

ENROLLED HOUSE
BILL NO. 1780

By: Hamilton, Steidley,
Deutschendorf and
Satterfield of the House

and

Haney and Hobson of the
Senate

An Act relating to economic development; making appropriations to the Oklahoma Department of Commerce; stating purposes; requiring certain expenditures and amounts; providing for expenditure for certain contract and responsibilities; specifying purposes; requiring certain reports and audits; requiring certain cooperation by contractor; exempting certain contracts from Central Purchasing Act; providing for availability of certain funds to certain agencies; stating purpose; providing guidelines; authorizing matching contributions; exempting certain contracts from Oklahoma Central Purchasing Act; requiring certain expenditure for Head Start programs; stating purposes; providing for contracts with Community Action Agencies; providing for terms of contracts; requiring determination of formulas based on certain information; requiring expenditure for administration of contracts; defining duties; requiring contract with certain entity; defining purpose; exempting certain contracts from Central Purchasing Act; restricting execution of contracts; requiring audits; requiring expenditures for substate multicounty regional planning functions; requiring certain allocations; authorizing matching requirements; requiring establishment of eligibility criteria; defining purposes; providing for voting membership of certain boards; providing for expenditures for certain contractual responsibilities; specifying purposes; requiring reports, filings and audits; exempting certain contracts from Oklahoma Central Purchasing Act; designating the Oklahoma Department of Commerce as lead state agency for certain purposes; authorizing the establishment and administration of certain programs; providing for certain powers and duties related to such programs; requiring budgets, work plans and audits; providing for expenditures for contracts related to the aging and elderly; setting certain conditions; exempting certain expenditures from the Central Purchasing Act; authorizing solicitation for donations and matching funds; providing for expenditures for certain purposes; requiring development of performance standards; requiring assistance to certain Authority; requiring transfer of certain funds; requiring

assessment of housing needs; requiring contracts for economic development; providing for expenditure for certain contracts and responsibilities; exempting certain contracts from Central Purchasing Act; providing for duties and compensation of employees of Oklahoma Department of Commerce; limiting salary of the Executive Director; providing budgetary limits; authorizing receipt and disbursement of certain grants and reimbursements; requiring budgeting of funds; making an appropriation to the Oklahoma Center for the Advancement of Science and Technology; stating purpose; authorizing the deposit of funds into revolving fund; providing for duties and compensation of employees; limiting salary of President; providing budgetary limitations; authorizing budgeting of certain appropriations; requiring budgeting of funds; authorizing use of certain funds; restricting use of certain funds; authorizing and providing budgeting of certain monies; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

DEPARTMENT OF COMMERCE

SECTION 1. There is hereby appropriated to the Department of Commerce from any monies not otherwise appropriated from the General Revenue Fund of the State Treasury for the fiscal year ending June 30, 1997, the sum of One Million Four Hundred Thirty-three Thousand One Hundred Fifty-two Dollars (\$1,433,152.00) or so much thereof as may be necessary to perform the duties imposed upon the Department of Commerce by law.

SECTION 2. There is hereby appropriated to the Department of Commerce from any monies not otherwise appropriated from the General Revenue Fund of the State Treasury for the fiscal year ending June 30, 1997, the sum of Two Hundred Fifty Thousand Dollars (\$250,000.00) or so much thereof as may be necessary to accomplish the responsibilities of the Native American Cultural and Educational Authority as required by Section 1226 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 3. There is hereby appropriated to the Department of Commerce from any monies not otherwise appropriated from the General Revenue Fund of the State Treasury for the fiscal year ending June 30, 1997, the sum of One Million Five Hundred Thousand Dollars (\$1,500,000.00) or so much thereof as may be necessary for the purpose of funding Head Start programs.

SECTION 4. There is hereby appropriated to the Department of Commerce from any monies not otherwise appropriated from the General Revenue Fund of the State Treasury for the fiscal year ending June 30, 1997, the sum of Two Hundred Twelve Thousand Nine Hundred Seventy-six Dollars (\$212,976.00) or so much thereof as may be necessary for the purpose of funding a Dual Use Training Center for bid assistance for Oklahoma business and industry.

