MISSISSIPPI LEGISLATURE

REGULAR SESSION 2024

By: Representative Newman

To: Public Utilities

HOUSE BILL NO. 1522

1 AN ACT TO PROVIDE THAT THE OWNERS OR OPERATORS OF PUBLIC 2 UTILITIES PROVIDING SERVICE TO CUSTOMERS THROUGH UNDERGROUND 3 UTILITIES LINES SHALL BE RESPONSIBLE FOR THE INSTALLATION, 4 MAINTENANCE AND REPAIR OF UNDERGROUND UTILITY LINES FROM THE POINT 5 OF TRANSMISSION OR THE ROADWAY NEAREST THE PREMISES SERVED TO THE 6 METERING DEVICE; TO PROHIBIT SUCH OWNERS OR OPERATORS FROM 7 SOLICITING OR REQUIRING CUSTOMERS TO ENROLL IN UTILITY LINE PROTECTION PLANS; TO AMEND SECTION 77-3-3, MISSISSIPPI CODE OF 8 9 1972, TO DEFINE ADDITIONAL TERMS USED IN THIS ACT; AND FOR RELATED PURPOSES. 10

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: **SECTION 1.** (1) Each owner or operator of a public utility 12 13 providing a service to the premises of a rate paying customer through an underground facility in connection with underground 14 15 utility lines shall be responsible for the installation, maintenance and repair of underground utility lines from the point 16 of transmission or the roadway under which the lines are buried 17 nearest the premises served by those underground utility lines to 18 the metering device connected to the home or facility for 19 20 measuring use of a selected utility, and which serves as the 21 utility's demarcation point.

(2) Owners or operators of public utilities are prohibited
from soliciting or requiring rate paying customers to enroll in
any utility line protection plan or home service repair plan as a
condition of maintaining the service of the utility.

26 SECTION 2. Section 77-3-3, Mississippi Code of 1972, is 27 amended as follows:

28 77-3-3. As used in this chapter:

(a) The term "corporation" includes a private or public
corporation, a municipality, an association, a joint-stock
association or a business trust.

32 (b) The term "person" includes a natural person, a 33 partnership of two (2) or more persons having a joint or common 34 interest, a cooperative, nonprofit, limited dividend or mutual 35 association, a corporation, or any other legal entity.

36 (c) The term "municipality" includes any incorporated37 city, town or village.

38 (d) The term "public utility" includes persons and 39 corporations, or their lessees, trustees and receivers now or 40 hereafter owning or operating in this state equipment or 41 facilities for:

42 (i) The generation, manufacture, transmission,
43 distribution, provision, or furnishing of electricity to or for
44 the public, whether an individual person or an entity or a
45 collection of persons or entities, for compensation;

46 (ii) The transmission, sale, sale for resale, or distribution of natural, artificial, or mixed natural and 47 artificial gas to the public for compensation by means of 48 transportation, transmission, or distribution facilities and 49 50 equipment located within this state; however, the term shall not 51 include the production and gathering of natural gas, the sale of natural gas in or within the vicinity of the field where produced, 52 53 or the distribution or sale of liquefied petroleum gas or the sale 54 to the ultimate consumer of natural gas for use as a motor vehicle 55 fuel;

56 (iii) The transmission, conveyance or reception of any message over wire, of writing, signs, signals, pictures and 57 58 sounds of all kinds by or for the public, where such service is offered to the public for compensation, and the furnishing, or the 59 furnishing and maintenance, of equipment or facilities to the 60 61 public, for compensation, for use as a private communications 62 system or part thereof; however, no person or corporation not otherwise a public utility within the meaning of this chapter 63 64 shall be deemed such solely because of engaging in this state in 65 the furnishing, for private use as last aforementioned, and 66 moreover, nothing in this chapter shall be construed to apply to television stations, radio stations, community television antenna 67 services, video services, Voice over Internet Protocol services 68 69 ("VoIP"), any wireless services, including commercial mobile

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70 services, Internet Protocol ("IP") - enabled services or broadband 71 services; and

(iv) The transmission, distribution, sale or resale of water to the public for compensation, or the collection, transmission, treatment or disposal of sewage, or otherwise operating a sewage disposal service, to or for the public for compensation.

