SB573 FULLPCS1 Ryan Martinez-MJ 4/4/2022 9:34:25 am

COMMITTEE AMENDMENT

HOUSE OF REPRESENTATIVES
State of Oklahoma

SPEAKER:				
CHAIR:				
I move to amend <u>SB57</u>	3		Of the na	sinted Dill
PageS	ection	Lines		rinted Bill
		0	f the Engr	cossed Bill
By striking the Title inserting in lieu the			bill, and	l by
AMEND TITLE TO CONFORM TO	AMENDMENTS			
Adopted:		Amendment submitt	ed by: Ryan	Martinez

Reading Clerk

1	STATE OF OKLAHOMA						
2	2nd Session of the 58th Legislature (2022)						
3	PROPOSED COMMITTEE SUBSTITUTE						
4	FOR ENGROSSED SENATE BILL NO. 573 By: Montgomery of the Senate						
5	and						
6	Martinez of the House						
7	Martinez of the House						
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10	PROPOSED COMMITTEE SUBSTITUTE						
11	An Act relating to cities and towns; creating the Oklahoma Electrical Access and Resiliency Task Force;						
12	providing for membership of task force; providing purpose; requiring task force to make recommendations						
13	for energy use; requiring submission of report to certain persons by certain date; providing for cease						
14	of operations of task force; amending 11 O.S. 2021, Section 22-107.1, which relates to regulation of						
15	video services systems; modifying definition; providing for codification; providing an effective						
16	date; and declaring an emergency.						
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19	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:						
20	SECTION 1. NEW LAW A new section of law to be codified						
21	in the Oklahoma Statutes as Section 21-223 of Title 11, unless there						
22	is created a duplication in numbering, reads as follows:						
23	A. There is hereby created the Oklahoma Electrical Access and						
24	Resiliency (OEAR) Task Force.						

В.	The	task	force	shall	consist	of	thirteen	(13)	members	as
follows	:									

- 1. The Secretary of Energy and Environment, or designee, who shall serve as the task force chair;
 - 2. Three members appointed by the Governor:

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- a. a representative of an organization representing municipalities,
- b. a representative of a nonprofit public power utility located in this state, and
- c. a representative of a manager of an electrical grid or power pool;
- 3. A Corporation Commissioner, or designee;
- 4. Four members appointed by the President Pro Tempore of the Oklahoma State Senate:
 - a. a representative of an organization representing electrical cooperatives,
 - a professional with academic expertise or at minimum a
 master's degree in electrical engineering, grid
 management, or a related field, and
 - c. two members of the Oklahoma State Senate who are from different political parties and who shall serve as ex officio members; and
- 5. Four members appointed by the Speaker of the Oklahoma House of Representatives:

a. a representative of a publicly traded electric utility company,

- b. a member of the public who is not affiliated with the electrical industry, and
- c. two members of the Oklahoma House of Representatives
 who are from different political parties and who shall
 serve as ex officio members.
- C. The task force shall study nationally recognized best practices for providing additional revenues and local control for communities by having a choice in electric energy suppliers and make recommendations regarding:
- 1. The removal of the moratorium on the use of municipal condemnation to acquire electric facilities of an incumbent investor-owned utility referred to in Section 21-222 of Title 11 of the Oklahoma Statutes;
- 2. The authority to give municipal utilities the ability to use the power of eminent domain to allow for community choice of electric energy suppliers;
- 3. The imposition of new growth taxation of two percent (2%) tax on gross sales beginning tax year 2022 on any provider of wholesale sale of electric power to municipal corporations if the providers were not in operation prior to the effective date of this act;

