STATE OF OKLAHOMA

1st Session of the 52nd Legislature (2009)

COMMITTEE SUBSTITUTE
FOR ENGROSSED
SENATE BILL NO. 980 By: Coffee and Jolley of the Senate

and

Murphey of the House

COMMITTEE SUBSTITUTE

(state government - Oklahoma Information Services Act – codification - noncodification – recodification – repealer - effective dates - emergency)

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

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 50 of Title 74, unless there is created a duplication in numbering, reads as follows:

This act shall be known and may be cited as the "Oklahoma Information Services Act".

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 50.1 of Title 74, unless there is created a duplication in numbering, reads as follows:

A. There is hereby created the Office of Information Services. The Office of Information Services shall be operated and administered by a Chief Information Officer who shall be appointed by the Governor. The salary of the Chief Information Officer shall be comparable with the prevailing salaries for similar private sector positions. The first Chief Information Officer shall be appointed no later than January 1, 2010.

B. Any person appointed to the position of Chief Information Officer shall meet the following eligibility requirements:

1. A baccalaureate degree in Computer Information Systems, Information Systems or Technology Management, Business Administration, Finance, or other similar degree;

2. A minimum of ten (10) years of professional experience with responsibilities for management and support of information systems and information technology, including seven (7) years of direct management of a major information technology operation;

3. Familiarity with local and wide-area network design, implementation, and operation;

4. Experience with data and voice convergence service offerings;

5. Experience in developing technology budgets;

6. Experience in developing request for proposals and administering the bid process;

7. Experience managing professional staff, teams, and consultants;

8. Knowledge of telecommunications operations;

9. Ability to develop and set strategic direction for information technology and telecommunications and to manage daily development and operations functions;

10. An effective communicator who is able to build consensus;

11. Ability to analyze and resolve complex issues, both logical and interpersonal;

12. Effective verbal and written communications skills and effective presentation skills, geared toward coordination and education;

13. Ability to negotiate and defuse conflict; and

14. A self-motivator, independent, cooperative, flexible and creative.

C. For the fiscal year ending June 30, 2010, the salary and any other expenses for the Chief Information Officer shall be budgeted through the Office of the State Treasurer and the Office of the State Treasurer shall provide office space, equipment and support to the Chief Information Officer. Beginning with the fiscal year ending June 30, 2011, the salary and any other expenses for the

Chief Information Officer shall be budgeted through the Office of Information Services.

D. 1. Within nine (9) months of appointment, the Chief Information Officer shall complete an assessment of the implementation of the transfer, coordination, and modernization of all information technology and telecommunication systems of all state agencies in the state as provided for in the Oklahoma Information Services Act.

2. Within twelve (12) months of appointment, the Chief Information Officer shall issue a report setting out a plan of action which will include the following:

a. the implementation of an information technology and telecommunications centralized infrastructure environment and centralized applications that are utilized across multiple agencies,

b. define the services that shall be centralized under the control of the Office of Information Services,

c. define the roadmap to implement the proposed centralized model. The roadmap shall include recommendations on the transfer, coordination, and modernization of all information technology and telecommunication systems of all the state agencies in the state,

d. recommendations on the reallocation of information technology and telecommunication resources and personnel,

e. recommendations on the alignment and operation of the communications and data transfer network known as OneNet,

f. a cost benefit analysis to support the recommendations on the reallocation of information technology and telecommunication resources and personnel, and

g. a calculation of the net savings realized through the reallocation and consolidation of information technology and telecommunication resources and personnel after compensating for the upfront cost of the creation of the Office of Information Services and the ongoing costs of the office.

3. The plan of action report shall be presented to the Governor, Speaker of the House of Representatives, and the President Pro Tempore of the State Senate.

4. The Chief Information Officer may contract with a private consultant or consultants to assist in the assessment and development of the plan of action report as required in this subsection.

E. Beginning July 1, 2010, the Chief Information Officer shall be authorized to employ personnel, fix the duties and compensation

of the personnel, not otherwise prescribed by law, and otherwise direct the work of the personnel in performing the function and accomplishing the purposes of the Office of Information Services.

F. Beginning July 1, 2010, the Office of Information Services shall be responsible for the following duties:

1. Formulate and implement the information technology strategy for the state;

2. Define, design, and implement an information technology and telecommunications centralized infrastructure and centralized application environment for the state;

3. Direct the development and operation of a scalable telecommunications infrastructure that supports data and voice communications reliability, integrity, and security;

4. Supervise the applications development process for those applications that are centralized;

5. Provide direction for the professional development of information technology staff of state agencies and oversee the professional development of the staff of the Office of Information Services;

6. Evaluate all technology investment choices for the state;

7. Create a plan to ensure alignment of current systems, tools, and processes with the strategic information technology plan for the state;

8. Set direction and provide oversight for the support and continuous upgrading of the current information technology and telecommunication infrastructure in the state in support of enhanced reliability, user service levels, and security;

9. Direct the development, implementation, and management of appropriate standards, policies and procedures to ensure the success of state information technology and telecommunication initiatives;

10. Recruit and centralize the required technical staff in the Office of Information Services to support the services provided by the Office and the execution of the strategic information technology plan for the state;

11. Establish, maintain, and enforce information technology and telecommunication standards;

12. Delegate, coordinate, and review all work to ensure quality and efficient operation of the Office of Information Services;

13. Create and implement a communication plan that disseminates pertinent information to state agencies on standards, policies, procedures, service levels, project status, and other important information to customers of the Office of Information Services and provide for agency feedback and performance evaluation by customers of the Office;

14. Develop and implement training programs for state agencies using the centralized services of the Office of Information Services

and recommend training programs to state agencies on information technology and telecommunication systems, products and procedures;

15. Provide counseling, performance evaluation, training, motivation, discipline, and assign duties for employees of the Office of Information Services;

16. Oversee the purchasing of information technology products and services for the state;

17. Develop and enforce an overall infrastructure architecture strategy and associated roadmaps for desktop, network, server, storage, and centralized management systems for state agencies;

18. Effectively manage the design, implementation and support of complex, highly available infrastructure to ensure optimal performance, on-time delivery of features, and new products, and scalable growth;

19. Define and implement a governance model for requesting services and monitoring service level metrics for all centralized services; and

20. Create the budget for the Office of Information Services to be submitted to the Legislature each year.

G. Upon receiving approval of the State Governmental Technology Applications Review Board, the Chief Information Officer shall implement the plan of action as set forth in subsection D of this section. The State Governmental Technology Applications Review Board shall provide ongoing oversight of the implementation of the

plan of action. Any proposed amendments to the plan of action shall be approved by the Board prior to adoption. The net savings realized through the reallocation and consolidation of information technology and telecommunication resources and personnel after compensating for the up-front costs and ongoing costs of the Office of Information Services which are identified and reported in the plan of action shall be realized no later than July 1, 2011.

H. The Chief Information Officer shall be responsible for the procurement of all information technology and telecommunication software, hardware, equipment, peripheral devices, maintenance, consulting services, high technology systems, and other related information technology, data processing, telecommunication and related peripherals and services for the state. The Chief Information Officer shall establish, implement, and enforce policies and procedures for the procurement of information technology and telecommunication software, hardware, equipment, peripheral devices, maintenance, consulting services, high technology systems, and other related information, data processing, telecommunication and related peripherals and services by purchase, lease-purchase, lease with option to purchase, lease and rental.

I. The Office of Information Services and the Chief Information Officer shall be subject to The Oklahoma Central Purchasing Act and the requirements of the Public Competitive Bidding Act of 1974, the Oklahoma Lighting Energy Conservation Act and the Public Building

Construction and Planning Act when procuring data processing, information technology, telecommunication, and related peripherals and services and when constructing information technology and telecommunication facilities, telecommunication networks and supporting infrastructure. The Chief Information Officer shall be authorized to delegate all or some of the procurement of information technology and telecommunication products and services and construction of facilities and telecommunication networks to another state entity if the Chief Information Officer determines it to be cost-effective and in the best interest of the state. The Chief Information Officer shall have authority to designate information technology and telecommunication contracts as statewide contracts and mandatory statewide contracts pursuant to Section 85.5 of Title 74 of the Oklahoma Statutes.

J. The Chief Information Officer shall establish and implement charges and a system to assess the charges to state agencies for their use of centralized information technology and telecommunication services subject to the approval of the State Governmental Technology Applications Review Board.

K. The Chief Information Officer shall establish, implement, and enforce policies and procedure for the development and procurement of an interoperable radio communications system for state agencies. The Chief Information Officer shall work with local

governmental entities in developing the interoperable radio communications system.

L. The Chief Information Officer shall develop and implement a plan to utilize open source technology and products for the information technology and telecommunication systems in the state.