The term "public utility" shall not include any person not otherwise a public utility, who provides or furnishes the services or commodity described in this paragraph only to himself, his employees or tenants as an incident of such employee service or tenancy, if such services are not sold or resold to such tenants or employees on a metered or consumption basis other than the submetering authorized under Section 77-3-97.

The term "public utility" shall not include any person not 84 85 otherwise a public utility, who purchases electricity on a metered 86 retail basis from the electric public utility that holds a certificate of public convenience and necessity for the area in 87 88 which the person is located, and provides or furnishes a portion 89 of that electricity, but not electricity from any other source, to 90 the public for compensation directly and exclusively to charge 91 battery-powered electric vehicles and plug-in hybrid electric vehicles. Any such person described in this paragraph is an 92 93 end-use customer, whether or not such person receives compensation 94 for battery or vehicle charging.

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95 A public utility's business other than of the character 96 defined in subparagraphs (i) through (iv) of this paragraph is not 97 subject to the provisions of this chapter.

The term "rate" means and includes every 98 (e) 99 compensation, charge, fare, toll, customer deposit, rental and 100 classification, or the formula or method by which such may be 101 determined, or any of them, demanded, observed, charged or 102 collected by any public utility for any service, product or 103 commodity described in this section, offered by it to the public, 104 and any rules, regulations, practices or contracts relating to any such compensation, charge, fare, toll, rental or classification; 105 106 however, the term "rate" shall not include charges for electrical 107 current furnished, delivered or sold by one (1) public utility to 108 another for resale.

(f) The word "commission" shall refer to the Public Service Commission of the State of Mississippi, as now existing, unless otherwise indicated.

112 (g) The term "affiliated interest" or "affiliate"
113 includes:

(i) Any person or corporation owning or holding, directly or indirectly, twenty-five percent (25%) or more of the voting securities of a public utility;

(ii) Any person or corporation in any chain of successive ownership of twenty-five percent (25%) or more of the voting securities of a public utility;

(iii) Any corporation of which fifteen percent (15%) or more of the voting securities is owned or controlled, directly or indirectly, by a public utility;

(iv) Any corporation of which twenty-five percent (25%) or more of the voting securities is owned or controlled, directly or indirectly, by any person or corporation that owns or controls, directly or indirectly, twenty-five percent (25%) or more of the voting securities of any public utility or by any person or corporation in any chain of successive ownership of twenty-five percent (25%) of such securities;

(v) Any person who is an officer or director of a public utility or of any corporation in any chain of successive ownership of fifteen percent (15%) or more of voting securities of a public utility; or

(vi) Any person or corporation that the 134 135 commission, after notice and hearing, determines actually 136 exercises any substantial influence or control over the policies and actions of a public utility, or over which a public utility 137 138 exercises such control, or that is under a common control with a 139 public utility, such control being the possession, directly or 140 indirectly, of the power to direct or cause the discretion of the management and policies of another, whether such power is 141 established through ownership of voting securities or by any other 142 143 direct or indirect means.

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However, the term "affiliated interest" or "affiliate" shall not include a joint agency organized pursuant to Section 77-5-701 et seq., nor a member municipality thereof.

(h) The term "facilities" includes all the plant and equipment of a public utility, used or useful in furnishing public utility service, including all real and personal property without limitation, and any and all means and instrumentalities in any manner owned, operated, leased, licensed, used, controlled, furnished or supplied for, by or in connection with its public utility business.

(i) The term "cost of service" includes operating
expenses, taxes, depreciation, net revenue and operating revenue
requirement at a claimed rate of return from public utility
operations.

158 The term "lead-lag study" includes an analysis to (†) 159 determine the amount of capital which investors in a public 160 utility, the rates of which are subject to regulation under the provisions of this chapter, must provide to meet the day-to-day 161 162 operating costs of the public utility prior to the time such costs 163 are recovered from customers, and the measurement of (i) the lag 164 in collecting from the customer the cost of providing service, and 165 (ii) the lag in paying the cost of providing service by the public 166 utility.

