MISSISSIPPI LEGISLATURE

By: Representative Zuber

REGULAR SESSION 2022

To: Accountability, Efficiency, Transparency; Judiciary A

HOUSE BILL NO. 1435

AN ACT TO AMEND SECTION 5-8-3, MISSISSIPPI CODE OF 1972, TO 1 REVISE THE DEFINITION OF "LOBBYING" TO INCLUDE ATTEMPTING TO 2 3 INFLUENCE THE PROCUREMENT OF MATERIALS, SERVICES OR CONSTRUCTION 4 BY AN AGENCY AND PROMOTING OR ATTEMPTING TO INFLUENCE THE AWARDING 5 OF A GRANT OR CONTRACT WITH ANY DEPARTMENT OR AGENCY OF THE 6 EXECUTIVE, LEGISLATIVE OR JUDICIAL BRANCH OF STATE OR LOCAL GOVERNMENT; TO REVISE THE DEFINITION OF "LOBBYIST" TO INCLUDE ANY 7 INDIVIDUAL WHO IS EMPLOYED BY OR HAS CONTRACTED WITH ANY PRIVATE 8 9 ENTITY FOR THE PURPOSE OF PROVIDING ANY TYPE OF CONSULTING OR OTHER SIMILAR SERVICE BUT ALSO ENGAGES IN ANY TYPE OF LOBBYING 10 11 ACTIVITIES AND TO INCLUDE ANY INDIVIDUAL WHO ATTEMPTS TO INFLUENCE 12 ANY MEMBER OR EMPLOYEE OF A GOVERNING AUTHORITY, COUNTY BOARD OF 13 SUPERVISORS, UTILITY DISTRICT, WATER BOARD, SEWER BOARD, OR ANY OTHER SIMILAR LOCAL BOARD; TO BRING FORWARD SECTION 5-8-7, 14 MISSISSIPPI CODE OF 1972, FOR THE PURPOSE OF POSSIBLE AMENDMENT; 15 16 AND FOR RELATED PURPOSES.

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

18 SECTION 1. Section 5-8-3, Mississippi Code of 1972, is

19 amended as follows:

20 5-8-3. The following words and phrases shall have the

21 meanings ascribed herein unless the context clearly indicates

22 otherwise:

23 (a) (i) "Anything of value" means:

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1. A pecuniary item, including money, or a

25 bank bill or note;

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26 2. A promissory note, bill of exchange, 27 order, draft, warrant, check or bond given for the payment of 28 money; 29 A contract, agreement, promise or other 3. 30 obligation for an advance, conveyance, forgiveness of 31 indebtedness, deposit, distribution, loan, payment, gift, pledge or transfer of money; 32 33 4. A stock, bond, note or other investment 34 interest in an entity; 35 5. A receipt given for the payment of money 36 or other property; 37 6. A right in action; 38 7. A gift, tangible good, chattel or an interest in a gift, tangible good or chattel; 39 A loan or forgiveness of indebtedness; 40 8. 41 9. A work of art, antique or collectible; 42 10. An automobile or other means of personal 43 transportation; 44 11. Real property or an interest in real 45 property, including title to realty, a fee simple or partial 46 interest, present or future, contingent or vested within realty, a 47 leasehold interest, or other beneficial interest in realty; 48 12. An honorarium or compensation for 49 services;

H. B. No. 1435 22/HR43/R293 PAGE 2 (ENK\EW) 50 13. A rebate or discount in the price of 51 anything of value, unless the rebate or discount is made in the 52 ordinary course of business to a member of the public without regard to that person's status as an executive, legislative or 53 54 public official or public employee, or the sale or trade of 55 something for reasonable compensation that would ordinarily not be 56 available to a member of the public; A promise or offer of employment; 57 14. 58 Any other thing of value that is 15. 59 pecuniary or compensatory in value to a person, except as 60 otherwise provided in subparagraph (ii) of this paragraph; or 16. A payment that directly benefits an 61 62 executive, legislative or public official or public employee or a 63 member of that person's immediate family. 64 "Anything of value" does not mean: (ii) 65 1. Informational material such as books, 66 reports, pamphlets, calendars or periodicals informing an executive, legislative or public official or public employee of 67 68 her or his official duties; 69 2. A certificate, plaque or other 70 commemorative item which has little pecuniary value; 71 3. Food and beverages for immediate 72 consumption provided by a lobbyist up to a value of Ten Dollars 73 (\$10.00) in the aggregate during any calendar year;