SECTION 5. There is hereby appropriated to the Department of Commerce from any monies not otherwise appropriated from the General Revenue Fund of the State Treasury for the fiscal year ending June 30, 1997, the sum of Three Hundred Sixty-five Thousand Dollars (\$365,000.00) or so much thereof as may be necessary for the purpose

of developing and promoting international markets for Oklahoma products, services, and energy resources.

SECTION 6. From all appropriations to the Department of Commerce for the fiscal year ending June 30, 1997, the following amounts shall be expended, subject to availability of funds, in the following categories:

Community Action Agencies:

\$4,067,078.00

Action, Inc.

Big Five Community Services, Inc.

Community Action Agency of Oklahoma

City and Oklahoma/Canadian

Counties, Inc.

Community Development Support
Association

Cookson Hills Community Action
Foundation

Deep Fork Community Action
Foundation

Delta Community Action Foundation

Great Plains Improvement Foundation

INCA Community Services, Inc.

KiBois Community Action Foundation

Little Dixie Community Action
Agency

Muskogee County Community Services
Program

Northeast Oklahoma Community Action
Agency

Opportunities, Inc.

Rural Enterprises Community Action
Program

Southwest Oklahoma Community Action
Group

Tulsa Community Action Agency

United Community Action Program

Wa-Ro-Ma Tri-County Community
Action Foundation, Inc.

Washington/Nowata Counties
Community Action Foundation, Inc.

Washita Valley Community Action
Council

Minority Business Development
Program Revolving Fund
\$219,011.00

Rural Enterprise Inc.
\$111,282.00

Substate Planning Districts:
\$415,258.00

Association of Central Oklahoma
Governments

Association of South Central
Oklahoma Governments

Central Oklahoma Economic
Development District

Eastern Oklahoma Economic
Development District

Grand Gateway Economic Development
Association

Indian Nation Council of
Governments

Kiamichi Economic Development
District of Oklahoma

Northern Oklahoma Development
Association

Oklahoma Economic Development
Association

Southern Oklahoma Development
Association

Southwestern Oklahoma Development
Authority

Little Dixie Community Action
Agency for the Statewide Youth
Restitution Program

\$30,662.00

Community Development Centers
Program
\$131,406.00

Southeastern Oklahoma State
University for the Statewide
Small Business Development
Centers Program
\$622,030.00

Rural Regional Incubator Program-
Kiamichi Economic Development

District of Oklahoma	
\$168,670.00	
Native American Cultural and Educational Authority	
\$250,000.00	
Central Oklahoma Economic Development District	\$25,000.00
Eastern Oklahoma Development District	\$40,000.00
Dual Use Training Center	
\$212,976.00	
Grand Gateway Economic Development Association	\$15,000.00
Northern Oklahoma Development Association	\$13,354.00

SECTION 7. The Oklahoma Department of Commerce shall expend the amount allocated in Section 6 of this act, or so much as may be necessary, to accomplish contractual responsibilities with Rural Enterprises, Inc. for the purpose of providing financial and technical assistance for economic development to area businesses. Contractor shall make quarterly financial and performance reports to the Oklahoma Department of Commerce as required by contract. Contractor shall cooperate with the Oklahoma Department of Commerce to assist in business financing, assist expansions of existing industry and home-based businesses. Contractor shall submit an annual audit as required by the Oklahoma Department of Commerce. For the fiscal year ending June 30, 1997, any contracts authorized under this appropriation shall be exempt from the Central Purchasing Act.

SECTION 8. The Oklahoma Department of Commerce shall enter into contracts to distribute Seven Hundred Fifty-seven Thousand One Hundred Sixty-four Dollars (\$757,164.00) of the amount allocated to all Community Action Agencies listed in Section 6 of this act for the purpose of general missions of the agencies. Such distribution shall be based on a formula developed from historical data such as poverty population, number of elderly poor and size of geographic service area.