M. All state agencies, boards, commissions, and authorities of this state and all officers and employees of those entities are hereby directed to work and cooperate with and lend assistance to the Chief Information Officer and the Office of Information Services and to provide any and all information requested by the Chief Information Officer.

N. The Chief Information Officer shall prepare an annual report detailing the ongoing net saving attributable to the reallocation and consolidation of information technology and telecommunication resources and personnel and shall submit the report to the Governor, the Speaker of the House of Representatives, and the President Pro Tempore of the Senate.

SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 50.2 of Title 74, unless there is created a duplication in numbering, reads as follows:

A. On July 1, 2010, the Information Services Division of the Office of State Finance is hereby transferred from the Office of State Finance to the Office of Information Services. The transfer shall include all real property, buildings, furniture, equipment,

supplies, records, personnel, assets, current and future liabilities, fund balances, encumbrances, obligations, indebtedness, powers, duties, and responsibilities associated with the Information Services Division of the Office of State Finance.

B. It is the intent of the Legislature that all employees of the Office of State Finance who are assigned to the Information Services Division on July 1, 2010, shall be transferred to the Office of Information Services with retention of pay and benefits, as much as possible, including longevity, insurance benefits, seniority, rights, and other privileges or benefits, which may be provided through contractual arrangements with the Office of State Finance.

SECTION 4. AMENDATORY 62 O.S. 2001, Section 41.3, is amended to read as follows:

Section 41.3 There is hereby created in the Executive Department, the Office of State Finance which shall consist of a Division of the Budget, a Division of Central Accounting and Reporting, ~~an Information Services Division,~~ and an Oklahoma Financial Information System Management Division under the administrative control of the Director of State Finance and directly responsible to ~~him~~ the Director.

The terms "State Budget Director" or "Budget Director" appearing in the Oklahoma Statutes shall mean "Director of State Finance".

The terms "State Budget Office", "Division of the Budget"~~,~~ or "Division of Central Accounting and Reporting"~~, "Information Services Division", or "Oklahoma Financial Information System Management Division"~~ appearing in the Oklahoma Statutes shall mean the Office of State Finance or the divisions thereof.

SECTION 5. AMENDATORY 62 O.S. 2001, Section 41.5a, as last amended by Section 1, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5a), is amended to read as follows:

Section 41.5a A. The Office of Information Services ~~Division~~ shall:

1. Coordinate information technology planning through analysis of the long-term information technology plans for each agency;

2. Develop a statewide information technology plan with annual modifications to include, but not be limited to, individual agency plans and information systems plans for the statewide electronic information technology function;

3. Establish and enforce minimum mandatory standards for:

a. information systems planning,

b. systems development methodology,

c. documentation,

d. hardware requirements and compatibility,

e. operating systems compatibility,

f. acquisition of software ~~and~~, hardware ~~acquisition~~ and technology-related services,

g. information security and internal controls,

h. data base compatibility, ~~and~~

i. contingency planning and disaster recovery, and

j. imaging and scanning systems.

The standards shall, upon adoption, be the minimum requirements applicable to all agencies. These standards shall be compatible with the standards established for the Oklahoma Government Telecommunications Network created in Section ~~41.5m~~ 50.14 of ~~this title~~ Title 74 of the Oklahoma Statutes. Individual agency standards may be more specific than statewide requirements but shall in no case be less than the minimum mandatory standards. Where standards required of an individual agency of the state by agencies of the federal government are more strict than the state minimum standards, such federal requirements shall be applicable;

4. Develop and maintain applications for agencies not having the capacity to do so;

5. Operate an information technology service center to provide operations and hardware support for agencies requiring such services and for statewide systems;

6. Maintain a directory of the following which have a value of Five Hundred Dollars ($500.00) or more: application systems, systems software, hardware, internal and external information technology, communication or telecommunication equipment owned, leased, or rented for use in communication services for state

government, including communication services provided as part of any other total system to be used by the state or any of its agencies, and studies and training courses in use by all agencies of the state; and facilitate the utilization of the resources by any agency having requirements which are found to be available within any agency of the state;

7. Assist agencies in the acquisition and utilization of information technology systems and hardware to effectuate the maximum benefit for the provision of services and accomplishment of the duties and responsibilities of agencies of the state;

8. Coordinate for the executive branch of state government agency information technology activities, encourage joint projects and common systems, ~~and~~ linking of agency systems through the review of agency plans, <u>review and approval of all statewide contracts for software, hardware and information technology consulting services and</u> development of a statewide plan and its integration with the budget process to ensure that developments or acquisitions are consistent with statewide objectives and that proposed systems are justified and cost effective;

9. Develop performance reporting guidelines for information technology facilities and conduct an annual review to compare agency plans and budgets with results and expenditures;

10. Establish operations review procedures for information technology installations operated by agencies of the state for

independent assessment of productivity, efficiency, cost effectiveness, and security;

11. Establish service center user charges for billing costs to agencies based on the use of all resources;

12. Provide system development and consultant support to state agencies on a contractual, cost reimbursement basis; and

13. In conjunction with the Oklahoma Office of Homeland Security, enforce the minimum information security and internal control standards established by the Office of Information Services ~~Division~~. An enforcement team consisting of the Chief Information ~~Director~~ Officer of the Office of Information Services ~~Division~~ or a designee, a representative of the Oklahoma Office of Homeland Security, and a representative of the Oklahoma State Bureau of Investigation shall enforce the minimum information security and internal control standards. ~~An~~ If the enforcement team determines that an agency ~~that~~ is not in compliance with the minimum information security and internal control standards ~~shall be notified. The agency will be required to submit a plan for becoming compliant within a specified time period, based on the severity of the noncompliance. If the agency does not become compliant with the minimum information security and internal control standards within the specified time period, the enforcement team shall institute progressive actions as follows:~~

~~a. if possible, extend the time period for becoming compliant,~~

~~b. work with the agency~~, the Chief Information Officer shall take immediate action to mitigate the noncompliance,

~~c. notify the agency director, the Governor, the Speaker of the House of Representatives, and the President Pro Tempore of the Senate that the agency will be removed from~~ including the removal of the agency from the infrastructure of the state until the agency becomes compliant,

~~d. notify the agency director, the Governor, the Speaker of the House of Representatives, and the President Pro Tempore of the Senate that the enforcement team will take~~ taking control of the information technology function of the agency until the agency is compliant, and

~~e. recommend to the Governor and the Legislature that~~ transferring the administration and management of the information technology function of the agency ~~be transferred~~ to the Office of Information Services or another state agency.

B. No agency of the executive branch of the state shall use state funds for or enter into any agreement for the acquisition of

any category of computer hardware, software or any contract for information technology services and equipment exceeding ~~Twenty five Thousand Dollars ($25,000.00)~~ Ten Thousand Dollars ($10,000.00) in value without written authorization of the ~~Director of State Finance~~ Chief Information Officer. The provisions of this subsection shall not be applicable to any member of The Oklahoma State System of Higher Education, any public elementary or secondary schools of the state, or any technology center school district as defined in Section 14-108 of Title 70 of the Oklahoma Statutes.

C. The Office of ~~State Finance~~ Information Services and all agencies of the executive branch of the state shall not be required to disclose, directly or indirectly, any information of a state agency which is declared to be confidential or privileged by state or federal statute or the disclosure of which is restricted by agreement with the United States or one of its agencies, nor disclose information technology system details that may permit the access to confidential information or any information affecting personal security, personal identity, or physical security of state assets.

SECTION 6. AMENDATORY 62 O.S. 2001, Section 41.5a-1, as amended by Section 2, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5a-1), is amended to read as follows:

Section 41.5a-1 The Office of Information Services ~~Division~~ shall, at the end of each month, render a statement of charges to

all state agencies to which it has furnished processing services for the direct costs of the Data Service Center of the ~~Division~~ Office. In total, the charges shall not exceed the direct costs of the Data Service Center of the ~~Division~~ Office. Systems analysts and programming services costs shall be recovered directly from the agency for which the service was rendered, as agreed to by that agency, and shall not be prorated to agencies not receiving such services. All amounts so collected shall be deposited in the State Treasury to the credit of the General Revenue Fund.

SECTION 7. AMENDATORY Section 3, Chapter 148, O.S.L. 2007 (62 O.S. Supp. 2008, Section 41.5a-3), is amended to read as follows:

Section 41.5a-3 The Office of Information Services ~~Division of the Office of State Finance~~ is authorized to:

1. Define the requirements for a facility that can be used by any state agency to:

a. install backup information technology equipment, or

b. install information technology equipment acquired as the result of the primary processing facilities being unavailable for an extended period of time;

2. Enter into a multiyear agreement for a private facility that meets the defined requirements; and

3. Advise state agencies when the facility is available for their use.

SECTION 8. AMENDATORY Section 1, Chapter 340, O.S.L. 2008 (62 O.S. Supp. 2008, Section 41.5a-4), is amended to read as follows:

Section 41.5a-4 A. The Office of Information Services ~~Division of the Office of State Finance~~ is authorized to:

1. Develop and publish a state policy and procedures for the destruction or disposal of all electronic storage media to ensure that all confidential information stored on such electronic media devices is destroyed or disposed of in a secure and safe manner;

2. Define the requirements for the secure destruction or disposal of electronic storage media; and

3. Assist the Department of Central Services in implementing the policy and procedures for the destruction or disposal of state electronic storage media.