H. B. No. 1435 22/HR43/R293 PAGE 3 (ENK\EW) 74 4. Campaign contributions reported in
75 accordance with Section 23-15-801 et seq., Mississippi Code of
76 1972.

(b) "Commission" means the Mississippi EthicsCommission, when used in the context of Section 5-8-19.

79 (c) "Compensation" means:

80 (i) An advance, conveyance, forgiveness of
81 indebtedness, deposit, distribution, loan, payment, gift, pledge
82 or transfer of money or anything of value, including reimbursement
83 of travel, food or lodging costs; or

(ii) A contract, agreement, promise or other
obligation for an advance, conveyance, forgiveness of
indebtedness, deposit, distribution, loan, payment, gift, pledge
or transfer of money or anything of value, including reimbursement
of travel, food or lodging costs, for services rendered or to be
rendered.

90 (d) "Executive action" means the proposal, drafting, 91 development, consideration, amendment, adoption, approval, 92 promulgation, issuance, modification, rejection or postponement by 93 a state or local governmental entity of a rule, regulation, order, 94 decision, determination or other quasi-legislative action or 95 proceeding.

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(e) "Executive agency" means:

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97 (i) An agency, board, commission, governing
98 authority or other body in the executive branch of state or local
99 government; or

100 (ii) An independent body of state or local 101 government that is not a part of the legislative or judicial 102 branch, but which shall include county boards of supervisors.

103

(f) "Executive official" means:

104 (i) A member or employee of a state agency, board,
105 commission, governing authority or other body in the executive
106 branch of state or local government; or

107 (ii) A public official or public employee, or any 108 employee of such person, of state or local government who takes an 109 executive action.

110

(g) "Expenditure" means:

(i) A purchase, payment, distribution, loan, forgiveness of a loan or payment of a loan by a third party, advance, deposit, transfer of funds, a promise to make a payment, or a gift of money or anything of value for any purpose;

(ii) A payment to a lobbyist for salary, fee, commission, compensation for expenses, or other purpose by a person employing, retaining or contracting for the services of the lobbyist separately or jointly with other persons;

(iii) A payment in support of or assistance to alobbyist or the lobbyist's activities, including the direct

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121 payment of expenses incurred at the request or suggestion of the 122 lobbyist;

(iv) A payment that directly benefits an executive, legislative or public official or a member of the official's immediate family;

(v) A payment, including compensation, payment or reimbursement for the services, time or expenses of an employee for or in connection with direct communication with an executive, legislative or public official made at the direction of the employee's employer;

(vi) A payment for or in connection with soliciting or urging other persons to enter into direct communication with an executive, legislative or public official; or

135 (vii) A payment or reimbursement for food,136 beverages, travel, lodging, entertainment or sporting activities.

(h) "Gift" means anything of value to the extent that consideration of equal or greater value is not received, including a rebate or discount in the price of anything of value unless the rebate or discount is made in the ordinary course of business to a member of the public without regard to that person's status as an executive, legislative or public official.

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(i) "Legislative action" means:

144 (i) Preparation, research, drafting, introduction,145 consideration, modification, amendment, approval, passage,

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146 enactment, tabling, postponement, defeat or rejection of a bill, 147 resolution, amendment, motion, report, nomination, appointment or 148 other matter by the Mississippi State Legislature or a member or 149 employee of the Legislature acting or purporting to act in an 150 official capacity;

(ii) Action by the Governor in approving orvetoing a bill or other action of the Legislature;

154 1. Overriding or sustaining a veto by the 155 Governor; or

(iii) Action by the Legislature in:

156 2. Considering, confirming or rejecting an157 executive appointment of the Governor.

