1 STATE OF OKLAHOMA 2 2nd Session of the 59th Legislature (2024) COMMITTEE SUBSTITUTE 3 HOUSE BILL NO. 1195 4 By: McCall 5 6 7 COMMITTEE SUBSTITUTE An Act relating to telecommunications; creating the 8 Secure Telecommunications Act of 2024; stating 9 legislative intent; defining terms; prohibiting certain critical telecommunications infrastructure equipment; requiring removal and replacement of 10 certain prohibited equipment; stating that removal, discontinuation, or replacement of prohibited 11 equipment shall not require additional permits provided certain conditions are met; requiring the 12 filing of certain form; requiring payment of certain 1.3 registration fee by certain date and then annually; requiring registration prior to providing service; 14 authorizing Corporation Commission to prescribe certain registration form; requiring provider furnish 15 certain person's contact information; requiring payment of registration fee at time of submission of 16 certain form; authorizing Commission to set certain fee; limiting amount of fee; requiring certain 17 information be kept current; requiring certain notification if information changes; requiring 18 certain annual certification; providing for administrative fines for certain violations; 19 providing that failure to comply shall result in forfeiture of certain funds; providing for 20 codification; providing an effective date; and declaring an emergency. 2.1 22 23 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

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SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 146.1 of Title 17, unless there is created a duplication in numbering, reads as follows:

- A. This act shall be known and may be cited as the "Secure Telecommunications Act of 2024".
- B. The purpose of this act is to secure Oklahoma's telecommunications grid and protect national security by eliminating communications hardware and software from Oklahoma's telecommunications grid that comes from countries of concern and sanctioned entities.
- SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 146.2 of Title 17, unless there is created a duplication in numbering, reads as follows:

As used in this act:

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- 1. "Critical telecommunications infrastructure" shall mean all physical broadband infrastructure and equipment which supports the transmission of information of a user's choosing, regardless of the transmission medium or technology employed that connects to a network which permits the end user to engage in communications including, but not limited to, service provided directly to:
 - a. the public, or
 - b. such classes of users as to be effectively available directly to the public;

2. "Federally banned corporation" shall mean any company or designated equipment currently banned or at any point hereto banned at the federal level. This shall include bans resulting from, but not limited to, the following federal agencies and acts:

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- a. the Federal Communications Commission, including, but not limited, to any equipment or service deemed to pose a threat to national security identified on the Covered List developed pursuant to 47 C.F.R., Section 1.50002, as such act existed July 1, 2024, and published by the Public Safety and Homeland Security Bureau of the Federal Communications Commission pursuant to the federal Secure and Trusted Communications Networks Act of 2019, 47 U.S.C., Section 1601 et seq., as such act existed on July 1, 2024,
- b. the U.S. Commerce Department,
- c. the Cybersecurity and Infrastructure Security Agency,
- d. the Federal Acquisition Security Council, and
- e. Section 889 of the John S. McCain National Defense

 Authorization Act (NDAA) for Fiscal Year 2019 [Pub. L.

 115-232];
- 3. "Foreign adversary" shall mean any country designated by the United States Secretary of State as hostile or a Country of Particular Concern (CPC); and

4. "Telecommunications provider" shall mean any corporation, public or private, which operates any system which supports the transmission of information of a user's choosing regardless of the transmission medium or technology employed that connects to a network which permits the end user to engage in communications including, but not limited to, service provided directly to:

a. the public, or

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- b. such classes of users as to be effectively available directly to the public.
- SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 146.3 of Title 17, unless there is created a duplication in numbering, reads as follows:
- A. All critical telecommunications infrastructure located within or serving this state shall henceforth be constructed not to include any equipment manufactured by a federally banned corporation, nor any equipment banned at the federal level.
- B. All critical telecommunications infrastructure located within or serving this state shall henceforth be constructed not to include any equipment manufactured in or by, including any equipment whose critical or necessary components are manufactured in or by a foreign adversary, a state-owned enterprise of a foreign adversary, or a company domiciled within a foreign adversary.
- C. All critical telecommunications infrastructure in operation within or serving this state, to include any critical

telecommunications infrastructure which is not permanently disabled, shall have all equipment prohibited by subsection A or B of this section removed and replaced with equipment which is not prohibited by subsection A or B of this section. Any telecommunications provider that removes, discontinues, or replaces any prohibited telecommunications equipment or service shall not be required to obtain any additional permits from any state agency or political subdivision for the removal, discontinuance, or replacement of such communications equipment or service as long as the state agency or political subdivision is properly notified of the necessary replacements and the replacement communications equipment is similar to the existing communications equipment.

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- SECTION 4. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 146.4 of Title 17, unless there is created a duplication in numbering, reads as follows:
- A. Any telecommunications provider providing service in this state shall file a registration form with and pay a registration fee to the Oklahoma Corporation Commission by September 1, 2024, and then on January 1 of each year henceforth. Any communications provider shall register with the Commission prior to providing service. The Commission shall prescribe the registration form to be filed pursuant to this section.
- B. A telecommunications provider shall provide the Commission with the name, address, telephone number, and email address of a

person with managerial responsibility for the provider's operations
within this state.

C. A telecommunications provider shall:

- 1. Submit a registration fee at the time the registration form is submitted. The Commission shall set the fee in an amount sufficient to cover the costs of administering the registration process, but said fee shall not exceed Fifty Dollars (\$50.00);
- 2. Keep the information required by this section current and notify the Commission of any changes to such information within sixty (60) days after the change; and
- 3. Certify to the Commission by January 1 each year that all critical telecommunications equipment and infrastructure within its operation does not use or provide any communications equipment or service prohibited pursuant to Section 3 of this act.
- D. The Commission shall administratively fine any telecommunications provider which violates this section with a fine of no less than Ten Thousand Dollars (\$10,000.00) per day and no greater than One Hundred Thousand Dollars (\$100,000.00) per day of noncompliance.
- E. The Commission shall administratively fine any telecommunications provider which knowingly submits a false registration form described in this section with a fine of no less than Ten Thousand Dollars (\$10,000.00) per day and no greater than One Hundred Thousand Dollars (\$100,000.00) per day of noncompliance.

F. Any telecommunications provider that fails to comply with this section is prohibited from receiving any state or local funds for the development or support of new or existing critical telecommunications infrastructure, including the Oklahoma

Telecommunications Universal Service Fund, and is prohibited from receiving any federal funds subject to distribution by state or local governments for the development or support of new or existing critical telecommunications infrastructure.

SECTION 5. This act shall become effective July 1, 2024.

SECTION 6. It being immediately necessary for the preservation of the public peace, health or safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval.

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