

STATE OF OKLAHOMA

2nd Session of the 48th Legislature (2002)

CONFERENCE COMMITTEE SUBSTITUTE
FOR ENGROSSED
SENATE BILL 1358

By: Morgan of the Senate

and

Webb of the House

CONFERENCE COMMITTEE SUBSTITUTE

An Act relating to state government and higher education; amending 74 O.S. 2001, Section 110.1, which relates to the Department of Central Services; redefining terms; deleting exemption; providing for promulgation of rules; requiring Director to specify tangible asset reporting threshold; providing threshold; providing criteria for Director to use when establishing threshold; defining tangible assets; providing for treatment of tangible assets; allowing periodic checks of tangible assets; requiring personnel be made available for certain duties; requiring reporting to certain officials if tangible assets are missing; amending Section 19 of Enrolled Senate Bill No. 1486 of the 2nd Session of the 48th Oklahoma Legislature, which relates to the Oklahoma State Regents for Higher Education master lease program; modifying terms of certain leases; providing an effective date; and declaring an emergency.

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

SECTION 1. AMENDATORY 74 O.S. 2001, Section 110.1, is amended to read as follows:

Section 110.1 A. The Department of Central Services shall maintain a current inventory of ~~all equipment~~ tangible assets owned by state ~~departments,~~ boards, commissions, institutions, ~~or~~ agencies ~~of the state except equipment used in medical education and research costing less than Five Hundred Dollars (\$500.00).~~

~~B. Except for the institutions comprising The Oklahoma State System of Higher Education, and the University Hospitals, the Department of Central Services inventory shall consist of machinery,~~

~~implements, tools, furniture, livestock, vehicles, and other apparatus that may be used repeatedly without material impairment of its physical condition and which has a calculable period of service and a value of over Five Hundred Dollars (\$500.00).~~

~~C. For~~ and the institutions comprising The Oklahoma State System of Higher Education and the University Hospitals, ~~the Department of Central Services inventory Authority.~~

B. The Director of Central Services shall have authority to promulgate rules to implement the provisions of this section.

C. For entities included in subsection A of this section, the Director of Central Services shall specify a tangible asset reporting threshold for each entity, not to exceed the federal capitalization rate specified in the Office of Management and Budget Circular A-21 or future federal circulars or regulations as amended. When establishing the tangible asset reporting threshold for an entity, the Director of Central Services shall consider the entity's capability to provide tangible asset records, finance and accounting systems, inventory accuracy and other pertinent factors.

D. Tangible assets shall consist of machinery, implements, tools, furniture, livestock, vehicles and other apparatus that may be used repeatedly without material impairment of its physical condition and ~~has~~ have a calculable period of service and a value ~~of over Five Hundred Dollars (\$500.00)~~ exceeding the reporting threshold the Director of Central Services establishes for the entity.

~~D. The Department~~ E. Rules that the Director of Central Services promulgates shall cause all ~~such articles~~ tangible assets to be properly coded, tagged, or marked in such a manner that they may be readily identified as property of the State of Oklahoma and that statistical records may be maintained thereof.

F. The Department of Central Services may make periodic checks of tangible assets of entities listed in subsection A of this

section. All ~~state departments, boards, commissions, institutions,~~
~~or agencies of the State of Oklahoma~~ entities will make support
personnel available to the Department of Central Services, ~~support~~
~~personnel~~ to ~~check~~ report tangible asset acquisitions, assist with
identification and update inventories on a periodic basis.

G. The Department of Central Services shall report missing
tangible assets to state investigative or law enforcement officials.

SECTION 2. AMENDATORY Section 19 of Enrolled Senate Bill
No. 1486 of the 2nd Session of the 48th Oklahoma Legislature is
amended to read as follows:

Section 19. The Oklahoma State Regents for Higher Education may
establish a master lease program to finance the acquisition of items
of personal property as may be required by or useful to institutions
and entities within The Oklahoma State System of Higher Education in
order to achieve cost-saving efficiencies. The funds used by the
Regents for the purposes authorized by this section shall be
available for lease transactions having a minimum value of Fifty
Thousand Dollars (\$50,000.00) and a maximum value of Ten Million
Dollars (\$10,000,000.00). Such leases shall have a term that is no
~~less~~ more than the useful life of the personal property acquired by
institutions pursuant to the provisions of this section or no more
than twenty (20) years.

SECTION 3. Section 1 of this act shall become effective
November 1, 2002.

SECTION 4. It being immediately necessary for the preservation
of the public peace, health and 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.