The Department may require the agencies which receive said funds to provide a thirty percent (30%) matching share in cash or in-kind contributions, or both such cash and in-kind contributions.

SECTION 9. The Oklahoma Department of Commerce shall expend Three Million Three Hundred Nine Thousand Nine Hundred Fourteen Dollars (\$3,309,914.00) of the amount allocated to Community Action Agencies in Section 6 of this act, or so much thereof as may be necessary, for the purpose of improving Head Start programs and expanding Head Start enrollment. Of said amount:

1. Three Million Seventy-nine Thousand Four Hundred Nineteen Dollars (\$3,079,419.00) shall be distributed through contracts with Community Action Agencies that operate or sponsor federally funded Head Start programs. Contracts shall require eligible Community Action Agencies to expand Head Start services and enrollment, offer family services and develop early intervention strategies for juvenile delinquency prevention. Distribution of funds shall be based on a formula developed from historical data on poverty

population and criteria used by the U.S. Department of Health and Human Services in the distribution of federal funds appropriated for the Head Start Program;

2. Five percent (5%) of the total Head Start allocation, or so much thereof as may be necessary, shall be expended by the Oklahoma Department of Commerce for the purpose of administering Head Start contracts provided herein. Such duties of the Department shall include establishing performance criteria, reviewing programs for effectiveness in accomplishing objectives of the federal Head Start Program, and monitoring compliance with contractual provisions; and

3. Sixty Five Thousand Dollars (\$65,000.00) shall be distributed through contract to the Oklahoma Association of Community Action Agencies, Inc., for the purpose of the Head Start Coordination Program and providing assessment, training and technical assistance to Head Start programs.

SECTION 10. For the fiscal year ending June 30, 1997, contracts authorized by Sections 8 and 9 of this act shall be exempt from the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes. The Department shall not execute a contract with a Community Action Agency until the applicant submits, and the Department approves, a budget work program for expenditure of funds. Each contract shall require audits of expenditures, as provided in rules promulgated by the Department of Commerce.

SECTION 11. For the fiscal year ending June 30, 1997, the Oklahoma Department of Commerce shall expend the amount allocated in Section 6 of this act, or so much thereof as may be necessary, to perform the substate multicounty regional planning functions and responsibilities imposed upon the Department by law. Existing substate planning districts presently meeting requirements of the Oklahoma Department of Commerce pursuant to the provisions of this section shall be allocated the following amounts:

DISTRICT NUMBERS	AMOUNT
1 - Grand Gateway Economic Development Association (Craig, Delaware, Mayes, Nowata, Ottawa, Rogers and Washington Counties) \$ 37,000.00	
2 - Eastern Oklahoma Development District (Adair, Cherokee, McIntosh, Muskogee, Okmulgee, Sequoyah and Wagoner Counties) \$ 37,290.00	
3 - Kiamichi Economic Development District of Oklahoma (Choctaw, Haskell, Latimer, LeFlore, McCurtain, Pittsburg and Pushmataha Counties) \$ 36,750.00	
4 - Southern Oklahoma Development Association (Atoka, Bryan, Carter, Coal, Garvin, Johnston, Love, Marshall, Murray and Pontotoc Counties) \$ 37,000.00	
5 - Central Oklahoma Economic Development District (Hughes, Lincoln, Okfuskee, Pawnee, Payne, Pottawatomie and Seminole Counties) \$ 37,083.00	
6 - Indian Nations Council of Governments (Creek, Osage and Tulsa Counties) \$ 40,446.00	
7 - Northern Oklahoma Development Association (Alfalfa, Blaine, Garfield, Grant, Kay, Kingfisher, Major and Noble Counties) \$ 37,083.00	
8 - Association of Central Oklahoma Governments (Canadian, Cleveland, Logan and Oklahoma Counties) \$ 42,522.00	
9 - Association of South Central Oklahoma Governments (Caddo, Comanche, Cotton, Grady, Jefferson, McClain, Stephens and Tillman Counties) \$ 37,871.00	
10 - South Western Oklahoma Development Authority (Beckham, Custer, Greer, Harmon, Jackson, Kiowa, Roger Mills and Washita Counties) \$ 36,418.00	

11 - Oklahoma Economic Development Association (Beaver, Cimarron, Dewey, Ellis, Harper, Texas, Woods and Woodward Counties) \$ 35,795.00

TOTAL

\$415,258.00

The Department may require the agencies to which the Department grants appropriated funds to provide a thirty percent (30%) matching share in cash or in an in-kind contribution, or both such cash and in-kind contribution.

