SECOND REGULAR SESSION

[TRULY AGREED TO AND FINALLY PASSED]

CONFERENCE COMMITTEE SUBSTITUTE FOR

HOUSE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 820

101ST GENERAL ASSEMBLY 2022

3741S.04T

AN ACT

To repeal sections 44.032, 144.030, 386.890, 442.404, 523.010, 523.039, 523.040, 523.256, 610.021, 620.2450, 620.2451, and 620.2453, RSMo, and to enact in lieu thereof nineteen new sections relating to utilities, with an effective date for a certain section.

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

Section A. Sections 44.032, 144.030, 386.890, 442.404,

- **2** 523.010, 523.039, 523.040, 523.256, 610.021, 620.2450,
- 3 620.2451, and 620.2453, RSMo, are repealed and nineteen new
- 4 sections enacted in lieu thereof, to be known as sections 1.513,
- **5** 8.055, 8.475, 44.032, 144.030, 386.885, 386.890, 442.404,
- **6** 523.010, 523.025, 523.039, 523.040, 523.256, 610.021, 620.2450,
- 7 620.2451, 620.2453, 620.2465, and 620.2468, to read as follows:
 - 1.513. 1. The state of Missouri is hereby authorized
- 2 to seek the deposit of federal funds designated for
- 3 broadband deployment in Missouri from broadband providers
- 4 who default or otherwise fail to complete deployment as
- 5 agreed upon with the federal government. Such federal funds
- 6 shall be deposited into a fund that is under the supervision
- 7 of the Missouri office of broadband development.
- 8 2. Any provider in Missouri who defaults or otherwise
- 9 fails to deploy broadband after receiving federal funds or
- 10 any moneys from any other state for broadband services shall

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

- 11 disclose such default or failure to deploy broadband
- 12 services on any application to receive any state moneys in
- 13 Missouri within seven days of such notice of default or
- 14 failure to deploy broadband services. Any provider who has
- defaulted in this state or any other state shall be presumed
- incapable of fulfilling the provider's obligations to deploy
- 17 broadband internet in Missouri. Such presumption shall be
- 18 rebuttable.
- 19 3. The Missouri office of broadband development is
- 20 hereby authorized to adjudicate any such findings under
- 21 subsection 2 of this section in a manner consistent with
- 22 Missouri law.
 - 8.055. Beginning January 1, 2024, unified high speed
- 2 Wi-Fi internet access shall be provided to the public within
- 3 the capitol building and on capitol grounds. Such Wi-Fi
- 4 access shall be of adequate bandwidth and connectivity to
- 5 accommodate the number of users in the capitol building and
- 6 on capitol grounds.
 - 8.475. 1. This section shall be known and may be
- 2 cited as the "Vertical Real Estate Act".
- 3 2. As used in this section, the following terms mean:
- 4 (1) "Ground facilities", any shed, building, server
- 5 room, or other ancillary structure providing an essential
- 6 service to a tower including, but not limited to,
- 7 distributing power or providing communications backhaul;
- 8 (2) "Tower", a structure that hosts an antenna or
- 9 other equipment used for the purpose of transmitting
- 10 cellular or wireless signals for communications purposes,
- including telephonically, or for computing purposes,
- 12 including all associated equipment;
- 13 (3) "Vertical real estate", any communication or
- 14 broadcast tower or other structure or installation mounted

- on a rooftop or other prominent place, along with any
- 16 facilities associated with that structure, that is suitable
- 17 for mounting communications equipment upon and any
- 18 associated ground facilities necessary to accommodate the
- 19 communications purpose or any real estate suitable for the
- 20 installation of a telecommunications vertical asset.
- 21 Nothing in this definition shall prohibit terrestrial,
- 22 middle-mile, or last-mile broadband or high-speed internet
- 23 wiring or facilities installation under section 67.1847.
- 24 Classification as "vertical real estate" shall not prevent
- 25 any utility installation including, but not limited to,
- 26 water, electric, or sewer services.
- 3. Any political subdivision of the state of Missouri
- 28 is hereby authorized to erect vertical real estate or towers
- 29 on its property unless otherwise proscribed by law. Any
- 30 such political subdivision is hereby authorized to enter
- 31 into public-private partnerships in order to effectuate
- 32 construction of vertical real estate or towers.
 - 44.032. 1. (1) As used in this section, the term
- 2 "rural electric cooperative" means any rural electric
- 3 cooperative organized or operating under the provisions of
- 4 chapter 394, any corporation organized on a nonprofit or a
- 5 cooperative basis as described in subsection 1 of section
- 6 394.200, or any electrical corporation operating under a
- 7 cooperative business plan as described in subsection 2 of
- 8 section 393.110.
- 9 (2) The general assembly recognizes the necessity for
- 10 anticipating and making advance provisions to care for the
- 11 unusual and extraordinary burdens imposed by disasters or
- 12 emergencies on this state [and], its political subdivisions
- 13 [by disasters or emergencies], and rural electric
- 14 cooperatives. To meet such situations, it is the intention

- of the general assembly to confer emergency powers on the
- 16 governor, acting through the director, and vesting the
- 17 governor with adequate power and authority within the
- 18 limitation of available funds in the Missouri disaster fund
- 19 to meet any such emergency or disaster.
- 20 2. There is hereby established a fund to be known as
- 21 the "Missouri Disaster Fund", to which the general assembly
- 22 may appropriate funds and from which funds may be
- 23 appropriated annually to the state emergency management
- 24 agency. The funds appropriated shall be expended during a
- 25 state emergency at the direction of the governor and upon
- 26 the issuance of an emergency declaration which shall set
- 27 forth the emergency and shall state that it requires the
- 28 expenditure of public funds to furnish immediate aid and
- 29 relief. The director of the state emergency management
- 30 agency shall administer the fund.
- 3. Expenditures may be made upon direction of the
- 32 governor for emergency management, as defined in section
- 44.010, or to implement the state disaster plans.
- 34 Expenditures may also be made to meet the matching
- 35 requirements of state and federal agencies for any
- 36 applicable assistance programs.
- 37 4. Assistance may be provided from the Missouri
- 38 disaster fund to political subdivisions of this state
- 39 [which] and rural electric cooperatives that have suffered
- 40 from a disaster to such an extent as to impose a severe
- 41 financial burden exceeding the ordinary reserve capacity of
- 42 the subdivision or rural electric cooperative affected.
- 43 Applications for aid under this section shall be made to the
- 44 state emergency management agency on such forms as may be
- 45 prescribed and furnished by the agency, which forms shall
- 46 require the furnishing of sufficient information to

- 47 determine eligibility for aid and the extent of the
- 48 financial burden incurred. The agency may call upon other
- 49 agencies of the state in evaluating such applications. The
- 50 director of the state emergency management agency shall
- 51 review each application for aid under the provisions of this
- 52 section and recommend its approval or disapproval, in whole
- or in part, to the governor. If approved, the governor
- 54 shall determine and certify to the director of the state
- 55 emergency management agency the amount of aid to be
- 56 furnished. The director of the state emergency management
- 57 agency shall thereupon issue [his] the director's voucher to
- 58 the commissioner of administration, who shall issue [his]
- 59 the commissioner's warrants therefor to the applicant.
- 5. When a disaster or emergency has been proclaimed by
- 61 the governor or there is a national emergency, the director
- of the state emergency management agency, upon order of the
- 63 governor, shall have authority to expend funds for the
- 64 following:
- 65 (1) The purposes of sections 44.010 to 44.130 and the
- 66 responsibilities of the governor and the state emergency
- 67 management agency as outlined in sections 44.010 to 44.130;
- 68 (2) Employing, for the duration of the response and
- 69 recovery to emergency, additional personnel and contracting
- 70 or otherwise procuring necessary appliances, supplies,
- 71 equipment, and transport;
- 72 (3) Performing services for and furnishing materials
- 73 and supplies to state government agencies, counties, [and]
- 74 municipalities, and rural electric cooperatives with respect
- 75 to performance of any duties enjoined by law upon such
- 76 agencies, counties, [and] municipalities, and rural electric
- 77 cooperatives which they are unable to perform because of
- 78 extreme natural or man-made phenomena, and receiving

- reimbursement in whole or in part from such agencies,
 counties, [and] municipalities, and rural electric
 cooperatives able to pay therefor under such terms and
 conditions as may be agreed upon by the director of the
- 83 state emergency management agency and any such agency,
- 84 county, [or] municipality, or rural electric cooperative;
- 85 (4) Performing services for and furnishing materials 86 to any individual in connection with alleviating hardship 87 and distress growing out of extreme natural or man-made 88 phenomena, and receiving reimbursement in whole or in part 89 from such individual under such terms as may be agreed upon 90 by the director of the state emergency management agency and 91 such individual;
- 92 (5) Providing services to counties and municipalities 93 with respect to quelling riots and civil disturbances;
 - (6) Repairing and restoring public infrastructure;
- 95 (7) Furnishing transportation for supplies to 96 alleviate suffering and distress;
- 97 (8) Furnishing medical services and supplies to 98 prevent the spread of disease and epidemics;
 - (9) Quelling riots and civil disturbances;
- 100 (10) Training individuals or governmental agencies for 101 the purpose of perfecting the performance of emergency 102 assistance duties as defined in the state disaster plans;
- 103 (11) Procurement, storage, and transport of special
 104 emergency supplies or equipment determined by the director
 105 to be necessary to provide rapid response by state
 106 government to assist counties and municipalities in
 107 impending or actual emergencies;
- 108 (12) Clearing or removing from publicly or privately
 109 owned land or water, debris and wreckage which may threaten
 110 public health or safety;

- 111 (13) Reimbursement to any urban search and rescue task
- 112 force for any reasonable and necessary expenditures incurred
- in the course of responding to any declared emergency under
- 114 this section; and
- 115 (14) Such other measures as are customarily necessary
- 116 to furnish adequate relief in cases of catastrophe or
- 117 disaster.
- 118 6. The governor may receive such voluntary
- 119 contributions as may be made from any source to aid in
- 120 carrying out the purposes of this section and shall credit
- 121 the same to the Missouri disaster fund.
- 7. All obligations and expenses incurred by the
- 123 governor in the exercise of the powers and duties vested by
- 124 the provisions of this section shall be paid by the state
- 125 treasurer out of available funds in the Missouri disaster
- 126 fund, and the commissioner of administration shall draw
- 127 warrants upon the state treasurer for the payment of such
- 128 sum, or so much thereof as may be required, upon receipt of
- 129 proper vouchers provided by the director of the state
- 130 emergency management agency.
- 131 8. The provisions of this section shall be liberally
- 132 construed in order to accomplish the purposes of sections
- 44.010 to 44.130 and to permit the governor to cope
- 134 adequately with any emergency which may arise, and the
- 135 powers vested in the governor by this section shall be
- 136 construed as being in addition to all other powers presently
- 137 vested in the governor and not in derogation of any existing
- 138 powers.
- 9. Such funds as may be made available by the
- 140 government of the United States for the purpose of
- 141 alleviating distress from disasters may be accepted by the
- 142 state treasurer and shall be credited to the Missouri

144.030.

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143 disaster fund, unless otherwise specifically provided in the 144 act of Congress making such funds available.