167 (k) The term "broadband services" means any service168 that consists of or includes a high-speed access capability to

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170 kilobits per second either in the upstream or downstream direction
171 and either:

(i) Is used to provide access to the Internet, or
(ii) Provides computer processing, information
storage, information content or protocol conversion, including any
service applications or information service provided over such
high-speed access service.

(1) The term "video services" means video programming services without regard to delivery technology, including Internet Protocol technology ("Internet Protocol television or IPTV") and video programming provided as a part of a service that enables users to access content, information, email or other services offered over the public internet. The term "video programming" means any programming as defined in 47 USCS Section 522(20).

184 (m) The term "Voice over Internet Protocol services" or 185 "VoIP services" means any service that: (i) enables real-time, two-way voice communications that originate from or terminate to 186 187 the user's location in Internet Protocol or any successor 188 protocol; (ii) uses a broadband connection from the user's 189 location; and (iii) permits users generally to receive calls that 190 originate on the Public Switched Telephone Network and to 191 terminate calls to the Public Switched Telephone Network. 192 The term "commercial mobile services" means any (n)

193 services as defined in 47 USCS Section 332(d).

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The term "Internet Protocol-enabled services" or 194 (\circ) 195 "IP-enabled services" means any service, capability, functionality, or application provided using Internet Protocol, or 196 any successor protocol, that enables an end user to send or 197 198 receive a communication in Internet Protocol format, or any 199 successor format, regardless of whether the communications is 200 voice, data or video. Nothing contained in this paragraph shall 201 apply to retail services that are tariffed by the commission.

202 (p) "Broadband service provider" means an entity that 203 provides broadband services to others on a wholesale basis or to 204 end-use customers on a retail basis.

(q) "Broadband operator" means a broadband service provider that uses the electric delivery system of any public utility of the type as defined in paragraph (d)(i) of this section with the public utility's consent to provide broadband services.

(r) "Electric delivery system" means the poles, lines, fiber, cables, broadband system, materials, equipment, easements and other facilities or properties used by any public utility of the type as defined in paragraph (d) (i) of this section to deliver or facilitate the delivery, sale or use of electric energy.

(s) "Eligible municipality" means any municipality with
a population of greater than One Hundred Thousand (100,000)
according to the latest decennial census which has been the
subject of litigation by the United States Environmental

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218 Protection Agency for violations of the Safe Drinking Water Act,
219 42 USC Section 300(f) et seq.

(t) "Eligible homeowners association" means any homeowners association created and governed by restrictive covenants, if the subdivision subject to these covenants:

(i) Was constructed prior to 1970 outside of municipal boundaries;

(ii) Was subsequently annexed by an eligible municipality, irrespective of whether the municipality was an eligible municipality at the time of annexation or subsequently became eligible; and

229 (iii) Is adjacent to which a ground water well 230 system originally designed to supply the subdivision which 231 continues to provide drinking water to a private user is located. 232 (u) The term "underground facility" means any 233 underground utility lines and other items which shall be buried or 234 placed below ground or submerged for use in connection with 235 underground utility lines and including, but not be limited to, 236 pipes, sewers, conduits, cables, valves, lines, wires, manholes, 237 vaults, attachments and those portions of poles below the ground. 238 The term "underground utility lines" means (V) 239 underground or buried cable, conduit pipes and related facilities 240 for transportation and delivery of electricity, telecommunications 241 (including fiber optics), water, sewage, gas, mixtures of gases,

242 petroleum, petroleum products or hazardous, flammable, toxic or

- 243 <u>corrosive liquids.</u>
- 244 (w) The term "demarcation point" means the point or
- 245 interconnection between the public utilities provider's terminal
- 246 equipment and protective apparatus with the customer's premises
- 247 structure that determines who is responsible for the
- 248 installation, maintenance and repair of underground utility lines
- 249 to ensure the reliable delivery of service to the premises.
- 250 **SECTION 3.** This act shall take effect and be in force from 251 and after July 1, 2024.