

1 STATE OF OKLAHOMA

2 1st Session of the 52nd Legislature (2009)

3 COMMITTEE SUBSTITUTE

4 FOR ENGROSSED

5 SENATE BILL NO. 384

By: Gumm of the Senate

and

Terrill of the House

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9 COMMITTEE SUBSTITUTE

10 An Act relating to state employees; amending 62 O.S.
11 2001, Section 7.10, as last amended by Section 1,
12 Chapter 392, O.S.L. 2008 (62 O.S. Supp. 2008, Section
13 7.10), which relates to payroll deductions;
14 permitting payroll deductions for premiums for
15 Oklahoma Long-Term Care Partnership Program approved
16 policies; and providing an effective date.

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

18 SECTION 1. AMENDATORY 62 O.S. 2001, Section 7.10, as
19 last amended by Section 1, Chapter 392, O.S.L. 2008 (62 O.S. Supp.
20 2008, Section 7.10), is amended to read as follows:

21 Section 7.10 A. 1. Upon the request of a state employee, a
22 state agency, board, or commission shall make voluntary payroll
23 deductions for the employee to any credit union, bank, or savings
24 association having an office in this state.

1 2. If the governing body of any county, municipality, or school
2 district provides for voluntary payroll deductions to a credit union
3 serving the employees of the county, municipality, or school
4 district, it shall provide voluntary payroll deductions to any
5 credit union, bank, or savings association having an office in this
6 state which has a minimum participation of twenty percent (20%) of
7 the employees of the county, municipality, or school district.

8 B. Upon the request of a state employee and pursuant to
9 procedures established by the Administrator of the Office of
10 Personnel Management, a state agency, board, or commission shall
11 make payroll deductions for:

12 1. The payment of any insurance premiums due a private
13 insurance organization with a minimum participation of five hundred
14 (500) state employees for life, accident, and health insurance which
15 is supplemental to that provided for by the state;

16 2. The payment of any insurance premiums due a private
17 insurance organization or service company which is regulated by the
18 State Insurance Commissioner and with a minimum participation of
19 five hundred (500) state employees for legal services;

20 3. Premiums or payments for retirement plans with a minimum
21 participation of five hundred (500) state employees for retirement
22 plans which are supplemental to that provided for by the state;

23 4. Salary adjustment agreements included in a flexible benefits
24 plan as authorized by the State Employees Flexible Benefits Act;

1 5. Membership dues utilized for benefits, goods or services
2 provided by the Oklahoma Public Employees Association to the
3 organization's membership or any other statewide association limited
4 to state employee membership with a minimum membership of two
5 thousand (2,000) dues-paying members. For purposes of this
6 paragraph, state agencies shall accept online or electronically
7 submitted forms from the Oklahoma Public Employees Association and
8 other state employee associations. The Office of Personnel
9 Management shall develop and implement a verification process for
10 online or electronically submitted forms which may include the use
11 of electronic signature technology or other process as determined
12 appropriate;

13 6. Contributions to its foundation organized pursuant to 26
14 U.S.C., Section 501(c)(3) in the Oklahoma Public Employees
15 Association or any other statewide association limited to state
16 employee membership with a minimum membership of one thousand
17 (1,000) dues-paying members;

18 7. Payments to a college savings account administered under the
19 Oklahoma College Savings Plan Act pursuant to Section 3970.1 et seq.
20 of Title 70 of the Oklahoma Statutes; ~~and~~

21 8. Subscriptions to the Oklahoma Today magazine published by
22 the State of Oklahoma through the Oklahoma Tourism and Recreation
23 Department; and

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1 9. The payment of any insurance premiums due a private
2 insurance organization, which is regulated by the State Insurance
3 Commission, for an Oklahoma Long-Term Care Partnership Program
4 approved policy pursuant to the Oklahoma Long-Term Care Partnership
5 Act.

6 C. The administrative costs of processing payroll deductions or
7 administering salary adjustment agreements for insurance premiums as
8 provided for in subsection B of this section shall be a charge of
9 two percent (2%) of the gross annual premiums for insurance plans.
10 The administrative costs of processing payroll deductions or
11 administering salary adjustment agreements for payments for
12 retirement plans as provided for in subsection B of this section
13 shall be one percent (1%) of the gross annual payments for
14 retirement plans. These charges shall be collected monthly from the
15 private insurance or retirement plan organization by the Office of
16 Personnel Management and shall be deposited to the credit of the
17 General Revenue Fund. Provided that these costs shall not be
18 collected from state employees or state agencies unless otherwise
19 directed in Section 1 et seq. of this title.

20 D. Any statewide association granted a payroll deduction prior
21 to January 1, 2008, shall be exempt from the minimum state employee
22 membership requirement.

23 E. Approval of a payroll deduction or salary adjustment
24 agreement for any insurance organization, line of coverage or policy

1 shall not be construed as an assumption of liability, for the term
2 of policy or the performance of the insurance organization, by this
3 state, or any of its agencies, boards, commissions, institutions or
4 any officer or employee thereof. Contracts for such insurance shall
5 be in all respects subject to the insurance laws of this state, and
6 shall be enforceable solely pursuant to such laws.

7 F. The Oklahoma Employment Security Commission is authorized to
8 deduct from the wages or salary of its employees the employees'
9 contribution to the Oklahoma Employment Security Commission
10 Retirement Plan.

11 G. Payroll deductions shall be made for premium payments for
12 group insurance for retired members or beneficiaries of any state-
13 supported retirement system upon proper authorization given by the
14 member or beneficiary to the board from which the member or
15 beneficiary is currently receiving retirement benefits.

16 H. Upon request of instructional personnel employed at either
17 the Oklahoma School for the Blind or the Oklahoma School for the
18 Deaf and pursuant to procedures established by the Administrator of
19 the Office of Personnel Management, the Commission for
20 Rehabilitation Services shall make payroll deductions for membership
21 dues in any statewide educational employee organization or
22 association.

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1 I. Upon the request of a state employee of the Department of
2 Corrections, the Department shall make voluntary payroll deductions
3 for the employee to the Correctional Peace Officer Foundation.

4 SECTION 2. This act shall become effective November 1, 2009.

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6 52-1-7700 CJB 04/07/09
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