10. The foregoing provisions of this section

notwithstanding, any expenditure or proposed series of

expenditures which total in excess of one thousand dollars

per project shall be approved by the governor prior to the

expenditure.

There is hereby specifically exempted

2 from the provisions of sections 144.010 to 144.525 and from 3 the computation of the tax levied, assessed or payable pursuant to sections 144.010 to 144.525 such retail sales as 4 may be made in commerce between this state and any other 5 state of the United States, or between this state and any 6 7 foreign country, and any retail sale which the state of 8 Missouri is prohibited from taxing pursuant to the 9 Constitution or laws of the United States of America, and 10 such retail sales of tangible personal property which the general assembly of the state of Missouri is prohibited from 11 12 taxing or further taxing by the constitution of this state.

2. There are also specifically exempted from the provisions of the local sales tax law as defined in section 32.085, section 238.235, and sections 144.010 to 144.525 and 144.600 to 144.761 and from the computation of the tax levied, assessed or payable pursuant to the local sales tax law as defined in section 32.085, section 238.235, and sections 144.010 to 144.525 and 144.600 to 144.745:

(1) Motor fuel or special fuel subject to an excise tax of this state, unless all or part of such excise tax is refunded pursuant to section 142.824; or upon the sale at retail of fuel to be consumed in manufacturing or creating gas, power, steam, electrical current or in furnishing water to be sold ultimately at retail; or feed for livestock or

- 26 poultry; or grain to be converted into foodstuffs which are to be sold ultimately in processed form at retail; or seed, 27 28 limestone or fertilizer which is to be used for seeding, liming or fertilizing crops which when harvested will be 29 30 sold at retail or will be fed to livestock or poultry to be sold ultimately in processed form at retail; economic 31 poisons registered pursuant to the provisions of the 32 33 Missouri pesticide registration law, sections 281.220 to 281.310, which are to be used in connection with the growth 34 35 or production of crops, fruit trees or orchards applied before, during, or after planting, the crop of which when 36 harvested will be sold at retail or will be converted into 37 38 foodstuffs which are to be sold ultimately in processed form at retail; 39 (2) Materials, manufactured goods, machinery and parts 40 41 which when used in manufacturing, processing, compounding, 42 mining, producing or fabricating become a component part or ingredient of the new personal property resulting from such 43 44 manufacturing, processing, compounding, mining, producing or fabricating and which new personal property is intended to 45 be sold ultimately for final use or consumption; and 46 materials, including without limitation, gases and 47 manufactured goods, including without limitation slagging 48 49 materials and firebrick, which are ultimately consumed in the manufacturing process by blending, reacting or 50 interacting with or by becoming, in whole or in part, 51 component parts or ingredients of steel products intended to 52 be sold ultimately for final use or consumption; 53 54
- (3) Materials, replacement parts and equipment
 purchased for use directly upon, and for the repair and
 maintenance or manufacture of, motor vehicles, watercraft,

57 railroad rolling stock or aircraft engaged as common carriers of persons or property; 58 Replacement machinery, equipment, and parts and 59 the materials and supplies solely required for the 60 installation or construction of such replacement machinery, 61 equipment, and parts, used directly in manufacturing, 62 mining, fabricating or producing a product which is intended 63 64 to be sold ultimately for final use or consumption; and machinery and equipment, and the materials and supplies 65 66 required solely for the operation, installation or construction of such machinery and equipment, purchased and 67 used to establish new, or to replace or expand existing, 68 69 material recovery processing plants in this state. For the purposes of this subdivision, a "material recovery 70 71 processing plant" means a facility that has as its primary 72 purpose the recovery of materials into a usable product or a 73 different form which is used in producing a new product and shall include a facility or equipment which are used 74 exclusively for the collection of recovered materials for 75 delivery to a material recovery processing plant but shall 76 77 not include motor vehicles used on highways. For purposes of this section, the terms motor vehicle and highway shall 78 79 have the same meaning pursuant to section 301.010. For the 80 purposes of this subdivision, subdivision (5) of this subsection, and section 144.054, as well as the definition 81 in subdivision (9) of subsection 1 of section 144.010, the 82 term "product" includes telecommunications services and the 83 term "manufacturing" shall include the production, or 84 production and transmission, of telecommunications 85 services. The preceding sentence does not make a 86 substantive change in the law and is intended to clarify 87

that the term "manufacturing" has included and continues to

- 89 include the production and transmission of
- 90 "telecommunications services", as enacted in this
- 91 subdivision and subdivision (5) of this subsection, as well
- 92 as the definition in subdivision (9) of subsection 1 of
- 93 section 144.010. The preceding two sentences reaffirm
- 94 legislative intent consistent with the interpretation of
- 95 this subdivision and subdivision (5) of this subsection in
- 96 Southwestern Bell Tel. Co. v. Director of Revenue, 78 S.W.3d
- 97 763 (Mo. banc 2002) and Southwestern Bell Tel. Co. v.
- 98 Director of Revenue, 182 S.W.3d 226 (Mo. banc 2005), and
- 99 accordingly abrogates the Missouri supreme court's
- interpretation of those exemptions in IBM Corporation v.
- 101 Director of Revenue, 491 S.W.3d 535 (Mo. banc 2016) to the
- 102 extent inconsistent with this section and Southwestern Bell
- 103 Tel. Co. v. Director of Revenue, 78 S.W.3d 763 (Mo. banc
- 104 2002) and Southwestern Bell Tel. Co. v. Director of Revenue,
- 105 182 S.W.3d 226 (Mo. banc 2005). The construction and
- 106 application of this subdivision as expressed by the Missouri
- 107 supreme court in DST Systems, Inc. v. Director of Revenue,
- 108 43 S.W.3d 799 (Mo. banc 2001); Southwestern Bell Tel. Co. v.
- 109 Director of Revenue, 78 S.W.3d 763 (Mo. banc 2002); and
- 110 Southwestern Bell Tel. Co. v. Director of Revenue, 182
- 111 S.W.3d 226 (Mo. banc 2005), is hereby affirmed. Material
- 112 recovery is not the reuse of materials within a
- 113 manufacturing process or the use of a product previously
- 114 recovered. The material recovery processing plant shall
- 115 qualify under the provisions of this section regardless of
- 116 ownership of the material being recovered;
- 117 (5) Machinery and equipment, and parts and the
- 118 materials and supplies solely required for the installation
- 119 or construction of such machinery and equipment, purchased
- and used to establish new or to expand existing

- 121 manufacturing, mining or fabricating plants in the state if
- such machinery and equipment is used directly in
- 123 manufacturing, mining or fabricating a product which is
- 124 intended to be sold ultimately for final use or
- 125 consumption. The construction and application of this
- 126 subdivision as expressed by the Missouri supreme court in
- 127 DST Systems, Inc. v. Director of Revenue, 43 S.W.3d 799 (Mo.
- 128 banc 2001); Southwestern Bell Tel. Co. v. Director of
- Revenue, 78 S.W.3d 763 (Mo. banc 2002); and Southwestern
- 130 Bell Tel. Co. v. Director of Revenue, 182 S.W.3d 226 (Mo.
- 131 banc 2005), is hereby affirmed;
- 132 (6) Tangible personal property which is used
- exclusively in the manufacturing, processing, modification
- or assembling of products sold to the United States
- 135 government or to any agency of the United States government;
- 136 (7) Animals or poultry used for breeding or feeding
- 137 purposes, or captive wildlife;
- 138 (8) Newsprint, ink, computers, photosensitive paper
- 139 and film, toner, printing plates and other machinery,
- 140 equipment, replacement parts and supplies used in producing
- 141 newspapers published for dissemination of news to the
- 142 general public;
- 143 (9) The rentals of films, records or any type of sound
- 144 or picture transcriptions for public commercial display;
- 145 (10) Pumping machinery and equipment used to propel
- 146 products delivered by pipelines engaged as common carriers;
- 147 (11) Railroad rolling stock for use in transporting
- 148 persons or property in interstate commerce and motor
- 149 vehicles licensed for a gross weight of twenty-four thousand
- 150 pounds or more or trailers used by common carriers, as
- defined in section 390.020, in the transportation of persons
- 152 or property;

- 153 Electrical energy used in the actual primary 154 manufacture, processing, compounding, mining or producing of 155 a product, or electrical energy used in the actual secondary processing or fabricating of the product, or a material 156 157 recovery processing plant as defined in subdivision (4) of 158 this subsection, in facilities owned or leased by the taxpayer, if the total cost of electrical energy so used 159 160 exceeds ten percent of the total cost of production, either 161 primary or secondary, exclusive of the cost of electrical 162 energy so used or if the raw materials used in such processing contain at least twenty-five percent recovered 163 materials as defined in section 260.200. There shall be a 164 165 rebuttable presumption that the raw materials used in the 166 primary manufacture of automobiles contain at least twentyfive percent recovered materials. For purposes of this 167 168 subdivision, "processing" means any mode of treatment, act 169 or series of acts performed upon materials to transform and reduce them to a different state or thing, including 170 171 treatment necessary to maintain or preserve such processing by the producer at the production facility; 172 173 Anodes which are used or consumed in (13)manufacturing, processing, compounding, mining, producing or 174 fabricating and which have a useful life of less than one 175 176 year; 177 Machinery, equipment, appliances and devices 178 purchased or leased and used solely for the purpose of preventing, abating or monitoring air pollution, and 179 materials and supplies solely required for the installation, 180 construction or reconstruction of such machinery, equipment, 181
- 183 (15) Machinery, equipment, appliances and devices 184 purchased or leased and used solely for the purpose of

appliances and devices;

preventing, abating or monitoring water pollution, and materials and supplies solely required for the installation, construction or reconstruction of such machinery, equipment, appliances and devices;

- 189 (16) Tangible personal property purchased by a rural 190 water district;
- (17) All amounts paid or charged for admission or 191 192 participation or other fees paid by or other charges to 193 individuals in or for any place of amusement, entertainment 194 or recreation, games or athletic events, including museums, 195 fairs, zoos and planetariums, owned or operated by a municipality or other political subdivision where all the 196 197 proceeds derived therefrom benefit the municipality or other 198 political subdivision and do not inure to any private 199 person, firm, or corporation, provided, however, that a 200 municipality or other political subdivision may enter into 201 revenue-sharing agreements with private persons, firms, or corporations providing goods or services, including 202 management services, in or for the place of amusement, 203 entertainment or recreation, games or athletic events, and 204 205 provided further that nothing in this subdivision shall exempt from tax any amounts retained by any private person, 206 207 firm, or corporation under such revenue-sharing agreement;
- 208 (18) All sales of insulin, and all sales, rentals, 209 repairs, and parts of durable medical equipment, prosthetic devices, and orthopedic devices as defined on January 1, 210 1980, by the federal Medicare program pursuant to Title 211 XVIII of the Social Security Act of 1965, including the 212 items specified in Section 1862(a)(12) of that act, and also 213 214 specifically including hearing aids and hearing aid supplies 215 and all sales of drugs which may be legally dispensed by a licensed pharmacist only upon a lawful prescription of a 216

