

**THE HOUSE OF REPRESENTATIVES**  
Thursday, February 25, 2010

**ENGROSSED**

**Senate Bill No. 2113**

ENGROSSED SENATE BILL NO. 2113 - By: ANDERSON of the Senate and DUNCAN of the House.

An Act relating to duplicate sections; amending, merging, consolidating, and repealing multiple versions of statutes; repealing 10 O.S. 2001, Section 405, as last amended by Section 6, Chapter 230, O.S.L. 2009 (10 O.S. Supp. 2009, Section 405); amending 11 O.S. 2001, Section 21-103, as last amended by Section 2, Chapter 224, O.S.L. 2009 (11 O.S. Supp. 2009, Section 21-103); repealing 11 O.S. 2001, Section 21-103, as last amended by Section 1, Chapter 197, O.S.L. 2009 (11 O.S. Supp. 2009, Section 21-103); repealing 19 O.S. 2001, Section 455, as amended by Section 2, Chapter 47, O.S.L. 2009 (19 O.S. Supp. 2009, Section 455); repealing 19 O.S. 2001, Section 1505, as last amended by Section 8, Chapter 122, O.S.L. 2009 (19 O.S. Supp. 2009, Section 1505); amending 22 O.S. 2001, Section 152, as last amended by Section 130, Chapter 234, O.S.L. 2009 (22 O.S. Supp. 2009, Section 152); repealing 22 O.S. 2001, Section 152, as last amended by Section 1, Chapter 93, O.S.L. 2009 (22 O.S. Supp. 2009, Section 152); amending 22 O.S. 2001, Section 982a, as last amended by Section 1, Chapter 240, O.S.L. 2009 (22 O.S. Supp. 2009, Section 982a); repealing 22 O.S. 2001, Section 982a, as last amended by Section 1, Chapter 275, O.S.L. 2009 (22 O.S. Supp. 2009, Section 982a); amending 22 O.S. 2001, Section 991a, as last amended by Section 2, Chapter 218, O.S.L. 2009 (22 O.S. Supp. 2009, Section 991a); repealing 22 O.S. 2001, Section 991a, as last amended by Section 132, Chapter 234, O.S.L. 2009 (22 O.S. Supp. 2009, Section 991a); repealing 36 O.S. 2001, Section 4509, as amended by Section 33, Chapter 176, O.S.L. 2009 (36 O.S. Supp. 2009, Section 4509); amending 36 O.S. 2001, Section 6602, as last amended by Section 51, Chapter 176, O.S.L. 2009 (36 O.S. Supp. 2009, Section 6602); repealing 36 O.S. 2001, Section 6602, as last amended by Section 1, Chapter 189, O.S.L. 2009 (36 O.S. Supp. 2009, Section 6602); amending 36 O.S. 2001, Section 6608, as amended by Section 53, Chapter 176, O.S.L. 2009 (36 O.S. Supp. 2009, Section 6608); repealing 36 O.S. 2001, Section 6608, as amended by Section 4, Chapter 189, O.S.L. 2009 (36 O.S. Supp. 2009, Section 6608); amending 43A O.S. 2001, Section 5-207, as