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153

(j) "Legislative official" means:

159 (i) A member, member-elect or presiding officer of160 the Legislature;

161 (ii) A member of a commission or other entity 162 established by and responsible to either or both houses of the 163 Legislature;

164 (iii) A staff member, officer or employee to a 165 member or member-elect of the Legislature, to a member of a 166 commission or other entity established by and responsible to 167 either or both houses of the Legislature, or to the Legislature or 168 any house, committee or office thereof.

169 (k) "Lobbying" means:

170 (i) Influencing or attempting to influence 171 legislative or executive action through oral or written 172 communication; or 173 (ii) Solicitation of others to influence 174 legislative or executive action; * * * 175 (iii) Paying or promising to pay anything of value 176 directly or indirectly related to legislative or executive 177 action * * *; 178 (iv) Attempting to influence the procurement of 179 materials, services or construction by an agency; or 180 (v) Promoting or attempting to influence the 181 awarding of a grant or contract with any department or agency of 182 the executive, legislative or judicial branch of state or local 183 government. 184 (1) "Lobbyist" means: 185 (i) An individual who is employed and receives 186 payments, or who contracts for economic consideration, including 187 reimbursement for reasonable travel and living expenses, for the 188 purpose of lobbying; 189 (ii) An individual who represents a legislative or 190 public official or public employee, or who represents a person, 191 organization, association or other group, for the purpose of 192 lobbying; 193 (iii) A sole proprietor, owner, part owner or shareholder in a business who has a pecuniary interest in 194 H. B. No. 1435 ~ OFFICIAL ~

22/HR43/R293 PAGE 8 (ENK\EW) 195 legislative or executive action, who engages in lobbying
196 activities; * * *

197 (iv) Any individual described in subparagraphs (i), (ii) or (iii) of this paragraph (1) who is employed by or has 198 199 contracted with any agency, legislative or public official or 200 public employee, or any other public or private entity for the 201 purpose of providing any type of consulting or other similar 202 service but also engages in any type of lobbying activities. Such 203 individual shall not qualify for any exemption under Section 204 5-8-7 *** * *;** or

205 <u>(v) Any individual described in subparagraphs (i),</u>
206 <u>(ii), (iii) or (iv) of this paragraph (1) who attempts to</u>
207 influence any member or employee of a governing authority, county
208 board of supervisors, utility district, water board, sewer board,
209 or any other similar local board.

(m) "Lobbyist's client" means the person in whose behalf the lobbyist influences or attempts to influence legislative or executive action.

(n) "Local" means all entities of government at the county, county-district, multicounty district, municipal or school district level.

(o) "Person" means an individual, proprietorship, firm,
partnership, joint venture, joint-stock company, syndicate,
business trust, estate, company, corporation, association, club,
committee, organization or group of persons acting in concert.

H. B. No. 1435 **~ OFFICIAL ~** 22/HR43/R293 PAGE 9 (ENK\EW) 220 (p) "Public employee" means an individual appointed to 221 a position, including a position created by statute, whether 222 compensated or not, in state or local government and includes any 223 employee of the public employee. The term includes a member of 224 the board of trustees, chancellor, vice chancellor or the 225 equivalent thereof in the state university system or the state 226 community and junior college system, and a president of a state 227 college or university.

(q) "Public official" means an individual elected to a state or local office, or an individual who is appointed to fill a vacancy in the office.

(r) "Value" means the retail cost or fair market worthof an item or items, whichever is greater.

233 SECTION 2. Section 5-8-7, Mississippi Code of 1972, is
234 brought forward as follows:

235 5-8-7. Notwithstanding any other provisions of this chapter, 236 except as otherwise provided in Section 5-8-3(1)(iv), the 237 following person shall not be included within the definition of 238 "lobbyist" or "lobbyist's client" under this chapter, and 239 accordingly the registration and reporting provisions, including 240 the payment of related fees, of this chapter do not apply to: 241 A legislative or public official acting in an (a) 242 official capacity.