B. The Office of ~~State Finance~~ Information Services shall notify all agencies, boards, commissions and authorities of the policy and procedures for the secure and safe destruction or disposal of electronic storage media.

C. The Department of Central Services shall remove all electronic storage media from all surplus information technology and telecommunication equipment before it is sold, donated, stored or destroyed. A state agency may remove electronic storage media from their surplus information technology and telecommunication equipment prior to sending the surplus to the Department of Central Services,

so long as the agency has the technical expertise for removal and that the electronic storage media is sent for destruction or disposal pursuant to this subsection.

D. The Department of Central Services shall use existing and future funds from the sale of state surplus equipment and appropriations, as necessary, to pay for the destruction of electronic storage media.

SECTION 9. AMENDATORY 62 O.S. 2001, Section 41.5e, as last amended by Section 3, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5e), is amended to read as follows:

Section 41.5e A. No later than July 1 of each year, all agencies of the executive branch of this state presently using or contemplating the use of telecommunications and electronic information technology applications, including, but not limited to, the use of mainframe computers, minicomputers or microcomputers, word processing equipment, office automation systems, Internet, eGovernment, broadband, Wi-Fi or wireless networking, radio, including the interoperable radio communications system for state agencies, Global Positioning Systems (GPS), or contracts for information technology services and equipment, shall annually submit to the Office of Information Services ~~Division~~ a one-year operations plan, which shall include as a minimum:

1. An overview of major projects and objectives;

2. Cost per defined category of hardware, software, services and personnel;

3. An assurance of compliance with state standards on accessibility of information technology for individuals with disabilities developed in accordance with Section ~~41.5t~~ 50.19 of ~~this title~~ Title 74 of the Oklahoma Statutes; and

4. Such other information as the Office of Information Services ~~Division~~ may require for analysis and consolidation into a statewide telecommunications and electronic information technology plan.

B. No agency of the executive branch of this state shall enter into any agreement for the acquisition, development, or enhancement of application systems software or for the acquisition of electronic information technology equipment or peripheral devices, including Internet and eGovernment, broadband, Wi-Fi or wireless networking, radio, including the interoperable radio communications system for state agencies, Global Positioning Systems (GPS), whether or not connected to such equipment, unless the cost of such acquisition, development, or enhancement has been included in the plan for the agency. The Office of Information Services ~~Division~~ upon review of an information technology and telecommunication plan for the agency, shall submit in writing to the Governor, the Speaker of the House of Representatives, and the President Pro Tempore of the Senate its findings and recommendations on all proposed new and expanded programs and expenditures for personnel and the purchase or

acquisition of equipment, hardware, software, accessories, or services thereto, including but not limited to leases, rentals or lease-purchase, indicating that the associated cost meet or comply with Section ~~41.5a~~ 50.3 of ~~this title~~ Title 74 of the Oklahoma Statutes.

C. The provisions of this section shall not apply to the telecommunications network known as OneNet whether said network is governed or operated by the Oklahoma State Regents for Higher Education or any other state entity assigned responsibility for OneNet.

SECTION 10. AMENDATORY 62 O.S. 2001, Section 41.5f, as amended by Section 1, Chapter 148, O.S.L. 2007 (62 O.S. Supp. 2008, Section 41.5f), is amended to read as follows:

Section 41.5f A. The Office of ~~State Finance~~ Information Services shall:

1. Develop and/or acquire hardware and application software, including such modifications as may be required, to implement modern automated systems in the Department of Central Services, the Office of Personnel Management, and the Office of State Finance. Such systems include applications for accounting, budgeting, payroll/personnel, and purchasing;

2. Coordinate the initial implementation of the application systems with the three central service agencies of the state and

coordinate the phased implementation of the application systems with all branches of state government;

3. Develop procedures manuals and the related training necessary to implement the application systems;

4. Maintain and enhance, as necessary, the application systems of the Integrated Central Systems; and

5. Ensure the integrity of information in the Integrated Central Systems through data security measures, internal controls, and appropriate data base management.

B. The ~~Director of State Finance~~ Chief Information Officer shall make all policy decisions required to implement the Integrated Central Systems in accordance with this section after consultation with other affected agencies.

C. The ~~Director of State Finance~~ Chief Information Officer may enter into contracts for services, equipment, software, or supplies needed to carry out the provisions of this section.

SECTION 11. AMENDATORY 62 O.S. 2001, Section 41.5g, as amended by Section 2, Chapter 148, O.S.L. 2007 (62 O.S. Supp. 2008, Section 41.5g), is amended to read as follows:

Section 41.5g The ~~Director of State Finance~~ Chief Information Officer shall, by appropriate notification, advise agencies of the state when applications of the Integrated Central Systems are available for their use. Thereafter, each agency of the state shall submit transactions to the Office of ~~State Finance~~ Information

Services, the Office of Personnel Management, and the Department of Central Services in the manner and format required to effectuate the utilization of the Integrated Central Systems for all transactions for which an application is available.

Provided that nothing in this section shall be construed as to administratively place agencies currently exempt from any provisions of the Budget Act of 1947, The Oklahoma Central Purchasing Act, or the Oklahoma Personnel Act under the purview of such provisions.

SECTION 12. AMENDATORY 62 O.S. 2001, Section 41.5h, as amended by Section 4, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5h), is amended to read as follows:

Section 41.5h A. The Office of Information Services ~~Division of the Office of State Finance~~ is directed, authorized and empowered to enter into contracts for, to establish criteria for and manage the installation, maintenance and administration of a central communication or intercommunication system for and upon behalf of this state. The installation shall fulfill communication or intercommunications requirements of this state and its agencies located in the Capitol and those buildings situated on the Capitol grounds, known as the "Capitol Complex" in Oklahoma City, Oklahoma, ~~and~~ the state-owned building known as the "Tulsa Capitol Building" in Tulsa, Oklahoma, buildings which house state agencies located within four (4) miles of the Capitol Complex, and any location used

for the administration of the information technology and telecommunication infrastructure and security for the state.

B. The ~~Division~~ Office shall render a statement of charges at the end of each month to all state agencies to which it has furnished communications services for the direct cost sustained, provided that:

1. A pro rata formula is to be established in writing after giving consideration to the type of service furnished, the number and kinds of instruments used, the cost of operation and special installations required in each such agency in relation to the total cost of local service. The formula, once determined, is not to be redetermined more often than once every six (6) months nor to be changed after any such redetermination before the expiration of six (6) months; and

2. The ~~Division~~ Office is to be reimbursed by the state or any of its agencies for actual cost incurred for equipment installation or modification or for toll charges for use of telephone, telegraph, teletype, data communications, Internet, eGovernment, as referenced in Sections ~~41.5p~~ 50.15 and ~~41.5q~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes, or other form or forms of communication or intercommunication incurred by the state or by any agency.

C. No telephone, teletype, switchboard, line, cable system, data communication system, Internet, eGovernment, or systems of communication or intercommunication are to be installed in any

building or buildings owned, rented, leased or otherwise held by this state or its agencies at locations described in subsection A of this section without written order of the ~~Director of State Finance~~ Chief Information Officer or a designee. Provided, however, that acquisition and installation of such equipment in the Legislature shall be subject to the final approval of the Speaker of the House of Representatives or the President Pro Tempore of the Senate as appropriate.

SECTION 13. AMENDATORY 62 O.S. 2001, Section 41.5i, as last amended by Section 5, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5i), is amended to read as follows:

Section 41.5i In addition to the powers and duties as defined elsewhere in this title, the Office of Information Services ~~Division of the Office of State Finance~~ shall:

1. Coordinate statewide planning and approve statewide contracts for communication and telecommunications needs of state government, including, but not limited to, voice, data, radio including the interoperable radio communications system for state agencies, video, broadband, Wi-Fi or wireless networking, Global Positioning Systems (GPS), Internet, eGovernment, as referenced in Sections ~~41.5p~~ 50.15 and ~~41.5q~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes, and facsimile transmissions through analysis of the telecommunications and information technology plan of each agency;

2. Establish minimum mandatory standards and protocols for:

a. communication networks and equipment,

b. wide area and local area systems,

c. integration of equipment, systems and joint usage,

d. Internet and eGovernment,

e. operating systems or methods to be used to meet communications requirements efficiently, effectively, and securely,

f. rendering of aid between state government and its political subdivisions with respect to organizing of communications systems, and

g. an economical and cost-effective utilization of communication services.