last amended by Section 1, Chapter 316, O.S.L. 2009 (43A O.S. Supp. 2009, Section 5-207); repealing 43A O.S. 2001, Section 5-207, as last amended by Section 1, Chapter 252, O.S.L. 2009 (43A O.S. Supp. 2009, Section 5-207); amending Section 14, Chapter 504, O.S.L. 2004, as last amended by Section 3, Chapter 311, O.S.L. 2009 (47 O.S. Supp. 2009, Section 1135.5); repealing Section 14, Chapter 504, O.S.L. 2004, as last amended by Section 1, Chapter 256, O.S.L. 2009 (47 O.S. Supp. 2009, Section 1135.5); amending 51 O.S. 2001, Section 152, as last amended by Section 1, Chapter 315, O.S.L. 2009 (51 O.S. Supp. 2009, Section 152); repealing 51 O.S. 2001, Section 152, as last amended by Section 143, Chapter 234, O.S.L. 2009 (51 O.S. Supp. 2009, Section 152); repealing 51 O.S. 2001, Section 152, as last amended by Section 1, Chapter 313, O.S.L. 2009 (51 O.S. Supp. 2009, Section 152); repealing 51 O.S. 2001, Section 155, as last amended by Section 12, Chapter 98, O.S.L. 2009 (51 O.S. Supp. 2009, Section 155); amending 57 O.S. 2001, Section 582, as last amended by Section 2, Chapter 404, O.S.L. 2009 (57 O.S. Supp. 2009, Section 582); repealing 57 O.S. 2001, Section 582, as last amended by Section 147, Chapter 234, O.S.L. 2009 (57 O.S. Supp. 2009, Section 582); amending 57 O.S. 2001, Section 584, as last amended by Section 6, Chapter 404, O.S.L. 2009 (57 O.S. Supp. 2009, Section 584); repealing 57 O.S. 2001, Section 584, as last amended by Section 148, Chapter 234, O.S.L. 2009 (57 O.S. Supp. 2009, Section 584); repealing Section 1, Chapter 138, O.S.L. 2003, as last amended by Section 1, Chapter 247, O.S.L. 2009 (59 O.S. Supp. 2009, Section 493.5); amending 59 O.S. 2001, Section 1306, as last amended by Section 57, Chapter 176, O.S.L. 2009 (59 O.S. Supp. 2009, Section 1306); repealing 59 O.S. 2001, Section 1306, as last amended by Section 1, Chapter 196, O.S.L. 2009 (59 O.S. Supp. 2009, Section 1306); amending 62 O.S. 2001, Section 41.3, as amended by Section 4, Chapter 441, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.3); repealing 62 O.S. 2001, Section 41.3, as amended by Section 3, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.3); amending 62 O.S. 2001, Section 41.5a, as last amended by Section 4, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.12); repealing 62 O.S. 2001, Section 41.5a, as last amended by Section 7, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.12); amending 62 O.S. 2001, Section 41.5e, as last amended by Section 7, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.16);

repealing 62 O.S. 2001, Section 41.5e, as last amended by Section 8, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.16); amending 62 O.S. 2001, Section 41.5f, as last amended by Section 8, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.17); repealing 62 O.S. 2001, Section 41.5f, as last amended by Section 9, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.17); amending 62 O.S. 2001, Section 41.5j, as last amended by Section 11, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.21); repealing 62 O.S. 2001, Section 41.5j, as last amended by Section 10, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.21); amending 62 O.S. 2001, Section 41.5q, as last amended by Section 4, Chapter 322, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.25); repealing 62 O.S. 2001, Section 41.5q, as last amended by Section 14, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.25); amending 62 O.S. 2001, Section 41.29, as last amended by Section 16, Chapter 441, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.36); repealing 62 O.S. 2001, Section 41.29, as last amended by Section 12, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.36); amending 62 O.S. 2001, Section 41.7c, as last amended by Section 22, Chapter 441, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.42); repealing 62 O.S. 2001, Section 41.7c, as last amended by Section 11, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.42); amending 62 O.S. 2001, Section 7.6, as amended by Section 1, Chapter 326, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.69); repealing 62 O.S. 2001, Section 7.6, as amended by Section 46, Chapter 441, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.69); amending 63 O.S. 2001, Section 2-410, as last amended by Section 2, Chapter 306, O.S.L. 2009 (63 O.S. Supp. 2009, Section 2-410); repealing 63 O.S. 2001, Section 2-410, as last amended by Section 6, Chapter 442, O.S.L. 2009 (63 O.S. Supp. 2009, Section 2-410); repealing 63 O.S. 2001, Section 683.9, as last amended by Section 12, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 683.9); repealing 63 O.S. 2001, Section