The Oklahoma Department of Commerce shall establish eligibility requirements for substate multicounty planning districts to receive grants from appropriations to the Oklahoma Department of Commerce. The primary purpose of the substate multicounty planning districts shall include but not be limited to the enhancement of planning and technical assistance to local governments in the areas of community development, infrastructure and environmental needs.

At least two-thirds (2/3) of the voting membership of the board of each substate planning district shall be composed of the elected officials of conservation districts, incorporated towns, cities, or counties within the planning jurisdiction, or the designees of said officials.

SECTION 12. The Oklahoma Department of Commerce may expend the amount allocated in Section 6 of this act, or so much as may be necessary, to accomplish contractual responsibilities with Southeastern Oklahoma State University for its statewide Small Business Development Centers Network, to be used in conjunction with receipted federal funds for the network. The network shall serve as a resource and advisor to the Department in its efforts to provide business counseling, more fully developed managerial skills, technology transfer, business-related educational materials and training services. The contractor shall submit an annual work budget program and quarterly expenditure reports. The contractor shall submit an annual audit as required by the Department of Commerce. Audit costs may be paid from allocated, appropriated funds.

SECTION 13. The Oklahoma Department of Commerce may expend the amount allocated in Section 6 of this act, or so much as may be necessary, to accomplish contractual responsibilities with Little Dixie Community Action Agency, contractor, for the purpose of coordinating and operating a statewide juvenile restitution program and in order to provide state supplement to federal funds received to operate the program. The contractor shall submit an annual budget work program which must receive prior approval of the Department. The contractor shall submit monthly expenditures reports. The Department may disallow expenditures and withhold funds accordingly, if expenditure reports reflect noncompliance with the approved work budget program. The contractor must provide an annual audit, as directed by the Oklahoma Department of Commerce. Audit costs may be paid from allocated, appropriated funds. For the fiscal year ending June 30, 1997, any contracts authorized under this section shall be exempt from the Central Purchasing Act.

SECTION 14. For the fiscal year ending June 30, 1997, the Oklahoma Department of Commerce shall serve as the lead state agency in establishing a community development strategy and plan for the state. The Department shall have the authority to establish and administer community development programs such as certified community programs and community programs which enhance the quality of life in Oklahoma communities; the Department has the authority to administer such programs directly or by contract with qualified community development entities.

In establishing such programs, the Department shall determine needs, priorities or funding limits within the limits for such programs imposed by the Legislature. The Department may promulgate rules in accordance with the Administrative Procedures Act to clarify such programs.

The Department shall establish and develop or cause to be developed individual program budgets, work plans, and audits of each community development program established and administered. For the fiscal year ending June 30, 1997, any contract authorized under this section shall be exempt from the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 15. The Oklahoma Department of Commerce shall expend the amount allocated in Section 6 of this act, or so much as may be necessary, to accomplish contractual responsibilities for the creation of the Community Development Centers Program with emphasis on the aging and elderly. The Department may contract with communities or organizations only after:

1. An applicant has submitted an approved application;
2. An applicant has demonstrated through experience and managerial expertise capabilities of constructing or causing construction or renovation of facilities and management of community development facilities;
3. An applicant has demonstrated that it can provide financial management capacity and responsibility to manage a program for community development centers for the aging or elderly;
4. An applicant has demonstrated experience in establishing and managing programs to enhance the quality of life of the aging and elderly;
5. The Department of Commerce has developed, adopted and published additional criteria, ongoing programmatic guidance and definitions through rules;
6. A competitive bidding process has been conducted by the Department.