217 practitioner licensed to administer those items, including samples and materials used to manufacture samples which may 218 219 be dispensed by a practitioner authorized to dispense such 220 samples and all sales or rental of medical oxygen, home 221 respiratory equipment and accessories including parts, and 222 hospital beds and accessories and ambulatory aids including parts, and all sales or rental of manual and powered 223 wheelchairs including parts, and stairway lifts, Braille 224 225 writers, electronic Braille equipment and, if purchased or 226 rented by or on behalf of a person with one or more physical 227 or mental disabilities to enable them to function more 228 independently, all sales or rental of scooters including parts, and reading machines, electronic print enlargers and 229 230 magnifiers, electronic alternative and augmentative 231 communication devices, and items used solely to modify motor 232 vehicles to permit the use of such motor vehicles by 233 individuals with disabilities or sales of over-the-counter or nonprescription drugs to individuals with disabilities, 234 235 and drugs required by the Food and Drug Administration to meet the over-the-counter drug product labeling requirements 236 237 in 21 CFR 201.66, or its successor, as prescribed by a health care practitioner licensed to prescribe; 238 239 All sales made by or to religious and charitable 240 organizations and institutions in their religious, 241 charitable or educational functions and activities and all sales made by or to all elementary and secondary schools 242 243 operated at public expense in their educational functions 244 and activities; (20) All sales of aircraft to common carriers for 245 storage or for use in interstate commerce and all sales made 246 247 by or to not-for-profit civic, social, service or fraternal

organizations, including fraternal organizations which have

- 249 been declared tax-exempt organizations pursuant to Section
- 250 501(c)(8) or (10) of the 1986 Internal Revenue Code, as
- 251 amended, in their civic or charitable functions and
- 252 activities and all sales made to eleemosynary and penal
- 253 institutions and industries of the state, and all sales made
- 254 to any private not-for-profit institution of higher
- 255 education not otherwise excluded pursuant to subdivision
- 256 (19) of this subsection or any institution of higher
- 257 education supported by public funds, and all sales made to a
- 258 state relief agency in the exercise of relief functions and
- 259 activities;
- 260 (21) All ticket sales made by benevolent, scientific
- 261 and educational associations which are formed to foster,
- 262 encourage, and promote progress and improvement in the
- 263 science of agriculture and in the raising and breeding of
- 264 animals, and by nonprofit summer theater organizations if
- 265 such organizations are exempt from federal tax pursuant to
- 266 the provisions of the Internal Revenue Code and all
- 267 admission charges and entry fees to the Missouri state fair
- 268 or any fair conducted by a county agricultural and
- 269 mechanical society organized and operated pursuant to
- 270 sections 262.290 to 262.530;
- 271 (22) All sales made to any private not-for-profit
- 272 elementary or secondary school, all sales of feed additives,
- 273 medications or vaccines administered to livestock or poultry
- in the production of food or fiber, all sales of pesticides
- 275 used in the production of crops, livestock or poultry for
- 276 food or fiber, all sales of bedding used in the production
- 277 of livestock or poultry for food or fiber, all sales of
- 278 propane or natural gas, electricity or diesel fuel used
- 279 exclusively for drying agricultural crops, natural gas used
- 280 in the primary manufacture or processing of fuel ethanol as

- defined in section 142.028, natural gas, propane, and 281 282 electricity used by an eligible new generation cooperative 283 or an eligible new generation processing entity as defined in section 348.432, and all sales of farm machinery and 284 285 equipment, other than airplanes, motor vehicles and 286 trailers, and any freight charges on any exempt item. As used in this subdivision, the term "feed additives" means 287 288 tangible personal property which, when mixed with feed for 289 livestock or poultry, is to be used in the feeding of 290 livestock or poultry. As used in this subdivision, the term 291 "pesticides" includes adjuvants such as crop oils, surfactants, wetting agents and other assorted pesticide 292 carriers used to improve or enhance the effect of a 293 294 pesticide and the foam used to mark the application of 295 pesticides and herbicides for the production of crops, 296 livestock or poultry. As used in this subdivision, the term 297 "farm machinery and equipment" means new or used farm tractors and such other new or used farm machinery and 298 299 equipment and repair or replacement parts thereon and any accessories for and upgrades to such farm machinery and 300 301 equipment, rotary mowers used exclusively for agricultural purposes, and supplies and lubricants used exclusively, 302 303 solely, and directly for producing crops, raising and 304 feeding livestock, fish, poultry, pheasants, chukar, quail, 305 or for producing milk for ultimate sale at retail, including 306 field drain tile, and one-half of each purchaser's purchase of diesel fuel therefor which is: 307 Used exclusively for agricultural purposes; 308 (a)
- 309 (b) Used on land owned or leased for the purpose of 310 producing farm products; and
- 311 (c) Used directly in producing farm products to be 312 sold ultimately in processed form or otherwise at retail or

313 in producing farm products to be fed to livestock or poultry 314 to be sold ultimately in processed form at retail;

315 (23) Except as otherwise provided in section 144.032, all sales of metered water service, electricity, electrical 316 current, natural, artificial or propane gas, wood, coal or 317 home heating oil for domestic use and in any city not within 318 a county, all sales of metered or unmetered water service 319 for domestic use:

- "Domestic use" means that portion of metered water 321 322 service, electricity, electrical current, natural, artificial or propane gas, wood, coal or home heating oil, 323 and in any city not within a county, metered or unmetered 324 325 water service, which an individual occupant of a residential 326 premises uses for nonbusiness, noncommercial or 327 nonindustrial purposes. Utility service through a single or 328 master meter for residential apartments or condominiums, 329 including service for common areas and facilities and vacant units, shall be deemed to be for domestic use. Each seller 330 331 shall establish and maintain a system whereby individual purchases are determined as exempt or nonexempt; 332
- 333 (b) Regulated utility sellers shall determine whether individual purchases are exempt or nonexempt based upon the 334 seller's utility service rate classifications as contained 335 336 in tariffs on file with and approved by the Missouri public 337 service commission. Sales and purchases made pursuant to the rate classification "residential" and sales to and 338 purchases made by or on behalf of the occupants of 339 residential apartments or condominiums through a single or 340 master meter, including service for common areas and 341 342 facilities and vacant units, shall be considered as sales made for domestic use and such sales shall be exempt from 343 sales tax. Sellers shall charge sales tax upon the entire 344

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amount of purchases classified as nondomestic use. The seller's utility service rate classification and the provision of service thereunder shall be conclusive as to whether or not the utility must charge sales tax;

- (c) Each person making domestic use purchases of services or property and who uses any portion of the services or property so purchased for a nondomestic use shall, by the fifteenth day of the fourth month following the year of purchase, and without assessment, notice or demand, file a return and pay sales tax on that portion of nondomestic purchases. Each person making nondomestic purchases of services or property and who uses any portion of the services or property so purchased for domestic use, and each person making domestic purchases on behalf of occupants of residential apartments or condominiums through a single or master meter, including service for common areas and facilities and vacant units, under a nonresidential utility service rate classification may, between the first day of the first month and the fifteenth day of the fourth month following the year of purchase, apply for credit or refund to the director of revenue and the director shall give credit or make refund for taxes paid on the domestic use portion of the purchase. The person making such purchases on behalf of occupants of residential apartments or condominiums shall have standing to apply to the director of revenue for such credit or refund;
- or the seller's spouse if the seller or the seller's spouse is at least sixty-five years of age, and if the total gross proceeds from such sales do not constitute a majority of the annual gross income of the seller;

such excise taxes;

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- imposed by Sections 4041, 4071, 4081, 4091, 4161, 4181, 4251, 4261 and 4271 of Title 26, United States Code. The director of revenue shall promulgate rules pursuant to chapter 536 to eliminate all state and local sales taxes on
- 382 (26) Sales of fuel consumed or used in the operation 383 of ships, barges, or waterborne vessels which are used 384 primarily in or for the transportation of property or cargo, 385 or the conveyance of persons for hire, on navigable rivers 386 bordering on or located in part in this state, if such fuel 387 is delivered by the seller to the purchaser's barge, ship,
- 389 (27) All sales made to an interstate compact agency 390 created pursuant to sections 70.370 to 70.441 or sections 391 238.010 to 238.100 in the exercise of the functions and 392 activities of such agency as provided pursuant to the 393 compact;

or waterborne vessel while it is afloat upon such river;

- 394 (28) Computers, computer software and computer
 395 security systems purchased for use by architectural or
 396 engineering firms headquartered in this state. For the
 397 purposes of this subdivision, "headquartered in this state"
 398 means the office for the administrative management of at
 399 least four integrated facilities operated by the taxpayer is
 400 located in the state of Missouri;
 - (29) All livestock sales when either the seller is engaged in the growing, producing or feeding of such livestock, or the seller is engaged in the business of buying and selling, bartering or leasing of such livestock;
- 405 (30) All sales of barges which are to be used 406 primarily in the transportation of property or cargo on 407 interstate waterways;

subsection;

- 408 (31) Electrical energy or gas, whether natural,
 409 artificial or propane, water, or other utilities which are
 410 ultimately consumed in connection with the manufacturing of
 411 cellular glass products or in any material recovery
 412 processing plant as defined in subdivision (4) of this
- 414 (32) Notwithstanding other provisions of law to the 415 contrary, all sales of pesticides or herbicides used in the 416 production of crops, aquaculture, livestock or poultry;
- 417 (33) Tangible personal property and utilities
 418 purchased for use or consumption directly or exclusively in
 419 the research and development of agricultural/biotechnology
 420 and plant genomics products and prescription pharmaceuticals
 421 consumed by humans or animals;
- 422 (34) All sales of grain bins for storage of grain for 423 resale;
- 424 (35) All sales of feed which are developed for and
 425 used in the feeding of pets owned by a commercial breeder
 426 when such sales are made to a commercial breeder, as defined
 427 in section 273.325, and licensed pursuant to sections
 428 273.325 to 273.357;
- 429 (36) All purchases by a contractor on behalf of an entity located in another state, provided that the entity is 430 431 authorized to issue a certificate of exemption for purchases 432 to a contractor under the provisions of that state's laws. For purposes of this subdivision, the term "certificate of 433 exemption" shall mean any document evidencing that the 434 entity is exempt from sales and use taxes on purchases 435 pursuant to the laws of the state in which the entity is 436 437 located. Any contractor making purchases on behalf of such entity shall maintain a copy of the entity's exemption 438 certificate as evidence of the exemption. If the exemption 439

- 440 certificate issued by the exempt entity to the contractor is
- later determined by the director of revenue to be invalid
- for any reason and the contractor has accepted the
- 443 certificate in good faith, neither the contractor or the
- 444 exempt entity shall be liable for the payment of any taxes,
- interest and penalty due as the result of use of the invalid
- 446 exemption certificate. Materials shall be exempt from all
- 447 state and local sales and use taxes when purchased by a
- 448 contractor for the purpose of fabricating tangible personal
- 449 property which is used in fulfilling a contract for the
- 450 purpose of constructing, repairing or remodeling facilities
- 451 for the following:
- 452 (a) An exempt entity located in this state, if the
- 453 entity is one of those entities able to issue project
- 454 exemption certificates in accordance with the provisions of
- 455 section 144.062; or
- 456 (b) An exempt entity located outside the state if the
- 457 exempt entity is authorized to issue an exemption
- 458 certificate to contractors in accordance with the provisions
- 459 of that state's law and the applicable provisions of this
- 460 section;
- 461 (37) All sales or other transfers of tangible personal
- 462 property to a lessor who leases the property under a lease
- 463 of one year or longer executed or in effect at the time of
- 464 the sale or other transfer to an interstate compact agency
- 465 created pursuant to sections 70.370 to 70.441 or sections
- 466 238.010 to 238.100;
- 467 (38) Sales of tickets to any collegiate athletic
- 468 championship event that is held in a facility owned or
- 469 operated by a governmental authority or commission, a quasi-
- 470 governmental agency, a state university or college or by the
- 471 state or any political subdivision thereof, including a