The standards and protocols shall be compatible with the standards and protocols established for the Oklahoma Government Telecommunications Network created in Section ~~41.5m~~ 50.14 of ~~this title~~ Title 74 of the Oklahoma Statutes;

3. Serve as a focal point for all statewide projects and approve all statewide contracts involving current communications vendors where the focus of such authority can substantially enhance the state communications plan or the savings which can be achieved thereunder;

4. Provide, when requested by political subdivisions of the state, for the organizing of communications or telecommunications

systems and service between the state and its political subdivisions and enter into agreements to effect the purposes of this section;

5. Cooperate with any federal, state or local emergency management agency in providing for emergency communications and telecommunication services;

6. Apply for, receive, and hold, or assist agencies in applying for, receiving or holding such authorizations, licenses and allocations of channels and frequencies to carry out the purposes of this section;

7. Accomplish such other purposes as may be necessary or incidental to the administration of its authority or functions pursuant to law; and

8. Provide support for telecommunication networks of state agencies through analysis of the telecommunications needs and requirements of each agency and promotion of the use of the Oklahoma Government Telecommunications Network created in Section ~~41.5m~~ 50.14 of ~~this title~~ Title 74 of the Oklahoma Statutes.

SECTION 14. AMENDATORY 62 O.S. 2001, Section 41.5j, as amended by Section 6, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5j), is amended to read as follows:

Section 41.5j A. No agency of the executive branch of the state shall use state funds for or enter into any agreement for the acquisition, development or enhancement of a communication or telecommunication system including voice, data, radio, video,

Internet, eGovernment, as referenced in Sections ~~41.5p~~ 50.15 and ~~41.5q~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes, printers, scanners, copiers, and facsimile systems~~,~~ exceeding Ten Thousand Dollars ($10,000.00) in value without written authorization of the ~~Director of State Finance~~ Chief Information Officer or a designee. The ~~Director of State Finance~~ Chief Information Officer or a designee shall verify that any acquisition, development or enhancement is compatible with the operation of the Oklahoma Government Telecommunications Network created in Section ~~41.5m~~ 50.14 of ~~this title~~ Title 74 of the Oklahoma Statutes.

B. No agency of the executive branch of the state shall enter into any agreement for the acquisition, development or enhancement of a communication or telecommunication system or service including voice, data, radio, video, Internet, eGovernment, printers, scanners, copiers, and facsimile systems, unless the cost of such addition, change, improvement or development has been included in the statewide communications plan of the Office of Information Services ~~Division~~, as said plan may have been amended or revised.

C. State agencies may enter into interagency contracts to share communications and telecommunications resources for mutually beneficial purposes. The contract shall clearly state how its purpose contributes to the development or enhancement or cost reduction of a state network which includes voice, data, radio, video, Internet, eGovernment, or facsimile systems. The contract

shall be approved by the Office of Information Services ~~Division~~ before any payments are made.

D. The provisions of this section shall not apply to the telecommunications network known as OneNet whether said network is governed or operated by the Oklahoma State Regents for Higher Education or any other state entity assigned responsibility for OneNet.

SECTION 15. AMENDATORY 62 O.S. 2001, Section 41.5l, as amended by Section 8, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5l), is amended to read as follows:

Section 41.5l There is hereby created in the State Treasury a revolving fund for the Office of ~~State Finance~~ Information Services to be designated the "Telecommunications Revolving Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of appropriations made by the Legislature and reimbursements for providing telecommunications services as defined in Sections ~~41.5h, 41.5i, 41.5j~~ 50.10, 50.11, 50.12 and ~~41.5p~~ 50.15 of ~~this title~~ Title 74 of the Oklahoma Statutes. All monies accruing to such fund are hereby appropriated and may be budgeted and expended by the Office of ~~State Finance~~ Information Services for the purpose of providing telecommunications, Internet, and eGovernment services, as referenced in Sections ~~41.5p~~ 50.15 and ~~41.5q~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes, the construction and maintenance of information technology facilities

and services, and other related services. Expenditures from said fund shall be made upon warrants issued by the State Treasurer against claims filed as prescribed by law with the Director of State Finance for approval and payment.

SECTION 16. AMENDATORY 62 O.S. 2001, Section 41.5m, as amended by Section 9, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5m), is amended to read as follows:

Section 41.5m A. There is hereby created a wide area telecommunications network to be known and referred to as the "Oklahoma Government Telecommunications Network (OGTN)". The OGTN shall consist of the telecommunications systems and networks of educational entities and agencies of state government.

B. Notwithstanding the provisions of subsection A of this section:

1. The Oklahoma State Regents for Higher Education may continue to operate, maintain and enhance the State Regents Educational Telecommunications Network. The Oklahoma State Regents for Higher Education shall submit all plans for the enhancement of the State Regents Educational Telecommunications Network to the Office of ~~State Finance~~ Information Services for review and approval within the context of the statewide telecommunications network provided for in subsection C of this section and shall participate with the Office of ~~State Finance~~ Information Services in joint efforts to provide services for the OGTN; and

2. The Department of Public Safety may continue to operate, maintain and enhance the statewide law enforcement data communications network provided for in Section 2-124 of Title 47 of the Oklahoma Statutes. The Department of Public Safety shall submit all plans for the enhancement of the statewide law enforcement data communications network to the Office of ~~State Finance~~ Information Services for review and approval and shall participate with the Office of ~~State Finance~~ Information Services in joint efforts to provide services for the OGTN.

C. The Office of ~~State Finance~~ Information Services shall be responsible for developing, operating and maintaining the OGTN. The purposes of the OGTN shall include the following:

1. Development of a comprehensive, unified statewide telecommunications network to effectively, efficiently, and securely meet the communication needs of educational entities and agencies of state government;

2. Effective and efficient utilization of existing telecommunications systems operated by educational entities and agencies of state government; and

3. Elimination and prevention of unnecessarily duplicative telecommunications systems operated by educational entities and agencies of state government.

D. In developing, operating and maintaining the OGTN, the Office of ~~State Finance~~ Information Services shall:

1. Develop a statewide master plan for meeting the communications needs of educational entities and of agencies of state government. To facilitate the development of a statewide master plan as provided for in this paragraph:

a. the Oklahoma State Regents for Higher Education shall submit a report annually to the ~~Director of State Finance~~ Chief Information Officer identifying the telecommunications plans of each member of The Oklahoma State System of Higher Education. For purposes of developing such report, each member shall cooperate with and submit to the State Regents a plan of its telecommunications needs, including, but not limited to, Internet, eGovernment, as referenced in Sections ~~41.5p~~ 50.15 and ~~41.5q~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes, any interactive video plans, the purchase of informational data bases, software for manipulation of bibliographic records, and the use of telecommunications equipment or services,

b. the State Superintendent of Public Instruction shall submit a report annually to the ~~Director of State Finance~~ Chief Information Officer identifying the telecommunications plans of the public common school system of the state. For purposes of developing such

report, the respective public elementary and secondary schools shall cooperate with and submit to the State Superintendent a plan of their telecommunications needs, including, but not limited to, Internet, eGovernment, any interactive video plans, the purchase of informational data bases, software for manipulation of bibliographic records, and the use of telecommunications equipment or services,

c. the ~~State~~ Director of the Oklahoma Department of Career and Technology Education shall submit a report annually to the ~~Director of State Finance~~ Chief Information Officer identifying the telecommunications plans of technology center school districts. For purposes of developing such report, each technology center school district as defined in Section 14-108 of Title 70 of the Oklahoma Statutes shall cooperate with and submit to the ~~State~~ Director of the Oklahoma Department of Career and Technology Education a plan of its telecommunications needs, including, but not limited to, Internet, eGovernment, any interactive video plans, the purchase of informational data bases, software for manipulation of bibliographic records, and the use of telecommunications equipment or services,

d. the chief administrative officer of each state agency of the executive branch shall submit a plan annually to the ~~Director of State Finance~~ Chief Information Officer identifying the telecommunications needs of the state agency, including, but not limited to, Internet, eGovernment, any interactive video plans, the purchase of informational data bases, software for manipulation of bibliographic records, and the use of telecommunications equipment or services, and

e. the Director of the Oklahoma Department of Libraries shall submit a report annually to the ~~Director of State Finance~~ Chief Information Officer identifying the telecommunications plans of public libraries and public library systems. For purposes of developing such report, the chief administrative officer of any public library or public library system not otherwise required to submit a plan of its telecommunications needs pursuant to the provisions of this paragraph shall cooperate with and submit annually to the Director of the Oklahoma Department of Libraries a plan of its telecommunications needs, including, but not limited to, Internet, eGovernment, any interactive video plans, the purchase of informational data bases, software for manipulation of bibliographic records and

the use of telecommunications equipment or services. To assure inclusion in the report of the plans of the telecommunications needs of any library that is a part of any member of The Oklahoma State System of Higher Education, a public elementary or secondary school, or technology center school district, all such plans relating to libraries received by the Oklahoma State Regents for Higher Education, the State Superintendent of Higher Education, and the State Director of the Oklahoma Department of Career and Technology Education shall be submitted to the Director of the Oklahoma Department of Libraries by the respective recipients thereof as soon as practicable after receipt. The Director of the Oklahoma Department of Libraries shall certify to the Office of ~~State Finance~~ Information Services that such plans are consistent with the plan developed by the Oklahoma Library Technology Network or explain any inconsistencies therewith;