The Department may solicit donations, apply for federal grants or require matching funds to enhance the budget for the community development centers program. For the fiscal year ending June 30, 1997, funds expended for the program from the Community Development Centers Program Fund shall be exempt from the requirements of the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 16. The Oklahoma Department of Commerce is authorized to establish the Oklahoma Community Institute for Community Development. The purpose of the institute will be to: provide a one-stop resource/referral center for communities needing assistance; develop public policy recommendations that affect Oklahoma communities; and provide training and technical assistance for people who work in communities with an emphasis on local leadership development.

SECTION 17. The Oklahoma Department of Commerce shall expend the amount allocated in Section 6 of this act, or so much as may be necessary, to accomplish contractual responsibilities with the Kiamichi Economic Development District for the purposes of establishing a Rural Regional Incubator and for promoting economic and community development activities and services in the geographic service area. The services provided by the regional incubator shall include but not be limited to: business plan and pro forma development; permit and license assistance; assistance in securing a client base; employee recruitment and training; and advertising and marketing assistance for companies. The Department shall establish performance standards for the program. Funds expended for the

programs shall be exempt from the requirement of the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 18. The Oklahoma Department of Commerce shall assist the Native American Cultural and Educational Authority as required by Section 5017 of Title 74 of the Oklahoma Statutes. For fiscal year ending June 30, 1997 any contracts authorized under this section shall be exempt from the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 19. Of the funds appropriated to the Department of Commerce by Section 57 of Enrolled Senate Bill No. 837 of the 2nd Session of the 45th Oklahoma Legislature, One Hundred Forty-five Thousand Dollars (\$145,000.00) shall be transferred to the Capital Improvement Program Revolving Fund to pay the cost of providing services for various capital improvement planning projects.

SECTION 20. The Oklahoma Department of Commerce in conjunction with the Oklahoma Housing Finance Agency shall contract for a review and assessment of housing needs in Oklahoma. The review should identify voids and gaps in the existing housing stock as well as recommend effective ways to meet the housing needs in both urban and rural areas of the state. A strategic housing development plan shall be developed and recommended to the Governor and Legislature by February 1, 1997.

SECTION 21. The Oklahoma Department of Commerce in conjunction with the University Center at Tulsa and the Tulsa Chamber of Commerce shall contract for the development of a comprehensive urban economic development model. The model shall include, but not be limited to, such components as business development, housing, financing, job development, the use of enterprise zones and other incentives which will encourage development in low-income urban areas of Oklahoma.

SECTION 22. The Oklahoma Department of Commerce shall expend the amount allocated in Section 6 of this act, or so much as may be necessary, to accomplish contractual responsibilities with the Central Oklahoma Economic Development District for the purposes of promoting economic and community development and to enhance the quality of life in Oklahoma communities within the service area. Funds expended for the programs shall be exempt from the requirements of the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 23. Effective January 1, 1997, the Oklahoma Department of Commerce may expend the amount allocated in Section 6 of this act, or so much as may be necessary, to accomplish contractual responsibilities with the Dual Use Training Center for the purpose of establishing a training center which includes bid assistance training and assistance for Oklahoma businesses. Funds expended for the program shall be exempt from the requirements of the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 24. The Oklahoma Department of Commerce shall expend the amount allocated in Section 6 of this act, or so much as may be necessary, to accomplish contractual responsibilities with the Eastern Oklahoma Development District for the purpose of promoting economic and community development and improving the transportation services in the geographic area. Funds expended for the programs shall be exempt from the requirements of the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 25. The Oklahoma Department of Commerce shall expend the amount allocated in Section 6 of this act, or so much thereof as may be necessary to accomplish contractual responsibilities with

Northern Oklahoma Development Association for the purpose of promoting economic and community development and improving the transportation services in the geographic area. Funds expended for the programs shall be exempt from the requirements of the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 26. The Oklahoma Department of Commerce shall expend the amount allocated in Section 6 of this act, or so much thereof as may be necessary to accomplish contractual responsibilities with Grand Gateway Economic Development Association for the purpose of promoting economic and community development and to enhance the quality of life in Oklahoma communities within the service area. Funds expended for the programs shall be exempt from the requirements of the Central Purchasing Act, Section 85.1 et seq. of Title 74 of the Oklahoma Statutes.

