrade broadband Internet across the

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24 state and to ensure the State of Mississippi maximizes the 25 substantial amount of federal dollars available to the states, the 26 Legislature establishes the Mississippi Broadband Commission. Ιt 27 will be the responsibility of the commission to secure and 28 administer federal grants, promulgate rules and regulations for 29 such grants, and determine the most efficient use of federal and state dollars to maximize the distribution of broadband throughout 30 31 the State of Mississippi.

32 <u>SECTION 3.</u> For the purposes of this act, the following words 33 shall have the following meanings unless the context clearly 34 indicates otherwise:

35 "Broadband Internet access service" means a (a) 36 mass-market retail service by wire or radio provided to customers 37 in the State of Mississippi that provides the capability to transmit data to, and receive data from, all or substantially all 38 39 Internet endpoints, including, but not limited to, any 40 capabilities that are incidental to and enable the operation of the communications service, but excluding dial-up Internet access 41 42 service.

(b) "Unserved area" means an area lacking access to a
wireline connection capable of delivering at least minimum speeds
of one hundred (100) megabits per second download speed and twenty
(20) megabits per second upload speed from at least one (1)
provider of broadband Internet access service.

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H. B. No. 1029 22/HR31/R6CS.2 PAGE 2 (CAA\JAB) 48 (c) "Commission" means the Mississippi Broadband49 Commission created in Section 4 of this act.

(d) "High-speed symmetric services" means any service that consists of or includes the provision of or connectivity to a high-speed, high-capacity transmission medium that can carry signals from or to multiple sources at a rate not less than one hundred (100) megabits per second in the downstream direction and not less than one hundred (100) megabits per second in the upstream direction.

57 SECTION 4. (1) There is created the Mississippi Broadband 58 Commission. The commission shall be charged with coordinating all 59 broadband expansion efforts on behalf of the state as well as 60 administering all federal broadband expansion programs. The commission shall be funded through state appropriations and use 61 any available federal funds for the administration of broadband 62 63 grants and planning. The commission shall be composed of seven 64 (7) members with three (3) members appointed by the Governor and four (4) members appointed by the Lieutenant Governor; however, 65 66 two (2) of the members appointed by the Lieutenant Governor shall 67 be upon recommendation of the Speaker of the House. The Governor 68 shall appoint one (1) member who is a resident from each of the 69 three (3) Supreme Court districts. The Lieutenant Governor shall 70 make one (1) appointment who is a resident from each of the four 71 (4) congressional districts, and the Speaker of the House's 72 recommendations shall be from the Second Congressional District

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and Third Congressional District with the Lieutenant Governor's
other two (2) appointees being residents of the First
Congressional District and Fourth Congressional District.

76 Of the initial appointees, the members' terms shall be (2)77 staggered as follows: one (1) term appointed by the Governor to 78 expire on December 31, 2023; one (1) term appointed by the 79 Governor to expire on December 31, 2024; one (1) term to be 80 appointed by the Governor to expire on December 31, 2025; one (1) 81 term to be appointed by the Lieutenant Governor to expire on 82 December 31, 2024; one (1) term to be appointed by the Lieutenant 83 Governor upon the recommendation of the Speaker of the House to 84 expire on December 31, 2024; one (1) term to be appointed by the 85 Lieutenant Governor to expire on December 31, 2025; and one (1) 86 term to be appointed by the Lieutenant Governor upon the 87 recommendation of the Speaker of the House to expire on December 88 31, 2025. After the expiration of the initial terms, members of 89 the board shall serve terms of five (5) years. No member shall 90 serve more than two (2) consecutive terms. Members may be removed 91 by the appointing public official for neglect of duty, misfeasance 92 or nonfeasance in office. Upon the initial appointment of a 93 majority of the commissioners, the Lieutenant Governor shall call 94 the first meeting of the commission within thirty (30) calendar 95 days, at which time the commission shall elect a chairman. Four 96 (4) members of the commission shall constitute a quorum. The commission shall meet at such times as the chairman shall 97

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98 determine, and shall also meet upon call of three (3) or more of 99 the commissioners. The commission shall annually elect a chairman 100 from among its members. The commission shall keep accurate and 101 complete records of all its meetings.