4. Strategies to enable community choice of electric energy suppliers, whether legislatively or otherwise; and

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- 5. Whether a need exists to provide for ongoing evaluation of the implementation of these rights and, if such a need does exist, the task force shall:
 - a. identify the scope and nature of the need, and
 - b. make recommendations on how best to fill that need, whether legislatively or otherwise.
- D. The task force shall submit a final report of its findings and any recommendations to the Governor, the President Pro Tempore of the Oklahoma State Senate, and the Speaker of the Oklahoma House of Representatives not later one (1) year after the effective date of this act.
- E. The provisions of this section shall cease to have the force and effect of law and the task force shall terminate following the submission of the final report.
- SECTION 2. AMENDATORY 11 O.S. 2021, Section 22-107.1, is amended to read as follows:
 - Section 22-107.1 A. A municipality may by ordinance or otherwise grant a certificate, license, permit or franchise for the operation of a video services system, unless such authority is already provided for by law. Any certificate, license, permit or franchise granted pursuant to this section shall constitute a bargained contract between the municipality and the video services

provider and shall provide for a consideration payment to the municipality as rental for the privileges granted to the provider to use the public ways and grounds within the municipality in furtherance of its video services business. The rental payment shall be set at the amount bargained between the municipality and the video services provider but shall not exceed five percent (5%) of the annual gross revenues derived by the video services provider from the provision of video services within the municipality. Any certificate, license, permit or franchise issued by the governing body shall be nonexclusive and shall not exceed a period of twentyfive (25) years and may be revocable by the governing body if said body determines that the holder of the certificate, license, permit or franchise has willfully failed or neglected to perform duties pursuant to the terms of the grant of the certificate, license, permit or franchise. Nothing herein shall limit the authority of a municipality to comply with state or federal law.

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B. In the event a municipality grants an overlapping certificate, license, permit or franchise for video services within its jurisdiction on terms or conditions more favorable or less burdensome than those in any existing certificate, license, permit or franchise within the municipality the holder of the existing certificate, license, permit or franchise shall be entitled, upon written notice to the municipality, to adopt the terms in the overlapping certificate, license, permit or franchise that are more

favorable or less burdensome than those in the existing certificate, license, permit or franchise and the adopted terms shall become enforceable by the municipality.

- C. In addition to any other authority granted to municipalities by this section or other applicable law, a municipality may also adopt an ordinance regulating a video services system pursuant to its police power. No municipal provisions regulating a video services system may be adopted which are inconsistent with either state or federal law or with the terms and conditions of the certificate, license, permit or franchise bargained by the municipality and the video services provider.
- D. In awarding or renewing a certificate, license, permit or franchise for video services, a municipality may require adequate assurance that the video services system provider will provide adequate public, educational, and governmental access channel capacity, facilities or financial support. A video services system provider may, at its sole option, provide a "family friendly" tier of video services in lieu of channel capacity, facilities, or financial support for public access as a condition of any certificate, license, permit or franchise for video services or renewal thereof. Nothing herein shall affect any channel capacity, facilities, or financial support for educational or governmental access contained in any certificate, license, permit or franchise for video services or renewal thereof.

- E. A "family friendly" tier of services is a group of channels, offered to customers pursuant to Federal Communications Commission (FCC) regulations, that primarily contains programming with a television viewing rating of TV-Y, TV-Y7 or TV-G.
- F. "Video services" means video programming, including cable services, provided through wireline facilities located at least in part in the public rights-of-way without regard to the delivery technology, including Internet protocol technology. "Video services" shall not include video programming provided:
- 1. Provided by a commercial mobile service provider as defined in 47 U.S.C., Section 332(d);
- 2. Provided by a provider of direct broadcast satellite service as defined in 47 U.S.C., Section 335(b)(5)(A);
- 3. Provided by a provider of digital audiovisual works delivered over the Internet, including streaming content; or provided
- 4. Provided solely as part of and via a service that enables users to access content, information, electronic mail, messaging and other services offered over the public Internet.
- SECTION 3. This act shall become effective July 1, 2022.
- 21 SECTION 4. It being immediately necessary for the preservation 22 of the public peace, health or safety, an emergency is hereby

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declared to exist, by reason whereof this act shall take effect and
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    be in full force from and after its passage and approval.
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