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(b) An individual who:

H. B. No. 1435 22/HR43/R293 PAGE 10 (ENK\EW) 244 (i) Represents or purports to represent only the 245 individual;

246 (ii) Receives no compensation or anything of value 247 for lobbying; and

248 (iii) Has no pecuniary interest in the legislative 249 or executive action.

(c) An individual lobbying in his or her own interest,
his or her own business interest, who pays, or promises to pay,
offers to pay or causes to be paid to public officials,
legislative officials or public employees any thing or things of
value aggregating in value to less than Two Hundred Dollars
(\$200.00) in any calendar year.

256 An individual lobbying on behalf of his or her (d) 257 employer's business interest where such lobbying is not a primary 258 or regular function of his employment position if such individual 259 pays, promises to pay, offers to pay, or causes to be paid 260 individually or on the employer's behalf to public officials, 261 legislative officials, or public employees any thing or things of 262 value aggregating in value to less than Two Hundred Dollars 263 (\$200.00) in any calendar year.

(e) An individual lobbying on behalf of an association of which he or she is a member, where such lobbying is not a primary or regular function of his or her position in the association, if such individual pays, promises to pay, offers to pay, or causes to be paid individually or on the association's

H. B. No. 1435 **~ OFFICIAL ~** 22/HR43/R293 PAGE 11 (ENK\EW) 269 behalf to public officials, legislative officials or public 270 employees any thing or things of value aggregating in value to 271 less than Two Hundred Dollars (\$200.00) in any calendar year.

272 An individual who is a shareholder, owner or part (f) 273 owner of a business who lobbies on behalf of such business, where 274 such individual is not an employee of the business, if such 275 individual pays, promises to pay, offers to pay, or causes to be 276 paid individually or on behalf of the business to public 277 officials, legislative officials or public employees any thing or 278 things of value aggregating in value to less than Two Hundred 279 Dollars (\$200.00) in any calendar year.

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(g) An individual who:

(i) Limits lobbying solely to formal testimony
before a public meeting of a legislative body or an executive
agency, or a committee, division or department thereof; and

(ii) Registers the appearance in the records ofthe public body, if such records are kept.

286 (h) An individual who is a licensed attorney 287 representing a client by:

(i) Drafting bills, preparing arguments thereon,
and advising the client or rendering opinions as to the
construction and effect of proposed or pending legislation, where
such services are usual and customary professional legal services
which are not otherwise connected with legislative action; or

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(ii) Providing information, on behalf of the client, to an executive or public official, a public employee, or an agency, board, commission, governing authority or other body of state or local government where such services are usual and customary professional legal services including or related to a particular nonlegislative matter, case or controversy.

299 News media and employees of the news media whose (i) 300 activity is limited solely to the publication or broadcast of 301 news, editorial comments, or paid advertisements that attempt to 302 influence legislative or executive action. For the purposes of this section, "news media" shall be construed to be bona fide 303 304 radio and television stations, newspapers, journals or magazines, 305 or bona fide news bureaus or associations which in turn furnish 306 information solely to bona fide radio or television stations, 307 newspapers, journals or magazines.

308 (j) An individual who engages in lobbying activities 309 exclusively on behalf of a religious organization which qualifies 310 as a tax-exempt organization under the Internal Revenue Code.

311 (k) An individual who is a nonattorney professional and 312 who receives professional fees and expenses to represent clients 313 on executive agency matters, except that if anything of value 314 shall be paid or promised to be paid directly or indirectly on 315 behalf of a client for the personal use or benefit of an executive 316 or public official or public employee, then expenditures and

H. B. No. 1435 22/HR43/R293 PAGE 13 (ENK\EW) 317 actions of the individual are reportable under this chapter, and 318 the individual must register as a lobbyist.

319 **SECTION 3.** This act shall take effect and be in force from 320 and after July 1, 2022.

H. B. No. 1435 22/HR43/R293 PAGE 14 (ENK\EW) ST: Lobbying; revise definition of.