- 472 municipality, and that is played on a neutral site and may
- 473 reasonably be played at a site located outside the state of
- 474 Missouri. For purposes of this subdivision, "neutral site"
- 475 means any site that is not located on the campus of a
- 476 conference member institution participating in the event;
- 477 (39) All purchases by a sports complex authority
- 478 created under section 64.920, and all sales of utilities by
- 479 such authority at the authority's cost that are consumed in
- 480 connection with the operation of a sports complex leased to
- 481 a professional sports team;
- 482 (40) All materials, replacement parts, and equipment
- 483 purchased for use directly upon, and for the modification,
- 484 replacement, repair, and maintenance of aircraft, aircraft
- 485 power plants, and aircraft accessories;
- 486 (41) Sales of sporting clays, wobble, skeet, and trap
- 487 targets to any shooting range or similar places of business
- 488 for use in the normal course of business and money received
- 489 by a shooting range or similar places of business from
- 490 patrons and held by a shooting range or similar place of
- 491 business for redistribution to patrons at the conclusion of
- 492 a shooting event;
- 493 (42) All sales of motor fuel, as defined in section
- 494 142.800, used in any watercraft, as defined in section
- 495 306.010;
- 496 (43) Any new or used aircraft sold or delivered in
- 497 this state to a person who is not a resident of this state
- 498 or a corporation that is not incorporated in this state, and
- 499 such aircraft is not to be based in this state and shall not
- 500 remain in this state more than ten business days subsequent
- 501 to the last to occur of:

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- 502 (a) The transfer of title to the aircraft to a person 503 who is not a resident of this state or a corporation that is 504 not incorporated in this state; or
- 505 (b) The date of the return to service of the aircraft
 506 in accordance with 14 CFR 91.407 for any maintenance,
 507 preventive maintenance, rebuilding, alterations, repairs, or
 508 installations that are completed contemporaneously with the
 509 transfer of title to the aircraft to a person who is not a
 510 resident of this state or a corporation that is not
 511 incorporated in this state;
- 512 Motor vehicles registered in excess of fifty-four thousand pounds, and the trailers pulled by such motor 513 vehicles, that are actually used in the normal course of 514 515 business to haul property on the public highways of the 516 state, and that are capable of hauling loads commensurate 517 with the motor vehicle's registered weight; and the 518 materials, replacement parts, and equipment purchased for use directly upon, and for the repair and maintenance or 519 manufacture of such vehicles. For purposes of this 520 subdivision, "motor vehicle" and "public highway" shall have 521 the meaning as ascribed in section 390.020; 522
 - (45) All internet access or the use of internet access regardless of whether the tax is imposed on a provider of internet access or a buyer of internet access. For purposes of this subdivision, the following terms shall mean:
- outhority solely because of an internet service provider's use of the public right-of-way. The term shall not include costs that the governmental authority would have incurred if the internet service provider did not make such use of the public right-of-way. Direct costs shall be determined in a

533 manner consistent with generally accepted accounting
534 principles;

- 535 (b) "Internet", computer and telecommunications
 536 facilities, including equipment and operating software, that
 537 comprises the interconnected worldwide network that employ
 538 the transmission control protocol or internet protocol, or
 539 any predecessor or successor protocols to that protocol, to
 540 communicate information of all kinds by wire or radio;
- 541 (c) "Internet access", a service that enables users to 542 connect to the internet to access content, information, or other services without regard to whether the service is 543 referred to as telecommunications, communications, 544 transmission, or similar services, and without regard to 545 546 whether a provider of the service is subject to regulation 547 by the Federal Communications Commission as a common carrier 548 under 47 U.S.C. Section 201, et seq. For purposes of this 549 subdivision, internet access also includes: the purchase, use, or sale of communications services, including 550 telecommunications services as defined in section 144.010, 551 to the extent the communications services are purchased, 552 used, or sold to provide the service described in this 553 554 subdivision or to otherwise enable users to access content, information, or other services offered over the internet; 555 556 services that are incidental to the provision of a service 557 described in this subdivision, when furnished to users as part of such service, including a home page, electronic 558 mail, and instant messaging, including voice-capable and 559 video-capable electronic mail and instant messaging, video 560 clips, and personal electronic storage capacity; a home page 561 562 electronic mail and instant messaging, including voicecapable and video-capable electronic mail and instant 563 messaging, video clips, and personal electronic storage 564

565 capacity that are provided independently or that are not 566 packed with internet access. As used in this subdivision, internet access does not include voice, audio, and video 567 programming or other products and services, except services 568 569 described in this paragraph or this subdivision, that use 570 internet protocol or any successor protocol and for which there is a charge, regardless of whether the charge is 571 572 separately stated or aggregated with the charge for services 573 described in this paragraph or this subdivision;

- 574 "Tax", any charge imposed by the state or a political subdivision of the state for the purpose of 575 generating revenues for governmental purposes and that is 576 577 not a fee imposed for a specific privilege, service, or 578 benefit conferred, except as described as otherwise under 579 this subdivision, or any obligation imposed on a seller to 580 collect and to remit to the state or a political subdivision 581 of the state any gross retail tax, sales tax, or use tax imposed on a buyer by such a governmental entity. The term 582 tax shall not include any franchise fee or similar fee 583 imposed or authorized under section 67.1830 or 67.2689; 584 585 Section 622 or 653 of the Communications Act of 1934, 47 586 U.S.C. Section 542 and 47 U.S.C. Section 573; or any other 587 fee related to obligations of telecommunications carriers 588 under the Communications Act of 1934, 47 U.S.C. Section 151, 589 et seq., except to the extent that:
- a. The fee is not imposed for the purpose of recovering direct costs incurred by the franchising or other governmental authority from providing the specific privilege, service, or benefit conferred to the payer of the fee; or
- 595 b. The fee is imposed for the use of a public right-of-596 way based on a percentage of the service revenue, and the

- 597 fee exceeds the incremental direct costs incurred by the
- 598 governmental authority associated with the provision of that
- 599 right-of-way to the provider of internet access service.
- 600 Nothing in this subdivision shall be interpreted as an
- 601 exemption from taxes due on goods or services that were
- 602 subject to tax on January 1, 2016;
- 603 (46) All purchases by a company of solar photovoltaic
- 604 energy systems, components used to construct a solar
- 605 photovoltaic energy system, and all purchases of materials
- and supplies used directly to construct or make improvements
- 607 to such systems, provided that such systems:
- (a) Are sold or leased to an end user; or
- (b) Are used to produce, collect and transmit
- 610 electricity for resale or retail.
- 611 3. Any ruling, agreement, or contract, whether written
- 612 or oral, express or implied, between a person and this
- 613 state's executive branch, or any other state agency or
- 614 department, stating, agreeing, or ruling that such person is
- 615 not required to collect sales and use tax in this state
- 616 despite the presence of a warehouse, distribution center, or
- 617 fulfillment center in this state that is owned or operated
- 618 by the person or an affiliated person shall be null and void
- 619 unless it is specifically approved by a majority vote of
- 620 each of the houses of the general assembly. For purposes of
- 621 this subsection, an "affiliated person" means any person
- that is a member of the same controlled group of
- 623 corporations as defined in Section 1563(a) of the Internal
- 624 Revenue Code of 1986, as amended, as the vendor or any other
- 625 entity that, notwithstanding its form of organization, bears
- 626 the same ownership relationship to the vendor as a
- 627 corporation that is a member of the same controlled group of

- corporations as defined in Section 1563(a) of the Internal Revenue Code, as amended.
- 386.885. 1. There is hereby established the "Task
 - 2 Force on Distributed Energy Resources and Net Metering",
- 3 which shall be composed of the following members:
- 4 (1) Two members of the senate, with one appointed by
- 5 the president pro tempore of the senate and one appointed by
- 6 the minority floor leader of the senate;
- 7 (2) Two members of the house of representatives, with
- 8 one appointed by the speaker of the house of representatives
- 9 and one appointed by the minority floor leader of the house
- 10 of representatives;
- 11 (3) The director of the division of energy, or his or
- 12 her designee, to serve as a member and to provide technical
- 13 assistance to the task force;
- 14 (4) The chair of the public service commission, or his
- or her designee, to serve as a member and to provide
- 16 technical assistance;
- 17 (5) The director of the office of public counsel, or
- 18 his or her designee, to serve as a member and to provide
- 19 technical assistance;
- 20 (6) A representative from each of the three segments
- 21 of the retail electric energy industry appointed by the
- 22 president pro tempore of the senate from the respective
- 23 nominees submitted by the statewide associations of the
- 24 investor-owned electric utilities, rural electric
- 25 cooperatives, and municipally-owned electric utilities;
- 26 (7) One representative of the retail distributed
- 27 energy resources industry appointed by the chair of the
- 28 public service commission;

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- 29 One representative from an organization that 30 advocates for policy supporting renewable energy development appointed by the chair of the public service commission; and 31
- One representative from an organization that 32 advocates for the interests of low-income utility customers 33 34 appointed by the chair of the public service commission.
 - The task force shall conduct public hearings and research, and shall compile a report for delivery to the general assembly by no later than December 31, 2023. report shall include information on the following:
- 39 A distributed energy resources study, which shall 40 include a value of solar study along with the practical and economic benefits, challenges, and drawbacks of increased 41 42 distributed energy generation in the state;
- 43 Potential legislation regarding community solar as 44 operated by non-utility entities and the fair and equitable 45 setting of rates between distributed generation and nondistributed generation consumers; and 46
 - Potential legislation, including but not limited to changes to the net metering and easy connection act, if any, that would promote the overall public interest.
- 50 The task force shall meet within thirty days after its creation and shall organize by selecting a chairperson 51 52 and vice chairperson, one of whom shall be a member of the senate and the other a member of the house of 53 Thereafter, the task force may meet as 54 representatives. often as necessary in order to accomplish the tasks assigned 55 to it. A majority of the task force shall constitute a 56 quorum, and a majority vote of such quorum shall be required 57 58 for any action.
- The staff of house research and senate research 60 shall provide necessary clerical, research, fiscal, and

proprietary information.

