| 1  | STATE OF OKLAHOMA  |
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| 2  | 1st Session of the 59th Legislature (2023)   |
| 3  | COMMITTEE SUBSTITUTE   |
| 4  | FOR<br>HOUSE BILL NO. 1599 By: Martinez  |
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| 7  | COMMITTEE SUBSTITUTE   |
| 8  | An Act relating to municipalities; amending 11 O.S.  |
| 9  | 2021, Section 22-107.1, which relates to regulation of video services systems; modifying definition; and |
| 10 | providing an effective date.   |
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| 12 | BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:  |
| 13 | SECTION 1. AMENDATORY 11 O.S. 2021, Section 22-107.1, is   |
| 14 | amended to read as follows:  |
| 15 | Section 22-107.1 A. A municipality may by ordinance or   |
| 16 | otherwise grant a certificate, license, permit or franchise for the                                      |
| 17 | operation of a video services system, unless such authority is   |
| 18 | already provided for by law. Any certificate, license, permit or   |
| 19 | franchise granted pursuant to this section shall constitute a  |
| 20 | bargained contract between the municipality and the video services                                       |
| 21 | provider and shall provide for a consideration payment to the  |
| 22 | municipality as rental for the privileges granted to the provider to                                     |
| 23 | use the public ways and grounds within the municipality in   |
| 24 | furtherance of its video services business. The rental payment   |
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1 shall be set at the amount bargained between the municipality and the video services provider but shall not exceed five percent (5%) 2 of the annual gross revenues derived by the video services provider 3 4 from the provision of video services within the municipality. Any 5 certificate, license, permit or franchise issued by the governing body shall be nonexclusive and shall not exceed a period of twenty-6 7 five (25) years and may be revocable by the governing body if said body determines that the holder of the certificate, license, permit 8 9 or franchise has willfully failed or neglected to perform duties 10 pursuant to the terms of the grant of the certificate, license, 11 permit or franchise. Nothing herein shall limit the authority of a 12 municipality to comply with state or federal law.

13 Β. In the event a municipality grants an overlapping 14 certificate, license, permit or franchise for video services within 15 its jurisdiction on terms or conditions more favorable or less 16 burdensome than those in any existing certificate, license, permit 17 or franchise within the municipality the holder of the existing 18 certificate, license, permit or franchise shall be entitled, upon 19 written notice to the municipality, to adopt the terms in the 20 overlapping certificate, license, permit or franchise that are more 21 favorable or less burdensome than those in the existing certificate, 22 license, permit or franchise and the adopted terms shall become 23 enforceable by the municipality.

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1 C. In addition to any other authority granted to municipalities by this section or other applicable law, a municipality may also 2 adopt an ordinance regulating a video services system pursuant to 3 its police power. No municipal provisions regulating a video 4 5 services system may be adopted which are inconsistent with either state or federal law or with the terms and conditions of the 6 7 certificate, license, permit or franchise bargained by the municipality and the video services provider. 8

9 D. In awarding or renewing a certificate, license, permit or franchise for video services, a municipality may require adequate 10 11 assurance that the video services system provider will provide 12 adequate public, educational, and governmental access channel 13 capacity, facilities or financial support. A video services system 14 provider may, at its sole option, provide a "family friendly" tier 15 of video services in lieu of channel capacity, facilities, or 16 financial support for public access as a condition of any 17 certificate, license, permit or franchise for video services or 18 renewal thereof. Nothing herein shall affect any channel capacity, 19 facilities, or financial support for educational or governmental 20 access contained in any certificate, license, permit or franchise 21 for video services or renewal thereof.

E. A "family friendly" tier of services is a group of channels, offered to customers pursuant to Federal Communications Commission

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(FCC) regulations, that primarily contains programming with a
 television viewing rating of TV-Y, TV-Y7 or TV-G.

F. "Video services" means video programming, including cable services, provided through wireline facilities <u>owned, controlled,</u> <u>constructed or operated by the provider of such video service and</u> located at least in part in the public rights-of-way without regard to the delivery technology, including Internet protocol technology. "Video services" shall not include <u>video:</u>

9 <u>1. Video</u> programming provided by a commercial mobile service 10 provider as defined in 47 U.S.C., Section 332(d);

11 <u>2. Direct-to-home satellite services as defined in 47 U.S.C.,</u> 12 <u>Section 303(v) that are transmitted from a satellite directly to a</u> 13 <u>customer's premises without using or accessing any portion of the</u> 14 public right-of-way; or <del>provided solely as part of and</del>

15 <u>3. Video programming accessed</u> via a service that enables users 16 to access content, information, electronic mail, messaging and other 17 services offered over the <u>public</u> Internet, <u>including streaming</u> 18 <u>content</u>.

SECTION 2. This act shall become effective November 1, 2023.
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