(3) Commissioners shall be entitled to per diem compensation pursuant to Section 25-3-69 paid by the commission and shall be reimbursed by the commission for necessary travel and other reasonable expenses incurred in the performance of their official duties. No commissioner shall be considered a public officer.

107 (4) The Department of Finance and Administration shall 108 provide the commission with conference and office space for 109 operations, initial staffing support and other ancillary costs 110 needed by the commission. Such costs shall be funded through 111 appropriations by the Legislature.

(5) The executive director of the commission shall be appointed by the commission and must hold at least a bachelor's degree and shall have a minimum of five (5) years' managerial experience with a thorough knowledge of the

116 telecommunications/utility industry. The executive director shall 117 possess experience in reviewing and administering grant and/or 118 financial applications for the purpose of public projects. The 119 salary of the executive director shall be set by the State 120 Personnel Board and shall be comparable to salaries of those 121 holding similar positions in other state and federal agencies and 122 commensurate with the duties and responsibilities imposed on this

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123 official position which affects the broad interests of the State 124 of Mississippi.

125 (6) The executive director shall have general charge of the 126 operations, necessary staffing and administration of the office. 127 It shall be the duty and responsibility of the executive director 128 to supervise and manage the personnel and formulate written 129 policies and procedures for the effective and efficient operation 130 thereof. In addition, the executive director may:

131 (a) Enter into contracts for services of, but not132 limited to, legal, accounting and engineering; and

(b) Enter into agreements with other state agencies to coordinate and share services, to conduct joint projects, and to receive support and information.

136 (7) It shall be the duty and responsibility of the137 commission and through the executive director to:

138 (a) Receive, administer and oversee all federal and any 139 applicable state grant programs with regard to broadband deployment in and for the State of Mississippi, including, but not 140 141 limited to, Coronavirus Capitol Projects Fund established by 142 Section 604 of the Social Security Act, as added by Section 9901 143 of the American Rescue Plan Act of 2021, and the Broadband Equity, 144 Access and Deployment Program established by the Infrastructure Investment and Jobs Act; 145

146 (b) Work in conjunction with the Mississippi Broadband
147 Advisory Committee as set forth in Section 8 of this act;

H. B. No. 1029 **~ OFFICIAL ~** 22/HR31/R6CS.2 PAGE 6 (CAA\JAB) (c) Administer and oversee all federal and any
applicable state grant programs in accordance with the guidelines,
guidance, rules, regulations and/or other criteria, as may be
amended from time to time, by the appropriate federal or state
agency responsible for said grant program;

(d) If necessary and in accordance with the Administrative Procedures Act develop rules and procedures for federal and any applicable state grant programs and for sub-grantees to receive funds from said grants;

(e) Coordinate all broadband expansion efforts on
behalf of the state to ensure an effective and efficient use of
broadband grants funds;

(f) To develop rules and procedures, in accordance with the Administrative Procedures Act, to implement a competitive statewide broadband grant program;

163 (q) Coordinate all information provided by broadband 164 Internet access service providers. All information provided by a broadband Internet access service provider pursuant to this 165 166 chapter shall be presumed to be confidential, proprietary, and 167 subject to exemption from disclosure under state law and shall not 168 be subject to disclosure except in the form of a map where 169 information that could be used to determine provider-specific 170 information about the network of the broadband Internet access 171 services provider is not disclosed. Such provider-specific information shall not be released to any person without express 172

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173 permission of the submitting broadband Internet access service 174 provider. In no instance shall a broadband Internet access 175 service provider be required to provide any data beyond that which 176 it is required to provide to the Federal Communications Commission 177 pursuant to 47 USC Section 641 et seq.

178 SECTION 5. (1) It shall be unlawful for the executive 179 director or any employee or contractor of the Mississippi 180 Broadband Commission to knowingly accept any gift, pass, money, 181 emolument or other pecuniary benefit whatsoever, either directly 182 or indirectly, from any person interested as owner, agent or 183 representative, or any person acting in any respect for such 184 owner, agent or representative of a broadband Internet access 185 service provider or any other company that may attempt to receive 186 a grant administered by the Mississippi Broadband Commission. Anv person found quilty of violating this subsection shall immediately 187 188 forfeit his or her position and shall be fined not less than Five 189 Thousand Dollars (\$5,000.00), or imprisoned in the State 190 Penitentiary for no less than one (1) year, or both.

