

CORRECTED

THE HOUSE OF REPRESENTATIVES

Thursday, February 14, 2008

House Bill No. 2731

HOUSE BILL NO. 2731 - By: JORDAN of the House and ANDERSON of the Senate.

An Act relating to schools; creating the School District Employee Direct Deposit Act; providing definitions of certain terms; authorizing a school district board of education to adopt a direct deposit system for school district employees; prohibiting certain service charges which decrease the net salary amount deposited for an employee; requiring all employees to participate; requiring new employees to begin participation upon employment; allowing previously hired employees to begin participation within certain time period; requiring a school district direct deposit system policy to provide exceptions; providing for codification; providing for noncodification; providing an effective date; and declaring an emergency.

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

1 SECTION 1. NEW LAW A new section of law not to be codified in the
2 Oklahoma Statutes reads as follows:

3 This act shall be known and may be cited as the “School District Employee Direct
4 Deposit Act”.

5 SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma
6 Statutes as Section 6-106.2 of Title 70, unless there is created a duplication in
7 numbering, reads as follows:

8 A. As used in this section:

1 1. “Direct deposit system” means a method of electronically transferring a payroll
2 claim for an employee to a financial institution; and

3 2. “Employee” means any certified or support employee as defined in Section 26-103
4 of Title 70 of the Oklahoma Statutes employed by any school district in this state.

5 B. A school district board of education may adopt a policy implementing a direct
6 deposit system for employees of the school district.

7 C. There shall be no service charge of any type paid by the school district employee
8 at any time which shall decrease the net salary amount of the employee that is deposited
9 to the financial institution which is selected by the employee as a result of the
10 implementation and administration of a direct deposit system for the school district.

11 D. If a school district board of education adopts a direct deposit system for the
12 school district, all employees shall be required to participate in the direct deposit system.
13 Any employee hired after implementation of a direct deposit system shall, upon
14 employment with the school district, identify a financial institution that will serve as a
15 personal depository agent for the employee. Any employees hired before implementation
16 of a direct deposit system, shall have one (1) year to begin participation in the direct
17 deposit system and identify a financial institution that will serve as a personal
18 depository agent for the employee.

19 E. The direct deposit system policy adopted by a school district board of education
20 shall include limited exceptions to required participation by employees.

21 SECTION 3. This act shall become effective July 1, 2008.

1 SECTION 4. It being immediately necessary for the preservation of the public
2 peace, health and safety, an emergency is hereby declared to exist, by reason whereof
3 this act shall take effect and be in full force from and after its passage and approval.
4 COMMITTEE REPORT BY: COMMITTEE ON EDUCATION, dated 02-13-08 - DO
5 PASS, As Coauthored.