- legal services to the task force, as the task force may request.
- The division of energy shall oversee the 63 5. distributed energy resources study to be selected and 64 conducted by an independent and objective expert with input 65 66 from the members of the task force. The cost of such study shall be paid for through funds available from federal and 67 68 state grants applied for by the division of energy. division of energy shall establish procedures for the 69 70 submission and non-public disclosure of confidential and
- 72 6. The members of the task force shall serve without 73 compensation but may be reimbursed for any actual and 74 necessary expenses incurred in the performance of the task 75 force's official duties.
- 76 7. This section shall expire on December 31, 2023, or at the conclusion of the task force's work, whichever is sooner.
 - 386.890. 1. This section shall be known and may be cited as the "Net Metering and Easy Connection Act".
 - 2. As used in this section, the following terms shall4 mean:
- 5 (1) "Avoided fuel cost", the current average cost of 6 fuel for the entity generating electricity, as defined by
- 7 the governing body with jurisdiction over any municipal
- 8 electric utility, rural electric cooperative as provided in
- 9 chapter 394, or electrical corporation as provided in this
- 10 chapter;

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- 11 (2) "Commission", the public service commission of the 12 state of Missouri;
- 13 (3) "Customer-generator", the owner or operator of a 14 qualified electric energy generation unit which:

- 15 (a) Is powered by a renewable energy resource;
- (b) Has an electrical generating system with a
- 17 capacity of not more than one hundred kilowatts;
- 18 (c) Is located on a premises owned, operated, leased,
- or otherwise controlled by the customer-generator;
- 20 (d) Is interconnected and operates in parallel phase
- 21 and synchronization with a retail electric supplier and has
- 22 been approved by said retail electric supplier;
- (e) Is intended primarily to offset part or all of the
- 24 customer-generator's own electrical energy requirements;
- 25 (f) Meets all applicable safety, performance,
- 26 interconnection, and reliability standards established by
- 27 the National Electrical Code, the National Electrical Safety
- 28 Code, the Institute of Electrical and Electronics Engineers,
- 29 Underwriters Laboratories, the Federal Energy Regulatory
- 30 Commission, and any local governing authorities; and
- 31 (g) Contains a mechanism that automatically disables
- 32 the unit and interrupts the flow of electricity back onto
- 33 the supplier's electricity lines in the event that service
- 34 to the customer-generator is interrupted;
- 35 (4) "Department", the department of [economic

36 development] natural resources;

- 37 (5) "Net metering", using metering equipment
- 38 sufficient to measure the difference between the electrical
- 39 energy supplied to a customer-generator by a retail electric
- 40 supplier and the electrical energy supplied by the customer-
- 41 generator to the retail electric supplier over the
- 42 applicable billing period;
- 43 (6) "Renewable energy resources", electrical energy
- 44 produced from wind, solar thermal sources, hydroelectric
- 45 sources, photovoltaic cells and panels, fuel cells using
- 46 hydrogen produced by one of the above-named electrical

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- energy sources, and other sources of energy that become available after August 28, 2007, and are certified as renewable by the department;
- "Retail electric supplier" or "supplier", any 50 [municipal] municipally owned electric utility operating 51 52 under chapter 91, electrical corporation regulated by the commission under this chapter, or rural electric cooperative 53 54 operating under chapter 394 that provides retail electric service in this state. An electrical corporation that 55 56 operates under a cooperative business plan as described in subsection 2 of section 393.110 shall be deemed to be a 57 rural electric cooperative for purposes of this section. 58
 - 3. A retail electric supplier shall:
- (1) Make net metering available to customer-generators 60 on a first-come, first-served basis until the total rated 61 62 generating capacity of net metering systems equals five 63 percent of the [utility's] retail electric supplier's singlehour peak load during the previous year, after which the 64 commission for [a public utility] an electrical corporation 65 or the **respective** governing body [for] **of** other [electric 66 67 utilities] retail electric suppliers may increase the total rated generating capacity of net metering systems to an 68 amount above five percent. However, in a given calendar 69 70 year, no retail electric supplier shall be required to 71 approve any application for interconnection if the total rated generating capacity of all applications for 72 73 interconnection already approved to date by said supplier in said calendar year equals or exceeds one percent of said 74 supplier's single-hour peak load for the previous calendar 75 76 year;
 - (2) Offer to the customer-generator a tariff or contract that is identical in electrical energy rates, rate

- 79 structure, and monthly charges to the contract or tariff
- 80 that the customer would be assigned if the customer were not
- 81 an eligible customer-generator but shall not charge the
- 82 customer-generator any additional standby, capacity,
- 83 interconnection, or other fee or charge that would not
- 84 otherwise be charged if the customer were not an eligible
- 85 customer-generator; and
- 86 (3) Disclose annually the availability of the net
- 87 metering program to each of its customers with the method
- 88 and manner of disclosure being at the discretion of the
- 89 supplier.
- 90 4. A customer-generator's facility shall be equipped
- 91 with sufficient metering equipment that can measure the net
- 92 amount of electrical energy produced or consumed by the
- 93 customer-generator. If the customer-generator's existing
- 94 meter equipment does not meet these requirements or if it is
- 95 necessary for the **retail** electric supplier to install
- 96 additional distribution equipment to accommodate the
- 97 customer-generator's facility, the customer-generator shall
- 98 reimburse the retail electric supplier for the costs to
- 99 purchase and install the necessary additional equipment. At
- 100 the request of the customer-generator, such costs may be
- 101 initially paid for by the retail electric supplier, and any
- 102 amount up to the total costs and a reasonable interest
- 103 charge may be recovered from the customer-generator over the
- 104 course of up to twelve billing cycles. Any subsequent meter
- 105 testing, maintenance or meter equipment change necessitated
- 106 by the customer-generator shall be paid for by the customer-
- 107 generator.
- 108 5. Consistent with the provisions in this section, the
- 109 net electrical energy measurement shall be calculated in the
- 110 following manner:

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- 111 For a customer-generator, a retail electric 112 supplier shall measure the net electrical energy produced or 113 consumed during the billing period in accordance with normal metering practices for customers in the same rate class, 114 either by employing a single, bidirectional meter that 115 116 measures the amount of electrical energy produced and 117 consumed, or by employing multiple meters that separately 118 measure the customer-generator's consumption and production 119 of electricity;
- (2) If the electricity supplied by the supplier
 exceeds the electricity generated by the customer-generator
 during a billing period, the customer-generator shall be
 billed for the net electricity supplied by the supplier in
 accordance with normal practices for customers in the same
 rate class;
- 126 (3) If the electricity generated by the customer-127 generator exceeds the electricity supplied by the supplier during a billing period, the customer-generator shall be 128 129 billed for the appropriate customer charges for that billing period in accordance with subsection 3 of this section and 130 shall be credited an amount at least equal to the avoided 131 fuel cost of the excess kilowatt-hours generated during the 132 billing period, with this credit applied to the following 133 134 billing period;
 - (4) Any credits granted by this subsection shall expire without any compensation at the earlier of either twelve months after their issuance or when the customergenerator disconnects service or terminates the net metering relationship with the supplier;
- 140 (5) For any rural electric cooperative under chapter 141 394, or [municipal] any municipally owned utility, upon 142 agreement of the wholesale generator supplying electric

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- energy to the retail electric supplier, at the option of the retail electric supplier, the credit to the customergenerator may be provided by the wholesale generator.
- Each qualified electric energy generation unit 146 147 used by a customer-generator shall meet all applicable 148 safety, performance, interconnection, and reliability standards established by any local code authorities, the 149 150 National Electrical Code, the National Electrical Safety 151 Code, the Institute of Electrical and Electronics Engineers, 152 and Underwriters Laboratories for distributed generation. 153 No supplier shall impose any fee, charge, or other
- requirement not specifically authorized by this section or the rules promulgated under subsection 9 of this section unless the fee, charge, or other requirement would apply to similarly situated customers who are not customer-
- generators, except that a retail electric supplier may
 require that a customer-generator's system contain a switch,
 circuit breaker, fuse, or other easily accessible device or
 feature located in immediate proximity to the customergenerator's metering equipment that would allow a utility
 worker the ability to manually and instantly disconnect the

unit from the utility's electric distribution system.

- (2) For systems of ten kilowatts or less, a customergenerator whose system meets the standards and rules under subdivision (1) of this subsection shall not be required to install additional controls, perform or pay for additional tests or distribution equipment, or purchase additional liability insurance beyond what is required under subdivision (1) of this subsection and subsection 4 of this section.
- 173 (3) For customer-generator systems of greater than ten 174 kilowatts, the commission for [public utilities] electrical

corporations and the respective governing body for other [utilities] retail electric suppliers shall, by rule or equivalent formal action by each respective governing body:

- 178 (a) Set forth safety, performance, and reliability 179 standards and requirements; and
- 180 (b) Establish the qualifications for exemption from a
 181 requirement to install additional controls, perform or pay
 182 for additional tests or distribution equipment, or purchase
 183 additional liability insurance.
- 184 7. (1) Applications by a customer-generator for 185 interconnection of a qualified electric energy generation 186 unit meeting the requirements of subdivision (3) of subsection 2 of this section to the distribution system 187 188 shall be accompanied by the plan for the customer-189 generator's electrical generating system, including but not 190 limited to a wiring diagram and specifications for the 191 generating unit, and shall be reviewed and responded to by the retail electric supplier within thirty days of receipt 192 for systems ten kilowatts or less and within ninety days of 193 194 receipt for all other systems. Prior to the interconnection 195 of the qualified generation unit to the supplier's system, 196 the customer-generator will furnish the retail electric 197 supplier a certification from a qualified professional 198 electrician or engineer that the installation meets the 199 requirements of subdivision (1) of subsection 6 of this 200 If the application for interconnection is approved by the retail electric supplier and the customer-generator 201 202 does not complete the interconnection within one year after receipt of notice of the approval, the approval shall expire 203 204 and the customer-generator shall be responsible for filing a 205 new application.

- 206 (2) Upon the change in ownership of a qualified 207 electric energy generation unit, the new customer-generator 208 shall be responsible for filing a new application under 209 subdivision (1) of this subsection.
- 210 8. Each [commission-regulated supplier] electrical
 211 corporation shall submit an annual net metering report to
 212 the commission, and all other [nonregulated] retail electric
 213 suppliers shall submit the same report to their respective
 214 governing body and make said report available to a consumer
 215 of the supplier upon request, including the following
 216 information for the previous calendar year:
- 217 (1) The total number of customer-generator facilities;
- 218 (2) The total estimated generating capacity of its net-219 metered customer-generators; and
- 220 (3) The total estimated net kilowatt-hours received 221 from customer-generators.
- 9. The commission shall, within nine months of January
 1, 2008, promulgate initial rules necessary for the
 administration of this section for [public utilities]
 electrical corporations, which shall include regulations
 ensuring that simple contracts will be used for
 interconnection and net metering. For systems of ten
- 228 kilowatts or less, the application process shall use an all-
- in-one document that includes a simple interconnection
- 230 request, simple procedures, and a brief set of terms and
- 231 conditions. Any rule or portion of a rule, as that term is
- 232 defined in section 536.010, that is created under the
- 233 authority delegated in this section shall become effective
- 234 only if it complies with and is subject to all of the
- 235 provisions of chapter 536 and, if applicable, section
- 236 536.028. This section and chapter 536 are nonseverable and
- 237 if any of the powers vested with the general assembly under