(2) It shall be unlawful for any person interested as owner, agent or representative, or any person acting in any respect for such owner, agent or representative of a broadband Internet access service provider or any other company that may attempt to receive a grant administered by the commission to offer any gift, pass, money, emolument or other pecuniary benefit whatsoever, either directly or indirectly, to the executive director, any employee or

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H. B. No. 1029 22/HR31/R6CS.2 PAGE 8 (CAA\JAB) 198 contractor of the commission. Any person found guilty of 199 violating this subsection shall be fined not less than Five 200 Thousand Dollars (\$5,000.00), or imprisoned in the State 201 Penitentiary for no less than one (1) year, or both.

202 (3) For purposes of this section, the term "emolument"
203 includes salary, donations, loans, stock tips, vacations, trips,
204 honorarium, directorships or consulting posts.

205 **SECTION 6.** (1) There is created as a special fund in the 206 State Treasury the Mississippi Broadband Accessibility Fund. The fund shall consist of any monies appropriated to the fund by the 207 208 Legislature for broadband deployment, monies received from the 209 federal government awarded to or allocated by the state for 210 broadband deployment, and any other monies received from any other 211 source, including transfers from other funds or accounts. All 212 unexpended and unencumbered monies in the fund at the end of the fiscal year shall remain in the fund. Monies in the fund shall be 213 214 invested by the State Treasurer in the same manner as monies in 215 the State General Fund and interest earned on the investment of 216 those monies shall be credited to the fund. The fund shall be 217 audited annually by the State Auditor.

(2) The commission shall establish and administer the broadband accessibility grant program for the purpose of promoting the deployment and adoption of broadband Internet access services to unserved areas. By August 1, 2022, the commission shall adopt rules and procedures to administer the program and begin to accept

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223 applications for grants, and shall adopt such rules as may be 224 necessary to meet the future needs of the grant program. An award 225 of funds must be issued by a competitive grant process. The grant 226 process shall be technology neutral and shall result in awards to 227 applicants that are eligible broadband Internet access service 228 providers proposing projects based on objective and efficient 229 measures and procedures.

230 **SECTION 7.** The commission shall not award grants for the 231 following projects upon a showing of verifiable information:

(a) A project at a location where high-speed symmetric
services are already offered, or where a construction project is
underway or has been announced to deliver high-speed symmetric
services and scheduled to be completed within one (1) year after
the date of application; or

(b) A project that is subject to an applicant's
previous commitment as a condition of governmental approval of an
application for sale, merger, acquisition, general rule
transaction of indirect change in control, or any other
enforceable broadband Internet access service deployment
commitment prior to or after the effective date of this act.

243 <u>SECTION 8.</u> (1) There is created the Mississippi Broadband 244 Advisory Committee to be composed of seven (7) members consisting 245 of the following:

(a) Three (3) members of the State Senate, includingthe Chairman of the Senate Energy Committee, the Chairman of the

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(b) Three (3) members of the House of Representatives,
including the Chairman of the House Public Utilities Committee,
the Chairman of the House Appropriations Committee and a
Representative appointed by the Speaker of the House.

254 One (1) member appointed by the Governor. (C) 255 (2)The Mississippi Broadband Advisory Committee shall meet 256 at least biannually at the call of the chairman to aid the 257 commission in formulating policies, discussing problems and 258 considering any other matters under this chapter that the advisory 259 committee deems it appropriate to provide advice to the 260 commission. The commission shall pay no per diem or other 261 compensation to the members of the advisory committee.

(3) The commission shall update the advisory committee on
statewide broadband planning efforts, development of grant
programs, execution of federal broadband deployment grant
opportunities, and the efforts to serve all unserved areas of the
state.

267 <u>SECTION 9.</u> Not later than December 1 of each year, the 268 commission shall issue to the Governor, the Speaker of the House, 269 and the President of the Senate, for public disclosure, a report 270 regarding broadband grants awarded in the state for the preceding 271 calendar year. The report must include the total amount of the 272 grants awarded by the commission, categorized by the Mississippi

273 legislative districts in which a grant will be used to extend 274 broadband service.

275 **SECTION 10.** This act shall take effect and be in force from 276 and after July 1, 2022, and shall stand repealed from and after 277 June 30, 2022.

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