2. Identify the most cost-effective means of meeting the telecommunications needs of educational entities and of agencies of state government;

3. Develop minimum mandatory standards and protocols for equipment, facilities and services of the OGTN;

4. Evaluate the advantages and disadvantages of utilizing equipment, facilities, and services of both private entities and those owned and operated by the state; and

5. Recommend a fee structure to provide for the operation and maintenance of the OGTN.

SECTION 17. AMENDATORY 62 O.S. 2001, Section 41.5p, as amended by Section 10, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5p), is amended to read as follows:

Section 41.5p A. In order to be at the forefront of electronic commerce and provide constituents, agencies and out-of-state users with state-of-the-art electronic commerce and Internet tools, the State of Oklahoma recognizes the need for a state portal system connecting state agency websites and information systems.

B. The Office of Information Services shall manage the installation, maintenance and administration of the state portal system.

C. For purposes of this section and Section ~~41.5s~~ 50.18 of ~~this title~~ Title 74 of the Oklahoma Statutes, a "portal system" shall mean a system that hosts and connects to a collection of on-line government and public services and serves as the single point of access to state government services, information, and transaction processing with a common enterprise wide user interface allowing navigation among the services.

SECTION 18. AMENDATORY 62 O.S. 2001, Section 41.5q, as amended by Section 11, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5q), is amended to read as follows:

Section 41.5q A. Subject to review and adoption as outlined in Section ~~41.5s~~ 50.18 of ~~this title~~ Title 74 of the Oklahoma Statutes, a state agency, board, commission, or authority is hereby authorized to charge a convenience fee for any electronic or ~~on-line~~ online transaction. A convenience fee shall apply to electronic or ~~on-line~~ online transactions only and shall not apply when accessing information provided through state government websites. If a state entity sets a convenience fee for electronic or ~~on-line~~ online transactions, the fee shall be reviewed by the State Governmental ~~Internet~~ Technology Applications Review Board as provided for in Section ~~41.5s~~ 50.18 of ~~this title~~ Title 74 of the Oklahoma Statutes. Each state entity shall keep a record of how the convenience fee has been determined and shall file the record with the Office of Information Services. A state agency, board, commission, or authority may periodically adjust a convenience fee as needed upon review and adoption as provided for in Section ~~41.5s~~ 50.18 of ~~this title~~ Title 74 of the Oklahoma Statutes.

B. For purposes of this section, "convenience fee" shall mean any charge that is necessary to process an electronic or ~~on-line~~ online transaction with a state agency, board, commission or authority. The fee may be in excess of any fee charged for the

service or product being provided by such state entity. This may include reasonable charges for the cost of the electronic or ~~on-line~~ online service including recovery of costs incurred in the development and implementation of the service or system, cost of sustaining and upgrading the electronic or ~~on-line~~ online service, and future expansion of the electronic or ~~on-line~~ online services.

SECTION 19. AMENDATORY 62 O.S. 2001, Section 41.5r, is amended to read as follows:

Section 41.5r A. Any state agency, board, commission, or authority which establishes an electronic portal system shall use an open-systems concept for the portal system which has been approved by the Office of Information ~~Service Division of the Office of State Finance~~ Services.

B. No state agency shall enter into an agreement for development of, enhancement to, or maintenance of an electronic portal system without the written authorization of the Office of Information Services.

C. For purposes of this section, an "open-systems concept" shall mean a system that implements sufficient open specifications for interfaces, services, and supporting formats to enable properly engineered components to be utilized across a wide range of systems with minimal changes, to interoperate with other components on local and remote systems, and to interact with users in a style that

facilitates portability. An open-systems concept is characterized by the following:

1. Well-defined, widely used, and nonproprietary interfaces or protocols;

2. Use of standards which are developed and adopted by industry recognized standards-making bodies;

3. A definition of all aspects of system interfaces to facilitate new or additional system capabilities for a wide range of applications; and

4. An explicit provision for expansion or upgrading through the incorporation of additional or higher performance elements with minimal impact on the system.

SECTION 20. AMENDATORY 62 O.S. 2001, Section 41.5s, as amended by Section 12, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5s), is amended to read as follows:

Section 41.5s A. There is hereby established the State Governmental ~~Internet~~ Technology Applications Review Board. The Board shall review and make recommendations to the Office of ~~State Finance~~ Information Services concerning state governmental Internet-based electronic or on-line transactions or applications being provided by state agencies, boards, commissions, or authorities for use by the public, provide oversight for implementation of the plan of action for the Office of Information Services and advise the Chief Information Officer.

B. The State Governmental ~~Internet~~ Technology Applications Review Board shall be composed of the following members:

1. The Director of ~~the Office of~~ State Finance or a designee;

2. ~~Four~~ Two representatives from different state agencies, boards, commissions, or authorities to be appointed by the Governor;

3. ~~One member~~ Two members who ~~is not~~ are either a member of the Legislature or a state government employee to be appointed by the Speaker of the House of Representatives; and

4. ~~One member~~ Two members who ~~is not~~ are either a member of the Legislature or a state government employee to be appointed by the President Pro Tempore of the Senate.

C. Members of the Board shall serve for terms of two (2) years. The Board shall select a chair from among its members.

D. Members of the Board shall not receive compensation for serving on the Board~~, but~~. Nonlegislative members shall be reimbursed for travel expenses incurred in the performance of their duties by their respective agencies or appointing authority in accordance with the State Travel Reimbursement Act. Legislative members shall be reimbursed for travel expenses incurred in the performance of their duties in accordance with the provisions of Section 456 of Title 74 of the Oklahoma Statutes.

E. The Board shall have the duty and responsibility of:

1. Reviewing a schedule of convenience fees, as is defined in Section ~~41.5q~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes,

and all convenience fees and changes in fees charged by state agencies, boards, commissions, or authorities for electronic or on-line transactions, and making recommendations pertaining to convenience fees to the Office of ~~State Finance~~ Information Services prior to its adoption by rule of such fees, changes to fees, or fee schedule; ~~and~~

2. Monitoring all portal systems and applications for portal systems created by state agencies, boards, commissions, or authorities, reviewing portal systems applications approved or denied by the Office of Information ~~Service Division of the Office of State Finance~~ Services, and making recommendations to the Legislature and Governor to encourage greater use of the open-systems concept as is defined in Section ~~41.5r~~ 50.17 of ~~this title~~ Title 74 of the Oklahoma Statutes;

3. Approving the plan of action developed by the Chief Information Officer as provided for in Section 2 of this act, providing ongoing oversight of the implementation of the plan of action by the Chief Information Officer and approving any amendments to the plan of action;

4. Approving charges to state agencies established by the Chief Information Officer pursuant to Section 2 of this act for their use of centralized information technology and telecommunication services;

5. Functioning in an advisory capacity to the Chief Information Officer; and

6. Developing performance metrics for quantifying the value of goods or services provided by state agencies and for considering if goods and services provided by a state agency could be modernized through the implementation of new technology to provide better quality goods or services that would result in cost savings or best value.

SECTION 21. AMENDATORY Section 2, Chapter 128, O.S.L. 2004, as amended by Section 3, Chapter 391, O.S.L. 2005 (62 O.S. Supp. 2008, Section 41.5t), is amended to read as follows:

Section 41.5t A. The Office of Information Services ~~Division of the Office of State Finance~~ shall work in conjunction with the Department of Central Services to assure state compliance regarding accessibility of information technology for individuals with disabilities based on the provisions of Section 508 of the Workforce Investment Act of 1998.

B. When developing, procuring, maintaining or using information technology, or when administering contracts or grants that include the procurement, development, upgrading, or replacement of information technology each state agency shall ensure, unless an undue burden would be imposed on the agency, that the information technology allows employees, program participants, and members of

the general public access to use of information and data that is comparable to the access by individuals without disabilities.