- 238 chapter 536 to review, to delay the effective date, or to
- 239 disapprove and annul a rule are subsequently held
- 240 unconstitutional, then the grant of rulemaking authority and
- 241 any rule proposed or adopted after August 28, 2007, shall be
- 242 invalid and void.
- 243 10. The governing body of a rural electric cooperative
- or municipal utility shall, within nine months of January 1,
- 245 2008, adopt policies establishing a simple contract to be
- used for interconnection and net metering. For systems of
- 247 ten kilowatts or less, the application process shall use an
- 248 all-in-one document that includes a simple interconnection
- 249 request, simple procedures, and a brief set of terms and
- 250 conditions.
- 251 11. For any cause of action relating to any damages to
- 252 property or person caused by the qualified electric energy
- 253 generation unit of a customer-generator or the
- interconnection thereof, the retail electric supplier shall
- 255 have no liability absent clear and convincing evidence of
- 256 fault on the part of the supplier.
- 257 12. The estimated generating capacity of all net
- 258 metering systems operating under the provisions of this
- 259 section shall count towards the respective retail electric
- 260 supplier's accomplishment of any renewable energy portfolio
- 261 target or mandate adopted by the Missouri general assembly.
- 262 13. The sale of qualified electric **energy** generation
- 263 units to any customer-generator shall be subject to the
- 264 provisions of sections 407.010 to 407.145 and sections
- 265 407.700 to 407.720. The attorney general shall have the
- 266 authority to promulgate in accordance with the provisions of
- 267 chapter 536 rules regarding mandatory disclosures of
- 268 information by sellers of qualified electric energy
- 269 generation units. Any interested person who believes that

- 270 the seller of any qualified electric energy generation unit
- 271 is misrepresenting the safety or performance standards of
- any such systems, or who believes that any electric energy
- 273 generation unit poses a danger to any property or person,
- 274 may report the same to the attorney general, who shall be
- 275 authorized to investigate such claims and take any necessary
- and appropriate actions.
- 277 14. Any costs incurred under this act by a retail
- 278 electric supplier shall be recoverable in that utility's
- 279 rate structure.
- 280 15. No consumer shall connect or operate [an] a
- 281 qualified electric energy generation unit in parallel phase
- 282 and synchronization with any retail electric supplier
- 283 without written approval by said supplier that all of the
- requirements under subdivision (1) of subsection 7 of this
- 285 section have been met. For a consumer who violates this
- 286 provision, a supplier may immediately and without notice
- 287 disconnect the electric facilities of said consumer and
- 288 terminate said consumer's electric service.
- 289 16. The manufacturer of any qualified electric energy
- 290 generation unit used by a customer-generator may be held
- 291 liable for any damages to property or person caused by a
- 292 defect in the qualified electric energy generation unit of a
- 293 customer-generator.
- 294 17. The seller, installer, or manufacturer of any
- 295 qualified electric energy generation unit who knowingly
- 296 misrepresents the safety aspects of [an] a qualified
- 297 electric generation unit may be held liable for any damages
- 298 to property or person caused by the qualified electric
- 299 energy generation unit of a customer-generator.
 - 442.404. 1. As used in this section, the following
 - 2 terms shall mean:

- 5 declaration to own and operate portions of a planned
- 6 community or other residential subdivision that has the
- 7 power under the declaration to assess association members to
- 8 pay the costs and expenses incurred in the performance of
- 9 the association's obligations under the declaration or
- 10 tenants-in-common with respect to the ownership of common
- 11 ground or amenities of a planned community or other
- 12 residential subdivision. This term shall not include a
- 13 condominium unit owners' association as defined and provided
- 14 for in subdivision (3) of section 448.1-103 or a residential
- 15 cooperative;
- 16 (2) "Political signs", any fixed, ground-mounted
- 17 display in support of or in opposition to a person seeking
- 18 elected office or a ballot measure excluding any materials
- 19 that may be attached;
- 20 (3) "Solar panel or solar collector", a device used to
- 21 collect and convert solar energy into electricity or thermal
- 22 energy, including but not limited to photovoltaic cells or
- 23 panels, or solar thermal systems.
- 2. (1) No deed restrictions, covenants, or similar
- 25 binding agreements running with the land shall prohibit or
- 26 have the effect of prohibiting the display of political
- 27 signs.
- 28 [3.] (2) A homeowners' association has the authority
- 29 to adopt reasonable rules, subject to any applicable
- 30 statutes or ordinances, regarding the time, size, place,
- 31 number, and manner of display of political signs.
- 32 [4.] (3) A homeowners' association may remove a
- 33 political sign without liability if such sign is placed
- 34 within the common ground, threatens the public health or

- 35 safety, violates an applicable statute or ordinance, is
- 36 accompanied by sound or music, or if any other materials are
- 37 attached to the political sign. Subject to the foregoing, a
- 38 homeowners' association shall not remove a political sign
- 39 from the property of a homeowner or impose any fine or
- 40 penalty upon the homeowner unless it has given such
- 41 homeowner three days after providing written notice to the
- 42 homeowner, which notice shall specifically identify the rule
- 43 and the nature of the violation.
- 3. (1) No deed restrictions, covenants, or similar
- 45 binding agreements running with the land shall limit or
- 46 prohibit, or have the effect of limiting or prohibiting, the
- 47 installation of solar panels or solar collectors on the
- 48 rooftop of any property or structure.
- 49 (2) A homeowners' association may adopt reasonable
- 50 rules, subject to any applicable statutes or ordinances,
- 51 regarding the placement of solar panels or solar collectors
- 52 to the extent that those rules do not prevent the
- 53 installation of the device, impair the functioning of the
- 54 device, restrict the use of the device, or adversely affect
- 55 the cost or efficiency of the device.
- 56 (3) The provisions of this subsection shall apply only
- 57 with regard to rooftops that are owned, controlled, and
- 58 maintained by the owner of the individual property or
- 59 **structure**.
 - 523.010. 1. In case land, or other property, is
- 2 sought to be appropriated by any road, railroad, street
- 3 railway, telephone, telegraph or any electrical corporation
- 4 organized for the manufacture or transmission of electric
- 5 current for light, heat or power, including the
- 6 construction, when that is the case, of necessary dams and
- 7 appurtenant canals, flumes, tunnels and tailraces and

8 including the erection, when that is the case, of necessary 9 electric steam powerhouses, hydroelectric powerhouses and 10 electric substations or any oil, pipeline or gas corporation engaged in the business of transporting or carrying oil, 11 liquid fertilizer solutions, or gas by means of pipes or 12 pipelines laid underneath the surface of the ground, or 13 14 other corporation created under the laws of this state for 15 public use, and such corporation and the owners cannot agree upon the proper compensation to be paid, or in the case the 16 17 owner is incapable of contracting, be unknown, or be a nonresident of the state, such corporation may apply to the 18 circuit court of the county of this state where such land or 19 20 any part thereof lies by petition setting forth the general directions in which it is desired to construct its road, 21 railroad, street railway, telephone, or telegraph line or 22 23 electric line, including, when that is the case, the 24 construction and maintenance of necessary dams and appurtenant canals, tunnels, flumes and tailraces and, when 25 26 that is the case, the appropriation of land submerged by the construction of such dam, and including the erection and 27 maintenance, when that is the case, of necessary electric 28 steam powerhouses, hydroelectric powerhouses and electric 29 substations, or oil, pipeline, liquid fertilizer solution 30 31 pipeline, or gas line over or underneath the surface of such 32 lands, a description of the real estate, or other property, 33 which the company seeks to acquire; the names of the owners thereof, if known; or if unknown, a pertinent description of 34 the property whose owners are unknown and praying the 35 appointment of three disinterested residents of the county, 36 as commissioners, or a jury, to assess the damages which 37 such owners may severally sustain in consequence of the 38 establishment, erection and maintenance of such road,

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- railroad, street railway, telephone, telegraph line, or 40 41 electrical line including damages from the construction and 42 maintenance of necessary dams and the condemnation of land submerged thereby, and the construction and maintenance of 43 appurtenant canals, flumes, tunnels and tailraces and the 44 45 erection and maintenance of necessary electric steam 46 powerhouses, hydroelectric powerhouses and electric 47 substations, or oil, pipeline, or gas line over or underneath the surface of such lands; to which petition the 48 49 owners of any or all as the plaintiff may elect of such parcels as lie within the county or circuit may be made 50 parties defendant by names if the names are known, and by 51 the description of the unknown owners of the land therein 52 described if their names are unknown. 53
- If the proceedings seek to affect the lands of 54 55 persons under conservatorship, the conservators must be made parties defendant. If the present owner of any land to be 56 affected has less estate than a fee, the person having the 57 58 next vested estate in remainder may at the option of the petitioners be made party defendant; but if such 59 remaindermen are not made parties, their interest shall not 60 be bound by the proceedings. 61
 - 3. It shall not be necessary to make any persons party defendants in respect to their ownership unless they are either in actual possession of the premises to be affected claiming title or having a title of the premises appearing of record upon the proper records of the county.
- 4. Except as provided in subsection 5 of this section,
 nothing in this chapter shall be construed to give a public
 utility, as defined in section 386.020, or a rural electric
 cooperative, as provided in chapter 394, the power to
 condemn property which is currently used by another provider

of the public utility service.

- of public utility service, including a municipality or a
 special purpose district, when such property is used or
 useful in providing utility services, if the public utility
 or cooperative seeking to condemn such property, directly or
 indirectly, will use or proposes to use the property for the
 same purpose, or a purpose substantially similar to the
 purpose for which the property is being used by the provider
- 80 5. A public utility or a rural electric cooperative 81 may only condemn the property of another provider of public utility service, even if the property is used or useful in 82 providing utility services by such provider, if the 83 condemnation is necessary for the public purpose of 84 acquiring a nonexclusive easement or right-of-way across the 85 property of such provider and only if the acquisition will 86 87 not materially impair or interfere with the current use of 88 such property by the utility or cooperative and will not prevent or materially impair such provider of public utility 89 service from any future expansion of its facilities on such 90 property. 91
- 92 6. If a public utility or rural electric cooperative 93 seeks to condemn the property of another provider of public 94 utility service, and the conditions in subsection 4 of this 95 section do not apply, this section does not limit the 96 condemnation powers otherwise possessed by such public 97 utility or rural electric cooperative.
- 7. Suits in inverse condemnation or involving
 dangerous conditions of public property against a municipal
 corporation established under Article VI, Section 30(a) of
 the Missouri Constitution shall be brought only in the
 county where such land or any part thereof lies.

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For purposes of this chapter, the authority for an electrical corporation as defined in section 386.020, except for an electrical corporation operating under a cooperative business plan as described in section 393.110, to condemn property for purposes of constructing electric plant subject to a certificate of public convenience and necessity under subsection 1 of section 393.170 shall not extend to the construction of a merchant transmission line with Federal Energy Regulatory Commission negotiated rate authority unless such line has a substation or converter station located in Missouri which is capable of delivering an amount of its electrical capacity to electrical customers in this state that is greater than or equal to the proportionate number of miles of the line that passes through the state. The provisions of this subsection shall not apply to applications filed pursuant to section 393.170 prior to August 28, 2022.

If an electrical corporation as defined in 2 section 386.020, except for an electrical corporation 3 operating under a cooperative business plan as described in 4 section 393.110, acquires any involuntary easement in this 5 state by means of eminent domain and does not obtain the 6 financial commitments necessary to construct a project for 7 which the involuntary easement in this state was needed 8 within seven years of the date that such easement rights are 9 recorded with the appropriate county recorder of deeds, the corporation shall return possession of the easement to the 10 fee simple title holder within sixty days and cause the 11 dissolution of the easement to be recorded with the county 12 13 recorder of deeds. In the event of such return of the 14 easement to the title holder, no reimbursement of any

payment made by the corporation to the title holder shall be due.