SECTION 27. Funds appropriated to the Oklahoma Department of Commerce in Section 110, Chapter 39, O.S.L. 1995, may be budgeted and expended for the fiscal year ending June 30, 1997, and may be budgeted and expended for the general operating expenses of the Oklahoma Department of Commerce regardless of the purpose for which the funds were appropriated and budgeted by the agency for the fiscal year ending June 30, 1996.

SECTION 28. The duties and compensation of employees, not otherwise prescribed by law, necessary to perform the duties imposed upon the Oklahoma Department of Commerce by law shall be set by the Executive Director. The salary of the Executive Director shall not exceed One Hundred One Thousand Six Hundred Sixty Dollars (\$101,660.00) per annum, payable monthly for the fiscal year ending June 30, 1997. The Oklahoma Department of Commerce for the fiscal year ending June 30, 1997, shall be subject to the following budgetary limitations on full-time-equivalent employees, except as may be authorized pursuant to the provisions of Section 3603 of Title 74 of Oklahoma Statutes:

<u>Budgetary Limitation</u>	<u>Amount</u>
Full-time-equivalent Employees	185.0
Lease-Purchase Agreements	\$0.00

SECTION 29. All funds appropriated to the Oklahoma Department of Commerce for the fiscal year ending June 30, 1997, may be used and expended in conjunction or cooperation with any federal agency or instrumentality pursuant to such terms and conditions as may be necessary to obtain grants or federal aid assistance in accordance with state law. The Department is hereby authorized to collect, receive, and use any and all grants or reimbursements made available to it through any agency or instrumentality of the federal government. Such funds shall be deposited in the State Treasury and disbursed in accordance with agreements between the Department and applicable federal agencies or instrumentalities.

SECTION 30. For the fiscal year ending June 30, 1997, the Department of Commerce shall budget all funds in the following categories and amounts:

<u>Category</u>	<u>Appropriation</u>	<u>Total</u>
Operational Support	\$ 2,912,929.00	\$ 3,801,284.00
Business Financing	347,928.00	15,008,245.00
Business Services	2,188,267.00	2,449,850.00
Community Investment	7,871,705.00	54,277,664.00
Global Trade	1,366,928.00	1,536,928.00
Information Services	1,493,623.00	6,242,714.00
Marketing and Sales	<u>2,027,220.00</u>	<u>2,179,858.00</u>
TOTAL	\$18,208,600.00	\$85,496,543.00

OKLAHOMA CENTER FOR THE ADVANCEMENT

OF SCIENCE AND TECHNOLOGY

SECTION 31. There is hereby appropriated to the Oklahoma Center for the Advancement of Science and Technology from any monies not otherwise appropriated from the General Revenue Fund of the State Treasury for the fiscal year ending June 30, 1997, the sum of Three Million Three Thousand One Hundred Twelve Dollars (\$3,003,112.00) or so much thereof as may be necessary to perform the duties imposed upon the Oklahoma Center for the Advancement of Science and Technology by law.

SECTION 32. From the monies appropriated to the Oklahoma Center for the Advancement of Science and Technology by Section 20 of Enrolled Senate Bill No. 837 of the 2nd Session of the 45th Oklahoma Legislature and by Section 31 of this act, the sum of Eight Million Five Hundred Forty-four Thousand Eight Hundred Ninety-seven Dollars (\$8,544,897.00) shall be deposited into the Research Support Revolving Fund created pursuant to Section 5060.11 of Title 74 of the Oklahoma Statutes.

Any monies appropriated in this section which are to be used to pay agency costs of program development, solicitation, processing and review of proposals, providing educational and technical assistance services, awarding of funds, contract performance evaluation or other expenses or services directly related to the implementation of programs shall be clearly indicated in the budget work program of the agency.

