FIRST REGULAR SESSION

SENATE BILL NO. 299

102ND GENERAL ASSEMBLY

INTRODUCED BY SENATOR HOSKINS.

KRISTINA MARTIN, Secretary

AN ACT

To repeal section 67.2677 as enacted by senate bills nos. 153 & 97, one hundred first general assembly, first regular session, and to enact in lieu thereof one new section relating to video service providers.

Be it enacted by the General Assembly of the State of Missouri, as follows:

	Section A. Section 67.2677 as enacted by senate bills
2	nos. 153 & 97, one hundred first general assembly, first regular
3	session, is repealed and one new section enacted in lieu
4	thereof, to be known as section 67.2677, to read as follows:
	67.2677. 1. For purposes of sections 67.2675 to
2	67.2714, the following terms mean:
3	(1) "Cable operator", as defined in 47 U.S.C. Section
4	522(5);
5	(2) "Cable system", as defined in 47 U.S.C. Section
6	522(7);
7	(3) "Franchise", an initial authorization, or renewal
8	of an authorization, issued by a franchising entity,
9	regardless of whether the authorization is designated as a
10	franchise, permit, license, resolution, contract,
11	certificate, agreement, or otherwise, that authorizes the
12	provision of video service and any affiliated or subsidiary
13	agreements related to such authorization;
14	(4) "Franchise area", the total geographic area
15	authorized to be served by an incumbent cable operator in a
16	political subdivision as of August 28, 2007, or, in the case

EXPLANATION-Matter enclosed in **bold-faced** brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

0863S.01I

of an incumbent local exchange carrier, as such term is defined in 47 U.S.C. Section 251(h), or affiliate thereof, the area within such political subdivision in which such carrier provides telephone exchange service;

(5) "Franchise entity", a political subdivision that was entitled to require franchises and impose fees on cable operators on the day before the effective date of sections 67.2675 to 67.2714, provided that only one political subdivision may be a franchise entity with regard to a geographic area;

27 (6) (a) "Gross revenues", limited to amounts billed28 to video service subscribers for the following:

a. Recurring charges for video service; and
b. Event-based charges for video service, including
but not limited to pay-per-view and video-on-demand charges;

32

"Gross revenues" do not include:

a. Discounts, refunds, and other price adjustments
that reduce the amount of compensation received by an entity
holding a video service authorization;

36

b. Uncollectibles;

(b)

37

c. Late payment fees;

38 d. Amounts billed to video service subscribers to
39 recover taxes, fees, or surcharges imposed on video service
40 subscribers or video service providers in connection with
41 the provision of video services, including the video service
42 provider fee authorized by this section;

43 e. Fees or other contributions for PEG or I-Net44 support;

f. Charges for services other than video service that
are aggregated or bundled with amounts billed to video
service subscribers, if the entity holding a video service
authorization reasonably can identify such charges on books

2

49 and records kept in the regular course of business or by 50 other reasonable means;

g. Rental of set top boxes, modems, or other equipment
used to provide or facilitate the provision of video service;

h. Service charges related to the provision of video
service including, but not limited to, activation,
installation, repair, and maintenance charges;

i. Administrative charges related to the provision of
video service including, but not limited to, service order
and service termination charges; or

59 j. A pro rata portion of all revenue derived from60 advertising, less refunds, rebates, or discounts;

61 (c) Except with respect to the exclusion of the video
62 service provider fee, gross revenues shall be computed in
63 accordance with generally accepted accounting principles;

64 (7) "Household", an apartment, a house, a mobile home,
65 or any other structure or part of a structure intended for
66 residential occupancy as separate living quarters;

67 (8) "Incumbent cable operator", the cable service
68 provider serving cable subscribers in a particular franchise
69 area on September 1, 2007;

70 (9) "Low-income household", a household with an 71 average annual household income of less than thirty-five 72 thousand dollars;

73 (10) "Person", an individual, partnership, 74 association, organization, corporation, trust, or government 75 entity;

76 (11) "Political subdivision", a city, town, village, 77 county;

(12) "Public right-of-way", the area of real property
in which a political subdivision has a dedicated or acquired
right-of-way interest in the real property, including the

3

81 area on, below, or above the present and future streets, 82 alleys, avenues, roads, highways, parkways, or boulevards 83 dedicated or acquired as right-of-way and utility easements 84 dedicated for compatible uses. The term does not include 85 the airwaves above a right-of-way with regard to wireless 86 telecommunications or other nonwire telecommunications or 87 broadcast service;

88 (13) "Video programming", programming provided by, or 89 generally considered comparable to programming provided by, 90 a television broadcast station, as set forth in 47 U.S.C. 91 Section 522(20);

"Video service", the provision, by a video 92 (14)93 service provider, of video programming provided through wireline facilities located at least in part in the public 94 right-of-way without regard to delivery technology, 95 including internet protocol technology whether provided as 96 97 part of a tier, on demand, or **on** a per-channel basis. This definition includes cable service as defined by 47 U.S.C. 98 99 Section 522(6), but does not include any video programming provided by a commercial mobile service provider defined in 100 47 U.S.C. Section 332(d), or any video programming [provided] 101 solely as part of and] accessed via a service that enables 102 users to access content, information, electronic mail, or 103 104 other services offered over the [public] internet, including 105 streaming content;

(15) "Video service authorization", the right of a
video service provider or an incumbent cable operator that
secures permission from the public service commission
pursuant to sections 67.2675 to 67.2714, to offer video
service to subscribers in a political subdivision;

111 (16) "Video service network", wireline facilities, or 112 any component thereof, located at least in part in the

4

113 public right-of-way that deliver video service, without 114 regard to delivery technology, including internet protocol 115 technology or any successor technology. The term video 116 service network shall include cable systems;

(17) "Video service provider", any person that distributes video service through a video service network pursuant to a video service authorization;

120 (18) "Video service provider fee", the fee imposed121 under section 67.2689.

122 2. The repeal and reenactment of this section shall123 become effective August 28, 2023.

 \checkmark