

FIRST REGULAR SESSION

HOUSE BILL NO. 1606

103RD GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE BURTON.

2873H.011

JOSEPH ENGLER, Chief Clerk

AN ACT

To repeal section 620.3900, RSMo, and to enact in lieu thereof one new section relating to the regulatory sandbox act.

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

Section A. Section 620.3900, RSMo, is repealed and one new section enacted in lieu thereof, to be known as section 620.3900, to read as follows:

620.3900. 1. Sections 620.3900 to 620.3930 shall be known and may be cited as the "Regulatory Sandbox Act".

2. For the purposes of sections 620.3900 to 620.3930, the following terms shall mean:

(1) "Advisory committee", the general regulatory sandbox program advisory committee created in section 620.3910;

(2) "Applicable agency", a department or agency of the state that by law regulates a business activity and persons engaged in such business activity, including the issuance of licenses or other types of authorization, and which the regulatory relief office determines would otherwise regulate a sandbox participant. A participant may fall under multiple applicable agencies if multiple agencies regulate the business activity that is subject to the sandbox program application. Applicable agency shall not include the division of professional registration and its boards, commissions, committees, and offices;

(3) "Applicant" or "sandbox applicant", a person or business that applies to participate in the sandbox program;

(4) "Consumer", a person who purchases or otherwise enters into a transaction or agreement to receive a product or service offered through the sandbox program pursuant to a demonstration by a program participant;

EXPLANATION — Matter enclosed in bold-faced brackets **[thus]** in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

- 18 (5) "Demonstrate" or "demonstration", to temporarily provide an offering of an
19 innovative product or service in accordance with the provisions of the sandbox program;
- 20 (6) "Department", the department of economic development;
- 21 (7) "Innovation", the use or incorporation of a new idea, a new or emerging
22 technology, or a new use of existing technology to address a problem, provide a benefit, or
23 otherwise offer a product, production method, or service;
- 24 (8) "Innovative offering", an offering of a product or service that includes an
25 innovation **but does not involve the use of artificial intelligence or cryptocurrency in any**
26 **manner**;
- 27 (9) "Product", a commercially distributed good that is:
- 28 (a) Tangible personal property; and
- 29 (b) The result of a production process;
- 30 (10) "Production", the method or process of creating or obtaining a good, which may
31 include assembling, breeding, capturing, collecting, extracting, fabricating, farming, fishing,
32 gathering, growing, harvesting, hunting, manufacturing, mining, processing, raising, or
33 trapping a good;
- 34 (11) "Regulatory relief office", the office responsible for administering the sandbox
35 program within the department;
- 36 (12) "Sandbox participant" or "participant", a person or business whose application to
37 participate in the sandbox program is approved in accordance with the provisions of section
38 620.3915;
- 39 (13) "Sandbox program", the general regulatory sandbox program created in sections
40 620.3900 to 620.3930 that allows a person to temporarily demonstrate an innovative offering
41 of a product or service under a waiver or suspension of one or more state regulations;
- 42 (14) "Sandbox program director", the director of the regulatory relief office;
- 43 (15) "Service", any commercial activity, duty, or labor performed for another person
44 or business. Service shall not include a product or service when its use would impact rates,
45 statutorily authorized service areas, or system safety or reliability of an electrical corporation
46 or gas corporation, as defined in section 386.020, as determined by the public service
47 commission, or of any rural electric cooperative organized or operating under the provisions
48 of chapter 394, or to any corporation organized on a nonprofit or a cooperative basis as
49 described in subsection 1 of section 394.200, or to any electrical corporation operating under
50 a cooperative business plan as described in subsection 2 of section 393.110, or of any
51 municipally owned utility organized or operating under the provisions of chapter 91, or of any

52 joint municipal utility commission organized or operating under the provisions of sections
53 393.700 to 393.770.

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