C. To assure accessibility, the Office of Information Services ~~Division~~ and the Department of Central Services shall:

1. Adopt accessibility standards that address all technical standard categories of Section 508 of the Workforce Investment Act of 1998 to be used by each state agency in the procurement of information technology, and in the development and implementation of custom-designed information technology systems, Web sites, and other emerging information technology systems;

2. Establish and implement a review procedure to be used to evaluate the accessibility of custom-designed information technology systems proposed by a state agency prior to expenditure of state funds;

3. Review and evaluate accessibility of information technology commonly purchased by state agencies, and provide accessibility reports on such products to those responsible for purchasing decisions;

4. Provide in partnership with Oklahoma Able Tech, the state assistive technology project located at Oklahoma State University, training and technical assistance for state agencies to assure procurement of information technology that meets adopted accessibility standards;

5. Consult with the Oklahoma Department of Rehabilitation Services and individuals with disabilities in accessibility reviews of information technology and in the delivery of training and technical assistance;

6. Establish complaint procedures, consistent with Section 508 of the Workforce Development Act of 1998, to be used by an individual who alleges that a state agency fails to comply with the provisions of this section;

7. Work with and seek advice from the Electronic and Information Technology Accessibility Advisory Council, created in Section ~~41.5t.2~~ 50.21 of ~~this title~~ Title 74 of the Oklahoma Statutes in developing accessibility standards and complaint procedures as required in this section; and

8. Require state agencies to submit evidence of assurance of compliance with state standards on accessibility of information technology for individuals with disabilities developed in accordance with this section. For executive branch state agencies that are required to submit an annual ~~long range~~ operating plan pursuant to Section ~~41.5e~~ 50.7 of ~~this title~~ Title 74 of the Oklahoma Statutes evidence of compliance shall be included in that report.

D. The ~~Director of State Finance~~ Chief Information Officer and the Director of the Department of Central Services shall promulgate rules, as necessary, to implement the provisions of this section.

SECTION 22. AMENDATORY Section 4, Chapter 128, O.S.L. 2004, as last amended by Section 1, Chapter 330, O.S.L. 2008 (62 O.S. Supp. 2008, Section 41.5t.2), is amended to read as follows:

Section 41.5t.2 A. There is hereby created, to continue until July 1, 2010, the Electronic and Information Technology Accessibility Advisory Council. The Advisory Council shall study and make recommendations concerning the accessibility for the disabled to publicly produced and provided electronic and information technology and to provide advice and assistance to the Office of Information Services ~~Division of the Office of State Finance~~ on the development of accessibility standards and complaint procedures as provided for in Section ~~41.5t~~ 50.19 of ~~this title~~ Title 74 of the Oklahoma Statutes.

B. The Advisory Council shall be composed of the following members:

1. One member of the House of Representatives, appointed by the Speaker of the House of Representatives;

2. One member of the Senate, appointed by the President Pro Tempore of the Senate;

3. The chair of the Science and Technology Committee of the House of Representatives;

4. The chair of the Aerospace and Technology Committee of the State Senate;

5. The ~~Director of the Office of State Finance~~ Chief Information Officer, or a designee;

6. The Director of the Department of Central Services, or a designee;

7. The Director of the ~~Oklahoma~~ State Department of Rehabilitation Services, or a designee;

8. The Superintendent of Public Instruction, or a designee;

9. The ~~State~~ Director of the Oklahoma ~~State~~ Department of Career and Technology Education, or a designee;

10. The Director of the Library for the Blind and Physically Handicapped with the ~~Oklahoma~~ State Department of Rehabilitation Services, or a designee;

11. The Director of the Office of Disability Concerns, or a designee;

12. A representative of OneNet, the state telecommunications network within the Oklahoma State Regents for Higher Education;

13. The Project Manager for Oklahoma Able Tech, the state assistive technology project located at Oklahoma State University;

14. A representative of state agency web managers appointed by the Governor from a list submitted by a state agency web manager group;

15. A representative of an association representing education technology administrators appointed by the Speaker of the House of Representatives;

16. A representative of an association of distance learning education professionals appointed by the President Pro Tempore of the Senate;

17. Two representatives of corporations or vendors of information or electronic technology hardware or software who are knowledgeable or have experience in the field of assistive technology appointed by the Governor;

18. A representative of a corporation or vendor specializing in assistive technology appointed by the Governor; and

19. Four representatives who are individuals with a disability, one who is blind or visually impaired, one who is deaf or hard of hearing, one with a mobility disability, and one with a cognitive disability and all of whom are users of information or electronic technology appointed by the Governor.

C. Members who were serving on the Electronic and Information Technology Accessibility Task Force as of July 1, 2004, shall automatically be appointed to serve on the Electronic and Information Technology Accessibility Advisory Council after July 1, 2004.

D. The Advisory Council shall:

1. Make recommendation on action, including legislative action, needed to ensure that all electronic and information technology produced, procured, or developed by state agencies are accessible to the disabled;

2. Identify disability accessibility standards that are emerging or fully adopted by national standard organizations;

3. Review and make recommendations on disability accessibility initiatives and legislation undertaken in other states; and

4. Provide advice and assistance to the Office of Information Services ~~Division of the Office of State Finance~~ and the Department of Central Services on the development of accessibility standards and complaint procedures as provided for in Section ~~41.5t~~ 50.19 of ~~this title~~ Title 74 of the Oklahoma Statutes.

E. The Speaker of the House of Representatives and the President Pro Tempore of the Senate shall each designate a cochair from among the members of the Advisory Council.

F. A majority of the members of the Advisory Council shall constitute a quorum. A majority of the members present at a meeting may act for the Advisory Council.

G. Meetings of the Advisory Council shall be called by either cochair.

H. Proceedings of all meetings of the Advisory Council shall comply with the provisions of the Oklahoma Open Meeting Act.

I. The Advisory Council may divide into subcommittees in furtherance of its purpose.

J. Staff of the Oklahoma Able Tech, the state assistive technology project located at Oklahoma State University, shall serve as primary staff for the Advisory Council. Appropriate personnel

from the Office of ~~State Finance~~ Information Services and the Department of Central Services shall also assist with the work of the Advisory Council.

K. The Advisory Council may use the expertise and services of the staffs of the Oklahoma House of Representatives and State Senate and may, as necessary, seek the advice and services of experts in the field as well as other necessary professional and clerical staff.

L. All departments, officers, agencies, and employees of this state shall cooperate with the Advisory Council in fulfilling its duties and responsibilities including, but not limited to, providing any information, records, or reports requested by the Advisory Council.

M. Members of the Advisory Council shall receive no compensation for their service, but shall receive travel reimbursement as follows:

1. Legislative members of the Advisory Council shall be reimbursed for necessary travel expenses incurred in the performance of their duties in accordance with the provisions of Section 456 of Title 74 of the Oklahoma Statutes; and

2. Nonlegislative members of the Advisory Council shall be reimbursed by their appointing authorities or respective agencies for necessary travel expenses incurred in the performance of their duties in accordance with the State Travel Reimbursement Act.

SECTION 23. AMENDATORY Section 4, Chapter 391, O.S.L. 2005, as amended by Section 1, Chapter 310, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5u), is amended to read as follows:

Section 41.5u A. No state agency, as defined by Section 250.3 of Title 75 of the Oklahoma Statutes, ~~nor~~ the Purchasing Division of the Department of Central Services nor the Office of Information Services, unless otherwise provided by federal law, shall enter into a contract for the acquisition of customized computer software developed or modified exclusively for the agency or the state, unless the vendor agrees to place into escrow with an independent third party the source code for the software and/or modifications.

B. The vendor must agree to place the source code for the software and any upgrades supplied to an agency in escrow with a third party acceptable to the agency and to enter into a customary source code escrow agreement which includes a provision that entitles the agency to receive everything held in escrow upon the occurrence of any of the following:

1. A bona fide material default of the obligations of the vendor under the agreement with the agency;

2. An assignment by the vendor for the benefit of its creditors;

3. A failure by the vendor to pay, or an admission by the vendor of its inability to pay, its debts as they mature;

4. The filing of a petition in bankruptcy by or against the vendor when such petition is not dismissed within sixty (60) days of the filing date;

5. The appointment of a receiver, liquidator or trustee appointed for any substantial part of the vendor's property;

6. The inability or unwillingness of the vendor to provide the maintenance and support services in accordance with the agreement with the agency; or

7. The ceasing of a vendor of maintenance and support of the software.

The fees of any third-party escrow agent subject to this section shall be borne by the vendor.

C. The State Purchasing Director or a procurement officer of a state agency ~~not subject to the Oklahoma Central Purchasing Act~~ shall not process any state agency request for the customization, modernization, or development of computer software unless the proposed vendor provides documentation that complies with subsections A and B of this section.

D. The State Purchasing Director shall provide advice and assistance, as may be required, in order for state agencies to comply with the provisions of this section.

E. As used in this section:

1. "State agency" shall include all state agencies, whether subject to The Oklahoma Central Purchasing Act or not, except the Oklahoma Lottery Commission; and

2. "Source code" means the programming instruction for a computer program in its original form, created by a programmer with a text editor or a visual programming tool and saved in a file.