523.039. 1. In all [condemnation] eminent domain

- proceedings filed after December 31, 2006, just compensation
- 3 for condemned property shall be determined under one of the
- 4 three following subdivisions, whichever yields the highest
- 5 compensation, as applicable to the particular type of
- 6 property and taking:
- 7 (1) An amount equivalent to the fair market value of
- 8 such property;
- 9 (2) For condemnations that result in a homestead
- 10 taking, an amount equivalent to the fair market value of
- 11 such property multiplied by one hundred twenty-five percent;
- **12** or
- 13 (3) For condemnations of property that result in any
- 14 taking that prevents the owner from utilizing property in
- 15 substantially the same manner as it was currently being
- 16 utilized on the day of the taking and involving property
- 17 owned within the same family for fifty or more years, an
- 18 amount equivalent to the sum of the fair market value and
- 19 heritage value. For the purposes of this subdivision,
- 20 family ownership of property may be established through
- 21 evidence of ownership by children, grandchildren, siblings,
- 22 or nephews or nieces of the family member owning the
- 23 property fifty years prior to the taking; and in addition,
- 24 may be established through marriage or adoption by such
- 25 family members. If any entity owns the real property,
- 26 members of the family shall have an ownership interest in
- 27 more than fifty percent of the entity in order to be within
- 28 the family line of ownership for the purposes of this
- 29 subdivision. The property owner shall have the burden of
- 30 proving to the commissioners or [jury] court that the

- property has been owned within the same family for fifty or more years.
- 33 2. For eminent domain proceedings of any agricultural or horticultural property by an electrical corporation as 34 defined in section 386.020, except for an electrical 35 36 corporation operating under a cooperative business plan as described in section 393.110, for the purposes of 37 38 constructing electric plant subject to a certificate of 39 convenience and necessity under subsection 1 of section 40 393.170 just compensation shall be an amount equivalent to fair market value multiplied by one hundred fifty percent, 41 as determined by the court. The provisions of this 42 subsection shall not apply to applications filed pursuant to 43 44 section 393.170 prior to August 28, 2022.
- 523.040. The court, or judge thereof in vacation, on being satisfied that due notice of the pendency of the 2 3 petition has been given, shall appoint three disinterested commissioners, who shall be residents of the county in which 4 5 the real estate or a part thereof is situated, and in any city not within a county, any county with a charter form of 6 government and with more than one million inhabitants, or 7 any county with a charter form of government and with more 8 9 than six hundred thousand but fewer than seven hundred 10 thousand inhabitants at least one of the commissioners shall be either a licensed real estate broker or a state-licensed 11 12 or state-certified real estate appraiser, to assess the 13 damages which the owners may severally sustain by reason of such appropriation, who, within forty-five days after 14 appointment by the court, which forty-five days may be 15 extended by the court to a date certain with good cause 16 shown, after applying the definition of fair market value 17 contained in subdivision (1) of section 523.001, and after 18

19 having viewed the property, shall return to the clerk of 20 such court, under oath, their report in duplicate of such 21 assessment of damages, setting forth the amount of damages allowed to the person or persons named as owning or claiming 22 23 the tract of land condemned, and should more than one tract 24 be condemned in the petition, then the damages allowed to the owner, owners, claimant or claimants of each tract, 25 26 respectively, shall be stated separately, together with a specific description of the tracts for which such damages 27 28 are assessed; and the clerk shall file one copy of said report in his office and record the same in the order book 29 of the court, and he shall deliver the other copy, duly 30 31 certified by him, to the recorder of deeds of the county where the land lies (or to the recorder of deeds of the city 32 of St. Louis, if the land lies in said city) who shall 33 record the same in his office, and index each tract 34 separately as provided in section 59.440, and the fee for so 35 36 recording shall be taxed by the clerk as costs in the 37 proceedings; and thereupon such company shall pay to the clerk the amount thus assessed for the party in whose favor 38 such damages have been assessed; and on making such payment 39 it shall be lawful for such company to hold the interest in 40 the property so appropriated for the uses prescribed in this 41 42 section; and upon failure to pay the assessment, the court may, upon motion and notice by the party entitled to such 43 44 damages, enforce the payment of the same by execution, unless the said company shall, within ten days from the 45 return of such assessment, elect to abandon the proposed 46 appropriation of any parcel of land, by an instrument in 47 writing to that effect, to be filed with the clerk of the 48 court, and entered on the minutes of the court, and as to so 49

- 50 much as is thus abandoned, the assessment of damages shall be void.
- 2. Prior to the issuance of any report undersubsection 1 of this section, a commissioner shall notify
- 54 all parties named in the condemnation petition no less than
- 55 ten days prior to the commissioners' viewing of the property
- of the named parties' opportunity to accompany the
- 57 commissioners on the commissioners' viewing of the property
- 58 and of the named parties' opportunity to present information
- 59 to the commissioners.
- 3. The commissioners shall view the property, hear arguments, and review other relevant information that may be
- 62 offered by the parties.
- 4. In any eminent domain proceeding involving
- 64 agricultural or horticultural property, for purposes of
- 65 constructing electric plant subject to a certificate of
- 66 convenience and necessity under subsection 1 of section
- 67 393.170 at least one of the disinterested commissioners
- 68 appointed by the court shall be a farmer who has been
- 69 engaged in farming, as defined in section 350.010, for a
- 70 minimum of ten years in the county where such property is
- 71 situated. The provisions of this subsection shall not apply
- 72 to applications filed pursuant to section 393.170 prior to
- 73 August 28, 2022.
 - 523.256. Before a court may enter an order of
- 2 condemnation, the court shall find that the condemning
- 3 authority engaged in good faith negotiations prior to filing
- 4 the condemnation petition. A condemning authority shall be
- 5 deemed to have engaged in good faith negotiations if:
- 6 (1) It has properly and timely given all notices to
- 7 owners required by this chapter;

- Its offer under section 523.253 was no lower than 8 9 the amount reflected in an appraisal performed by a state-10 licensed or state-certified appraiser for the condemning authority, provided an appraisal is given to the owner 11 pursuant to subsection 2 of section 523.253 or, in other 12 cases, the offer is no lower than the amount provided in the 13 basis for its determination of the value of the property as 14 15 provided to the owner under subsection 2 of section 523.253; 16 For condemnation of any agricultural or 17 horticultural property for the construction of an electrical transmission line designed to transmit electricity at three 18 hundred forty-five kilovolts or greater, but not for 19 condemnation of such property by an electrical corporation 20 21 operating under a cooperative business plan as described in 22 section 393.110, for the purposes of constructing electric plant subject to a certificate of convenience and necessity 23 24 under subsection 1 of section 393.170, the total 25 compensation package offered was no lower than the amount reflected in an appraisal performed by a state-licensed or 26 state-certified appraiser for the condemning authority 27 multiplied by one hundred fifty percent. The provisions of 28 29 this subdivision shall not apply to applications filed 30 pursuant to section 393.170 prior to August 28, 2022; 31 The owner has been given an opportunity to obtain his or her own appraisal from a state-licensed or state-32 33 certified appraiser of his or her choice; and [(4)] (5) Where applicable, it has considered an 34 alternate location suggested by the owner under section 35 36 523.265.
- 37 If the court does not find that good faith negotiations have occurred, the court shall dismiss the condemnation petition,

- 39 without prejudice, and shall order the condemning authority
- 40 to reimburse the owner for his or her actual reasonable
- 41 attorneys' fees and costs incurred with respect to the
- 42 condemnation proceeding which has been dismissed.
- 610.021. Except to the extent disclosure is otherwise
- 2 required by law, a public governmental body is authorized to
- 3 close meetings, records and votes, to the extent they relate
- 4 to the following:
- 5 (1) Legal actions, causes of action or litigation
- 6 involving a public governmental body and any confidential or
- 7 privileged communications between a public governmental body
- 8 or its representatives and its attorneys. However, any
- 9 minutes, vote or settlement agreement relating to legal
- 10 actions, causes of action or litigation involving a public
- 11 governmental body or any agent or entity representing its
- 12 interests or acting on its behalf or with its authority,
- including any insurance company acting on behalf of a public
- 14 government body as its insured, shall be made public upon
- 15 final disposition of the matter voted upon or upon the
- 16 signing by the parties of the settlement agreement, unless,
- 17 prior to final disposition, the settlement agreement is
- 18 ordered closed by a court after a written finding that the
- 19 adverse impact to a plaintiff or plaintiffs to the action
- 20 clearly outweighs the public policy considerations of
- 21 section 610.011, however, the amount of any moneys paid by,
- or on behalf of, the public governmental body shall be
- 23 disclosed; provided, however, in matters involving the
- 24 exercise of the power of eminent domain, the vote shall be
- 25 announced or become public immediately following the action
- 26 on the motion to authorize institution of such a legal
- 27 action. Legal work product shall be considered a closed
- 28 record;

- 29 Leasing, purchase or sale of real estate by a 30 public governmental body where public knowledge of the 31 transaction might adversely affect the legal consideration therefor. However, any minutes, vote or public record 32 approving a contract relating to the leasing, purchase or 33 sale of real estate by a public governmental body shall be 34 made public upon execution of the lease, purchase or sale of 35 36 the real estate;
- 37 Hiring, firing, disciplining or promoting of 38 particular employees by a public governmental body when personal information about the employee is discussed or 39 recorded. However, any vote on a final decision, when taken 40 by a public governmental body, to hire, fire, promote or 41 discipline an employee of a public governmental body shall 42 be made available with a record of how each member voted to 43 the public within seventy-two hours of the close of the 44 45 meeting where such action occurs; provided, however, that any employee so affected shall be entitled to prompt notice 46 47 of such decision during the seventy-two-hour period before such decision is made available to the public. As used in 48 this subdivision, the term "personal information" means 49 information relating to the performance or merit of 50 individual employees; 51
- 52 (4) The state militia or national guard or any part thereof;
- 54 (5) Nonjudicial mental or physical health proceedings 55 involving identifiable persons, including medical, 56 psychiatric, psychological, or alcoholism or drug dependency 57 diagnosis or treatment;
- (6) Scholastic probation, expulsion, or graduation of
 identifiable individuals, including records of individual
 test or examination scores; however, personally identifiable

- 61 student records maintained by public educational
- 62 institutions shall be open for inspection by the parents,
- 63 guardian or other custodian of students under the age of
- 64 eighteen years and by the parents, guardian or other
- 65 custodian and the student if the student is over the age of
- 66 eighteen years;
- 67 (7) Testing and examination materials, before the test
- 68 or examination is given or, if it is to be given again,
- 69 before so given again;
- 70 (8) Welfare cases of identifiable individuals;
- 71 (9) Preparation, including any discussions or work
- 72 product, on behalf of a public governmental body or its
- 73 representatives for negotiations with employee groups;
- 74 (10) Software codes for electronic data processing and
- 75 documentation thereof;
- 76 (11) Specifications for competitive bidding, until
- 77 either the specifications are officially approved by the
- 78 public governmental body or the specifications are published
- 79 for bid;
- 80 (12) Sealed bids and related documents, until the bids
- 81 are opened; and sealed proposals and related documents or
- 82 any documents related to a negotiated contract until a
- 83 contract is executed, or all proposals are rejected;
- 84 (13) Individually identifiable personnel records,
- 85 performance ratings or records pertaining to employees or
- 86 applicants for employment, except that this exemption shall
- 87 not apply to the names, positions, salaries and lengths of
- 88 service of officers and employees of public agencies once
- 89 they are employed as such, and the names of private sources
- 90 donating or contributing money to the salary of a chancellor
- 91 or president at all public colleges and universities in the