SECTION 33. The duties and compensation of employees, not otherwise prescribed by law, necessary to perform the duties imposed upon the Oklahoma Center for the Advancement of Science and Technology by law shall be set by the President of the Oklahoma Center for the Advancement of Science and Technology. The salary of the President shall not exceed Sixty-six Thousand Five Hundred Fifty-eight Dollars (\$66,558.00) per annum, payable monthly for the fiscal year ending June 30, 1997. The Oklahoma Center for the Advancement of Science and Technology for the fiscal year ending June 30, 1997, shall be subject to the following budgetary limitations except as may be authorized pursuant to the provisions of Section 3603 of Title 74 of the Oklahoma Statutes:

<u>Budgetary Limitation</u>	<u>Amount</u>
Full-time-equivalent Employees	20.0
Lease-Purchase Agreements	\$0.00

SECTION 34. For the fiscal year ending June 30, 1997, the Oklahoma Center for the Advancement of Science and Technology shall budget all funds in the following categories:

<u>Category</u>	<u>Appropriation</u>	<u>Total</u>
Research and Development	\$6,401,508.00	\$13,755,000.00
Technology Transfer	2,143,389.00	3,898,841.00
Administration	509,066.00	589,885.00
Breast Cancer	0.00	100,000.00
TOTAL	\$9,053,963.00	\$18,343,726.00

SECTION 35. The sum of Nine Million Dollars (\$9,000,000.00) originally appropriated to the Oklahoma Center for the Advancement of Science and Technology from the General Revenue Fund of the State Treasury for the fiscal year ending June 30, 1990, by Section 1, Chapter 312, O.S.L. 1989, from any monies not otherwise appropriated, for deposit in the Research Support Revolving Fund created pursuant to Section 5060.11 of Title 74 of the Oklahoma Statutes, for the Centers of Excellence, may be used for Applied/Health Research, less expenditures and encumbrances as adjusted by transfer on the effective date of this act.

None of the monies reappropriated and redesignated in this section may be used for salary or fringe benefits for employees of the Oklahoma Center for the Advancement of Science and Technology.

SECTION 36. The sum of One Million Dollars (\$1,000,000.00) originally appropriated to the Oklahoma Center for the Advancement of Science and Technology from the General Revenue Fund of the State Treasury for the fiscal year ending June 30, 1989, by Section 1, Chapter 246, O.S.L. 1988, from any monies not otherwise appropriated, for deposit in the Research Support Revolving Fund created pursuant to Section 5060.11 of Title 74 of the Oklahoma Statutes, for the MOST Eminent Scholars and Research Equipment, may be used for Applied/Health Research, less expenditures and encumbrances as adjusted by transfer on the effective date of this act.

None of the monies reappropriated and redesignated in this section may be used for salary or fringe benefits for employees of the Oklahoma Center for the Advancement of Science and Technology.

SECTION 37. Appropriations made by this act may be budgeted for the fiscal year ending June 30, 1997 (hereafter FY-97) or may be budgeted for the fiscal year ending June 30, 1998 (hereafter FY-98). Funds budgeted for FY-97 may be encumbered only through June 30, 1997, and must be expended by November 15, 1997. Any funds remaining after November 15, 1997, and not budgeted for FY-98, shall lapse to the credit of the proper fund for the then current fiscal year. Funds budgeted for FY-98 may be encumbered only through June 30, 1998. Any funds remaining after November 15, 1998, shall lapse to the credit of the proper fund for the then current fiscal year. These appropriations may not be budgeted in both fiscal years simultaneously. Funds budgeted in FY-97, and not required to pay obligations for that fiscal year, may be budgeted for FY-98, after the agencies have prepared and submitted a budget work program revision removing these funds from the FY-97 budget work program and after such revision has been approved by the Office of State Finance.

SECTION 38. This act shall become effective September 1, 1996.

Passed the House of Representatives the 24th day of May, 1996.

Speaker of the House of
Representatives

Passed the Senate the 24th day of May, 1996.

President of the Senate