SECTION 24. AMENDATORY Section 15, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5v), is amended to read as follows:

Section 41.5v A. The Office of ~~State Finance~~ Information Services shall create a standard security risk assessment for state agency information technology systems that complies with the International Organization for Standardization (ISO) and the International Electrotechnical Commission (IEC) Information Technology - Code of Practice for Security Management (ISO/IEC 17799).

B. Each state agency that has an information technology system shall annually conduct an information security risk assessment to identify vulnerabilities associated with the information system. A final report of the information security risk assessment shall be submitted by each state agency to the Office of ~~State Finance~~ Information Services by the first day of December of each year. The final information security risk assessment report shall identify, prioritize, and document information security vulnerabilities for

each of the state agencies assessed. Failure to comply with the requirements of this subsection may result in funding being withheld from the agency. State agencies shall use either the standard security risk assessment created by the Office of ~~State Finance~~ Information Services or a third-party risk assessment meeting the ISO/IEC 17799 standards and using the National Institute of Standards and Technology Special Publication 800-30 (NIST SP800-30) process and approved by the Office of ~~State Finance~~ Information Services. The Office of ~~State Finance~~ Information Services shall approve not less than two firms which state agencies may choose from to conduct the information security risk assessment.

C. The Office of ~~State Finance~~ Information Services shall report the results of the state agency assessments required pursuant to this section to the Governor, the Speaker of the House of Representatives, and the President Pro Tempore of the Senate by the first day of January of each year.

SECTION 25. AMENDATORY Section 1, Chapter 205, O.S.L. 2007 (62 O.S. Supp. 2008, Section 41.5x), is amended to read as follows:

Section 41.5x The Office of ~~State Finance~~ Information Services is authorized to enter into a multi-year agreement to acquire land, develop, design, construct and furnish facilities necessary for the administration of the state's information technology and telecommunications infrastructure and security. Such action shall

not be subject to The Oklahoma Central Purchasing Act. The area of the facility authorized by this section dedicated for computer-ready space shall not exceed ten percent (10%) of the total square footage of the entire facility, but under no circumstances shall exceed nine thousand (9,000) square feet. The Office of ~~State Finance~~ Information Services is authorized to use existing and future funds from fees, appropriations and federal funds, as necessary, to finance such facilities.

SECTION 26. NEW LAW A new section of law not to be codified in the Oklahoma Statutes reads as follows:

A. During the fiscal year ending June 30, 2010, no agency of the executive branch of the state shall use state funds for or enter into any agreement for the acquisition, development, or enhancement of a communication or telecommunication system including voice, data, radio, video, Internet, eGovernment, printers, scanners, copiers, facsimile systems, computer hardware, software, or any contract for information technology services and equipment exceeding Ten Thousand Dollars ($10,000.00) in value without written authorization of the Chief Information Officer. The provisions of this subsection shall not be applicable to any member of The Oklahoma State System of Higher Education, any public school district in the state, or any technology center school district.

B. During the fiscal year ending June 30, 2010, no agency of the executive branch of the state shall create new full-time-

equivalent administrative-level information technology positions or replace or fill an existing vacant full-time-equivalent administrative-level information technology position without written authorization of the Chief Information Officer. The provisions of this section shall not be applicable to any member of The Oklahoma State System of Higher Education, any public school district in the state, or any technology center school district.

SECTION 27. AMENDATORY 74 O.S. 2001, Section 85.5, as last amended by Section 3, Chapter 96, O.S.L. 2008 (74 O.S. Supp. 2008, Section 85.5), is amended to read as follows:

Section 85.5 A. Pursuant to the provisions of Section 85.4 of this title, the State Purchasing Director, under the supervision of the Director of the Department of Central Services, shall have sole and exclusive authority and responsibility for all acquisitions used or consumed by state agencies.

B. The State Purchasing Director, after consultation with the requisitioning state agency, shall have authority to determine the particular brand, model, or other specific classification of each acquisition and to draft or invoke pursuant to The Oklahoma Central Purchasing Act specifications establishing the requirements for all necessary contracts or purchase orders.

C. The Director of the Department of Central Services shall have authority and responsibility to promulgate rules pursuant to provisions of The Oklahoma Central Purchasing Act governing,

providing for, prescribing, or authorizing any act, practice, or requirement for which regulatory power is delegated for:

1. The time, manner, authentication, and form of making requisitions for acquisitions;

2. Inspection, analysis, and testing of acquisitions or samples suppliers submit prior to contract award;

3. The form and manner of submission for bids or proposals a supplier submits and the manner of accepting and opening bids or proposals;

4. The conditions under which the Department of Central Services shall require written contracts for acquisitions, the conditions under which acquisitions may be made on an open account basis, and the conditions and manner of negotiating such contracts;

5. Obtaining acquisitions produced by state institutions;

6. Conditions under which any of the rules herein authorized may be waived;

7. The amounts of and deposits on any bond or other surety required to be submitted with a bid or contract for the furnishing of acquisitions and the conditions under which such bond or other surety shall be required;

8. Storage and storage facilities necessary to accomplish responsibilities of the Director of the Department of Central Services;

9. The manner and conditions of delivery, which shall include the designation of the common carrier of property to be used to transport acquisitions whenever a common carrier is used, and the acceptance, or rejection, including check of quantities, of any acquisitions;

10. The form of any estimate, order, or other document the Director of the Department of Central Services requires;

11. State agency acquisitions not exceeding the acquisition purchase amount requiring competitive bid pursuant to Section 85.7 of this title to ensure competitiveness, fairness, compliance with provisions of all sections of The Oklahoma Central Purchasing Act, and compliance with provisions of Section 3001 et seq. of this title, which relate to the State Use Committee. The rules shall include separate provisions based on acquisition purchase price as follows:

a. state agencies shall make acquisitions not exceeding Two Thousand Five Hundred Dollars ($2,500.00), provided the acquisition process is fair and reasonable and is conducted pursuant to rules authorized pursuant to this section, and

b. state agencies with certified procurement officers and internal purchasing procedures found compliant by the Director of the Department of Central Services pursuant to this section may make acquisitions in

excess of Two Thousand Five Hundred Dollars ($2,500.00) as provided below:

(1) acquisitions with a price exceeding Two Thousand Five Hundred Dollars ($2,500.00) and not exceeding Ten Thousand Dollars ($10,000.00), pursuant to rules authorized by this section, and

(2) acquisitions with a price exceeding Ten Thousand Dollars ($10,000.00) and not exceeding the amount requiring a requisition to the State Purchasing Director, pursuant to Section 85.7 of this title, by telephone, facsimile, invitation to bid, or solicitation by means of electronic commerce, receipt of bids and bid award by the state agency;

12. Training by the State Purchasing Director of state agency procurement officers;

13. Review and audit by the State Purchasing Director of state agency acquisitions;

14. The conditions for increasing acquisition limits for state agencies which have had a prior reduction in acquisition limit by the Director of the Department of Central Services;

15. Use of a state purchase card to make acquisitions; and

16. Any other matter or practice which relates to the responsibilities of the Director of the Department of Central Services.

D. The State Purchasing Director shall provide training for state agency purchasing officials and other purchasing staff. The training shall include principles of state procurement practices, basic contracting, provisions of The Oklahoma Central Purchasing Act, rules promulgated pursuant to The Oklahoma Central Purchasing Act, provisions of Section 3001 et seq. of this title, which relate to the State Use Committee, and any other matters related to state procurement practices. State agency purchasing officials that demonstrate proficiency shall be certified as "certified procurement officers" by the State Purchasing Director and shall be authorized to make acquisitions pursuant to provisions of The Oklahoma Central Purchasing Act and rules authorized by this section. The State Purchasing Director shall assess a fee to state agencies for the training that does not exceed each state agency's pro rata share of the costs the State Purchasing Director incurs to provide the training.

E. The State Purchasing Director shall review state agency acquisitions for the purposes of:

1. Ensuring state agency compliance with provisions of The Oklahoma Central Purchasing Act;

2. Ensuring state agency compliance with rules promulgated by the Department of Central Services pursuant to The Oklahoma Central Purchasing Act;

3. Ensuring state agency compliance with provisions of Section 3001 et seq. of this title pertaining to the State Use Committee;

4. Reporting any acquisition by any state agency found not to be in compliance with those sections or rules to the Director of the Department of Central Services; and

5. Recommending that the Director of the Department of Central Services reduce the acquisition competitive bid limit amount for any state agency found not to be in compliance with The Oklahoma Central Purchasing Act or rules promulgated thereto.