- 92 state of Missouri and the amount of money contributed by the 93 source;
- 94 (14) Records which are protected from disclosure by
- 95 law;
- 96 (15) Meetings and public records relating to
- 97 scientific and technological innovations in which the owner
- 98 has a proprietary interest;
- 99 (16) Records relating to municipal hotlines
- 100 established for the reporting of abuse and wrongdoing;
- 101 (17) Confidential or privileged communications between
- 102 a public governmental body and its auditor, including all
- 103 auditor work product; however, all final audit reports
- 104 issued by the auditor are to be considered open records
- 105 pursuant to this chapter;
- 106 (18) Operational guidelines, policies and specific
- 107 response plans developed, adopted, or maintained by any
- 108 public agency responsible for law enforcement, public
- 109 safety, first response, or public health for use in
- 110 responding to or preventing any critical incident which is
- 111 or appears to be terrorist in nature and which has the
- 112 potential to endanger individual or public safety or
- 113 health. Financial records related to the procurement of or
- 114 expenditures relating to operational guidelines, policies or
- 115 plans purchased with public funds shall be open. When
- 116 seeking to close information pursuant to this exception, the
- 117 public governmental body shall affirmatively state in
- 118 writing that disclosure would impair the public governmental
- 119 body's ability to protect the security or safety of persons
- 120 or real property, and shall in the same writing state that
- 121 the public interest in nondisclosure outweighs the public
- interest in disclosure of the records;

- 123 (19) Existing or proposed security systems and
 124 structural plans of real property owned or leased by a
 125 public governmental body, and information that is
 126 voluntarily submitted by a nonpublic entity owning or
 127 operating an infrastructure to any public governmental body
- 128 for use by that body to devise plans for protection of that
- infrastructure, the public disclosure of which would
- 130 threaten public safety:
- (a) Records related to the procurement of or
 expenditures relating to security systems purchased with
 public funds shall be open;
- (b) When seeking to close information pursuant to this exception, the public governmental body shall affirmatively state in writing that disclosure would impair the public governmental body's ability to protect the security or safety of persons or real property, and shall in the same writing state that the public interest in nondisclosure outweighs the public interest in disclosure of the records;
- 141 (c) Records that are voluntarily submitted by a

 142 nonpublic entity shall be reviewed by the receiving agency

 143 within ninety days of submission to determine if retention

 144 of the document is necessary in furtherance of a state

 145 security interest. If retention is not necessary, the

 146 documents shall be returned to the nonpublic governmental

 147 body or destroyed;
- 148 (20) The portion of a record that identifies security 149 systems or access codes or authorization codes for security 150 systems of real property;
- 151 (21) Records that identify the configuration of 152 components or the operation of a computer, computer system, 153 computer network, or telecommunications network, and would 154 allow unauthorized access to or unlawful disruption of a

155 computer, computer system, computer network, or 156 telecommunications network of a public governmental body. 157 This exception shall not be used to limit or deny access to otherwise public records in a file, document, data file or 158 159 database containing public records. Records related to the 160 procurement of or expenditures relating to such computer, computer system, computer network, or telecommunications 161 162 network, including the amount of moneys paid by, or on behalf of, a public governmental body for such computer, 163 164 computer system, computer network, or telecommunications network shall be open; 165 Credit card numbers, personal identification 166 numbers, digital certificates, physical and virtual keys, 167 168 access codes or authorization codes that are used to protect 169 the security of electronic transactions between a public 170 governmental body and a person or entity doing business with 171 a public governmental body. Nothing in this section shall be deemed to close the record of a person or entity using a 172 credit card held in the name of a public governmental body 173 or any record of a transaction made by a person using a 174 175 credit card or other method of payment for which reimbursement is made by a public governmental body; 176 Records submitted by an individual, corporation, 177 178 or other business entity to a public institution of higher 179 education in connection with a proposal to license intellectual property or perform sponsored research and 180 which contains sales projections or other business plan 181

information the disclosure of which may endanger the competitiveness of a business; [and]

Records relating to foster home or kinship

(24) Records relating to foster home or kinship placements of children in foster care under section 210.498;

186 **and**

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- Individually identifiable customer usage and 187 (25)188 billing records for customers of a municipally owned utility unless the records are requested by the customer or 189 190 authorized for release by the customer, except that a 191 municipally owned utility shall make available to the public 192 the customer's name, billing address, location of service, 193 and dates of service provided for any commercial service 194 account.
- 620.2450. 1. A grant program is hereby established 2 under sections 620.2450 to 620.2458 to award grants to 3 applicants who seek to expand access to and improve the reliability of broadband internet service in unserved and 4 5 underserved areas of the state. The department of economic development shall administer and act as the fiscal agent for 6 7 the grant program and shall be responsible for receiving and 8 reviewing grant applications and awarding grants under sections 620.2450 to 620.2458. Funding for the grant 9 program established under this section shall be subject to 10 11 appropriation by the general assembly.
- 12 2. As used in sections 620.2450 to 620.2458, the following terms shall mean:
 - (1) "Project", the acquisition and installation of retail broadband internet service in unserved and underserved areas of the state;
- 17 (2) "Underserved area", a project area without access
 18 to wireline or fixed wireless broadband internet service of
 19 speeds of at least [twenty-five] one hundred megabits per20 second download and [three] twenty megabits per-second
 21 upload;
- [(2)] (3) "Unserved area", a project area without access to wireline or fixed wireless broadband internet service of speeds of at least [ten] twenty-five megabits per-

- second download and [one megabit] three megabits per-second upload.
 - 620.2451. **1.** Grants awarded under sections 620.2450
- 2 to 620.2458 shall fund the acquisition and installation of
- 3 retail broadband internet service [at], prioritizing
- 4 projects providing speeds of at least [twenty-five] the
- 5 higher of:
- 6 (1) One hundred megabits per-second download and
- 7 [three] one hundred megabits per-second upload[, but] that
- 8 is scalable to higher speeds; or
- 9 (2) The minimum acceptable speed established by the
- 10 Federal Communications Commission as authorized in 7 U.S.C.
- 11 950bb(e)(1) to (2). Any provider that is incapable of
- 12 meeting the speed requirement under this subdivision shall
- 13 be allowed to continue deploying broadband infrastructure at
- 14 current speeds, provided that each provider quarterly
- 15 updates the office of broadband development regarding the
- 16 provider's maximum speed.
- 17 2. The department shall maintain a record of all
- 18 federal grants awarded to entities for the purposes of
- 19 providing, maintaining, and expanding rural broadband in the
- 20 state of Missouri. In cases in which funds have been
- 21 awarded by a federal agency but later retained, withheld, or
- 22 otherwise not distributed to the original grant recipient
- 23 due to failure to meet performance standards or other
- 24 criteria, the department shall seek to have the funds
- 25 awarded to another eligible, qualified Missouri broadband
- 26 provider.
- 27 3. The funds awarded by the department to an entity
- 28 for the purposes of providing, maintaining, and expanding
- 29 rural broadband in the state of Missouri shall require the
- 30 entity to use the funds specifically for purposes set forth

- 31 in the grant. If the entity uses the proceeds or funds for
- 32 any other purposes or fails to comply with any requirement
- 33 established by the department through the grant or funds
- 34 awarded pursuant thereto, the entity shall return any
- 35 remaining proceeds expended or the value of any incentives
- 36 or services received by the entity to which a monetary value
- 37 can be assigned, to be repaid to the department as required
- 38 by the terms of the grant or contract.
 - 620.2453. An eligible applicant shall submit an
- 2 application to the department of economic development on a
- 3 form prescribed by the department. An application for a
- 4 grant under sections 620.2450 to 620.2458 shall include the
- 5 following information:
- 6 (1) A description of the project area;
- 7 (2) A description of the kind and amount of broadband
- 8 internet infrastructure that is proposed to be deployed;
- 9 (3) Evidence demonstrating the unserved or underserved
- 10 nature of the project area;
- 11 (4) The number of households that would have new
- 12 access to broadband internet service, or whose broadband
- internet service would be upgraded, as a result of the grant;
- 14 (5) A list of significant community institutions that
- 15 would benefit from the proposed grant;
- 16 (6) The total cost of the proposal and the [timeframe]
- 17 time frame in which it will be completed;
- 18 (7) A list identifying sources of funding or in-kind
- 19 contributions, including government funding, that would
- 20 supplement any awarded grant; [and]
- 21 (8) A map or list of addresses showing the highest
- 22 broadband speeds available within the applicant's area of
- 23 service in the same manner in which the applicant is
- 24 specified to provide data to the Federal Communications

- 25 Commission under the Broadband Deployment Accuracy and
- 26 Technological Availability Act, 47 U.S.C. Section 641 et
- 27 seq. Such map or list of addresses shall be utilized by the
- department of economic development to determine the speeds
- 29 available to individual addresses and eligibility for grant
- 30 funding. Any map made publicly available as a result of
- 31 maps provided by broadband providers under this subdivision
- 32 shall be aggregated and anonymized to show the highest
- 33 broadband speeds available; and
- 34 (9) Any other information required by the department
- of economic development.
 - 620.2465. 1. The department shall implement a program
- 2 to increase high-speed internet access in unserved and
- 3 underserved areas. The department may use its discretion in
- 4 choosing the method of the program, but the program shall
- 5 provide high-speed internet access to as many residents who
- 6 do not have high-speed internet access as quickly as
- 7 practicable, with preference given to residents who have no
- 8 internet access.
- 9 2. The department may promulgate all necessary rules
- 10 and regulations for the administration of this section. Any
- 11 rule or portion of a rule, as that term is defined in
- 12 section 536.010, that is created under the authority
- 13 delegated in this section shall become effective only if it
- 14 complies with and is subject to all of the provisions of
- 15 chapter 536 and, if applicable, section 536.028. This
- 16 section and chapter 536 are nonseverable, and if any of the
- 17 powers vested with the general assembly pursuant to chapter
- 18 536 to review, to delay the effective date, or to disapprove
- 19 and annul a rule are subsequently held unconstitutional,
- 20 then the grant of rulemaking authority and any rule proposed

- or adopted after the effective date of this section shall be
- 22 invalid and void.
 - 620.2468. The state office of broadband development
- 2 within the department of economic development shall have the
- 3 authority to engage in site inspections of broadband
- 4 providers that have received grants or loans for projects
- 5 from the state office of broadband development. The
- 6 authority to inspect shall last until the project is
- 7 complete and operational.

Section B. The repeal and reenactment of section

2 442.404 of this act shall be effective on January 1, 2023.