F. When recommended by the State Purchasing Director, based on written findings by the State Purchasing Director, the Director of the Department of Central Services may:

1. Require retraining of state agency procurement officials and other purchasing staff found not to be in compliance with provisions of The Oklahoma Central Purchasing Act, or rules promulgated pursuant to The Oklahoma Central Purchasing Act;

2. Reduce the acquisition competitive bid limit for any state agency found not to be in compliance with provisions of The Oklahoma Central Purchasing Act or rules promulgated pursuant to The Oklahoma Central Purchasing Act;

3. Transmit written findings by the State Purchasing Director to the State Auditor and Inspector for further investigation, indicating purchasing procedures that do not conform to provisions pursuant to The Oklahoma Central Purchasing Act or rules promulgated pursuant to The Oklahoma Central Purchasing Act;

4. Transmit to the Attorney General or the State Auditor and Inspector for further investigation a report made by the State Purchasing Director that the Director of the Department of Central Services reasonably believes indicates that an action that constitutes a criminal violation pursuant to The Oklahoma Central Purchasing Act or other laws has been taken by any state agency, state agency official, bidder, or supplier; or

5. Increase the state agency acquisition purchase amount requiring competitive bid, not to exceed the acquisition purchase amount requiring competitive bid, pursuant to Section 85.7 of this title.

G. 1. Pursuant to the requirements of The Oklahoma Central Purchasing Act, the State Purchasing Director shall have authority to enter into any statewide, multistate or multigovernmental contract. The state entity designated by law, as specified in Section 1010.3 of Title 56 of the Oklahoma Statutes, shall participate in the purchase of pharmaceuticals available through such multistate or multigovernmental contracts entered into by the State Purchasing Director.

2. The State Purchasing Director may utilize contracts awarded by other governmental agencies, including agencies of the United States of America.

3. The State Purchasing Director may designate contracts described in this subsection for use by state agencies.

4. In order to carry out the powers and duties established in Section 2 of this act, the Chief Information Officer of the Office of Information Services shall have the authority to designate certain information technology and telecommunication contracts for state agencies as statewide contracts and mandatory statewide contracts which will be entered into by the State Purchasing Director.

H. The State Purchasing Director may develop and test new contracting policies and procedures that hold potential for making the Purchasing Division more effective and efficient.

I. The State Purchasing Director shall endeavor to satisfy state agencies in terms of cost, quality, and timeliness of the delivery of acquisitions by using bidders who have a record of successful past performance, promoting competition, minimizing administrative operating costs, and conducting business with integrity, fairness, and openness.

J. The State Purchasing Director shall undertake the following:

1. The use of electronic commerce pursuant to the Oklahoma Online Bidding Act for solicitation, notification, and other purchasing processes;

2. Monitoring rules promulgated pursuant to The Oklahoma Central Purchasing Act to ensure that the rules, satisfy the interests of the state, are clear and succinct, and encourage efficiency in purchasing processes;

3. A program to identify vendors with poor delivery and performance records;

4. Development of criteria for the use of sealed bid contracting procedures, negotiated contracting procedures, selection of types of contracts, postaward administration of purchase orders and contracts, contract modifications, termination of contracts, and contract pricing;

5. Continual improvement in the quality of the performance of the Purchasing Division through training programs, management seminars, development of benchmarks and key management indicators, and development of standard provisions, clauses and forms;

6. Development of electronic means of making state agencies aware of office furniture, equipment, machinery, tools, and hardware available for purchase from the surplus property programs;

7. Development of programs to improve customer relations through training, improved communications, and appointment of technical representatives; and

8. In cooperation with the Office of State Finance and the State Treasurer, develop an electronic payment mechanism for use in the settlement of accounts payable invoices, with no limit, to make payment for products or services acquired in accordance with The Oklahoma Central Purchasing Act and any rules promulgated pursuant thereto.

K. The State Purchasing Director shall, in cooperation with the Oklahoma Department of Agriculture, Food, and Forestry, identify the needs of state agencies and institutions for agricultural products grown and produced in Oklahoma.

L. The State Purchasing Director may authorize the use of a state purchase card for acquisitions within the following parameters:

1. No limit on the amount of the transaction for the following:

a. purchases from statewide contracts issued by the State Purchasing Director, and

b. regulated utilities; and

2. For any other transaction with a state purchase card, the transaction shall not exceed Two Thousand Five Hundred Dollars ($2,500.00).

M. The State Purchasing Director may utilize and authorize state agencies to utilize reverse auctions to obtain acquisitions.

N. Prior to the award of a contract to a supplier, the State Purchasing Director shall verify, pursuant to applicable provisions

of law, that the supplier is eligible to do business in the State of Oklahoma by confirming registration with the Secretary of State and franchise tax payment status pursuant to Sections 1203 and 1204 of Title 68 of the Oklahoma Statutes. The provisions of this subsection shall be applicable only if the contract amount is Twenty-five Thousand Dollars ($25,000.00) or greater.

O. As a condition of awarding a contract pursuant to The Oklahoma Central Purchasing Act, the State Purchasing Director shall verify with the Oklahoma Tax Commission that the business entity to which the state contract is to be awarded, whether subject to the procedures required by Section 85.7 of this title or not, has obtained a sales tax permit pursuant to the provisions of Section 1364 of Title 68 of the Oklahoma Statutes if such entity is required to do so.

P. The State Purchasing Director is hereby authorized to explore and investigate cost savings in energy, resource usage, and maintenance contracts and to identify and negotiate contract solutions including, but not limited to, pilot projects to achieve cost savings for the State of Oklahoma.

Q. The Office of State Finance, with input from the State Purchasing Director, shall promulgate payment procedure rules for state agencies to adhere to regarding statewide contracts issued by the State Purchasing Director.

R. The Office of State Finance along with the Department of Central Services, Central Purchasing Division, shall promulgate payment procedure rules for agencies to adhere to regarding statewide contracts issued by the Division.

SECTION 28. RECODIFICATION 62 O.S. 2001, Section 41.5a, as last amended by Section 5 of this act, shall be recodified as Section 50.3 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5a-1, as last amended by Section 6 of this act, shall be recodified as Section 50.4 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. Section 3, Chapter 148, O.S.L. 2007 (62 O.S. Supp. 2008, Section 41.5a-3), as amended by Section 7 of this act, shall be recodified as Section 50.5 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. Section 1, Chapter 340, O.S.L. 2008 (62 O.S. Supp. 2008, Section 41.5a-4), as amended by Section 8 of this act, shall be recodified as Section 50.6 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5e, as last amended by Section 9 of this act, shall be recodified as Section 50.7 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5f, as last amended by Section 10 of this act, shall be recodified as Section 50.8 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001,

Section 41.5g, as last amended by Section 11 of this act, shall be recodified as Section 50.9 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5h, as last amended by Section 12 of this act, shall be recodified as Section 50.10 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5i, as last amended by Section 13 of this act, shall be recodified as Section 50.11 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5j, as last amended by Section 14 of this act, shall be recodified as Section 50.12 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5l, as last amended by Section 15 of this act, shall be recodified as Section 50.13 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5m, as last amended by Section 16 of this act, shall be recodified as Section 50.14 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5p, as last amended by Section 17 of this act, shall be recodified as Section 50.15 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5q, as last amended by Section 18 of this act, shall be recodified as Section 50.16 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001,

Section 41.5r, as amended by Section 19 of this act, shall be recodified as Section 50.17 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. 62 O.S. 2001, Section 41.5s, as last amended by Section 20 of this act, shall be recodified as Section 50.18 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. Section 2, Chapter 128, O.S.L. 2004 (62 O.S. Supp. 2008, Section 41.5t), as last amended by Section 21 of this act, shall be recodified as Section 50.19 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. Section 3, Chapter 128, O.S.L. 2004, as amended by Section 13, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5t.1), shall be recodified as Section 50.20 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. Section 4, Chapter 128, O.S.L. 2004 (62 O.S. Supp. 2008, Section 41.5t.2), as last amended by Section 22 of this act, shall be recodified as Section 50.21 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. Section 4, Chapter 391, O.S.L. 2005 (62 O.S. Supp. 2008, Section 41.5u), as last amended by Section 23 of this act, shall be recodified as Section 50.22 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering. Section 15, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5v), as amended by Section 24 of this act, shall be recodified as Section 50.23 of Title 74 of the Oklahoma Statutes, unless there is created

a duplication in numbering. Section 1, Chapter 205, O.S.L. 2007 (62 O.S. Supp. 2008, Section 41.5x), as amended by Section 25 of this act, shall be recodified as Section 50.24 of Title 74 of the Oklahoma Statutes, unless there is created a duplication in numbering.

SECTION 29. REPEALER Section 5, Chapter 391, O.S.L. 2005 (62 O.S. Supp. 2008, Section 41.5a-2), is hereby repealed.

SECTION 30. Sections 1 through 3, 20 and 26 of this act shall become effective July 1, 2009.

SECTION 31. Sections 4 through 19, 21 through 25, 27, 28 and 29 of this act shall become effective July 1, 2010.

SECTION 32. 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.

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