683.13, as last amended by Section 13, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 683.13); repealing Section 1, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.14); repealing Section 2, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.15); amending Section 33, Chapter 228, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.16); repealing Section 3, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.16); repealing Section 4, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.17); repealing Section 5, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.18); repealing Section 6, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.19); repealing Section 7, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.20); repealing Section 8, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.21); repealing Section 9, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.22); repealing Section 10, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.23); repealing Section 11, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 684.24); amending 68 O.S. 2001, Section 2358, as last amended by Section 1, Chapter 436, O.S.L. 2009 (68 O.S. Supp. 2009, Section 2358); repealing 68 O.S. 2001, Section 2358, as last amended by Section 10, Chapter 426, O.S.L. 2009 (68 O.S. Supp. 2009, Section 2358); amending 68 O.S. 2001, Section 2902, as last amended by Section 13, Chapter 426, O.S.L. 2009 (68 O.S. Supp. 2009, Section 2902); repealing 68 O.S. 2001, Section 2902, as last amended by Section 2, Chapter 387, O.S.L. 2009 (68 O.S. Supp. 2009, Section 2902); amending 68 O.S. 2001, Section 3603, as last amended by Section 1, Chapter 369, O.S.L. 2009 (68 O.S. Supp. 2009, Section 3603); repealing 68 O.S. 2001, Section 3603, as last amended by Section 1, Chapter 339, O.S.L. 2009 (68 O.S. Supp. 2009, Section 3603); repealing Section 1, Chapter 60, O.S.L. 2009 (69 O.S. Supp. 2009, Section 1698.43); amending 70 O.S. 2001, Section 3-104, as amended by Section 1, Chapter 448, O.S.L. 2009 (70 O.S. Supp. 2009, Section 3-104); repealing 70 O.S. 2001, Section 3-104, as amended by Section 155, Chapter 234, O.S.L. 2009 (70 O.S. Supp. 2009, Section 3-104); repealing Sections 1, 2, 3, 4, 5, 6, 7, 8, 9, and 10, Chapter 98, O.S.L. 2009 (70 O.S. Supp. 2009, Sections 6-101.7, 6-140, 6-141, 6-142, 6-143, 6-144, 6-145, 6-146, 6-147, and 6-148); amending 70 O.S. 2001, Section 14-108, as last amended by Section 1, Chapter 235, O.S.L. 2009 (70 O.S. Supp. 2009, Section 14-108); repealing 70 O.S. 2001, Section 14-108, as last amended by Section 1, Chapter 202, O.S.L. 2009 (70 O.S. Supp. 2009, Section 14-108); repealing 70 O.S. 2001, Section 24-101.3, as last amended by Section 11, Chapter 98, O.S.L. 2009 (70 O.S. Supp. 2009, Section 24-101.3); amending Section 1, Chapter 160, O.S.L. 2006, as amended by Section 1, Chapter 175,

O.S.L. 2009 (70 O.S. Supp. 2009, Section 1210.284); repealing Section 1, Chapter 160, O.S.L. 2006, as amended by Section 1, Chapter 109, O.S.L. 2009 (70 O.S. Supp. 2009, Section 1210.284); amending 74 O.S. 2001, Section 78, as last amended by Section 1, Chapter 371, O.S.L. 2009 (74 O.S. Supp. 2009, Section 78); repealing 74 O.S. 2001, Section 78, as last amended by Section 18, Chapter 442, O.S.L. 2009 (74 O.S. Supp. 2009, Section 78); amending 74 O.S. 2001, Section 78a, as amended by Section 16, Chapter 454, O.S.L. 2009 (74 O.S. Supp. 2009, Section 78a); repealing 74 O.S. 2001, Section 78a, as amended by Section 19, Chapter 442, O.S.L. 2009 (74 O.S. Supp. 2009, Section 78a); amending 74 O.S. 2001, Section 85.3A, as last amended by Section 11, Chapter 433, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.3A); repealing 74 O.S. 2001, Section 85.3A, as last amended by Section 18, Chapter 454, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.3A); amending 74 O.S. 2001, Section 85.5, as last amended by Section 6, Chapter 322, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.5); repealing 74 O.S. 2001, Section 85.5, as last amended by Section 23, Chapter 451, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.5); amending 74 O.S. 2001, Section 85.12, as last amended by Section 3, Chapter 273, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.12); repealing 74 O.S. 2001, Section 85.12, as last amended by Section 160, Chapter 234, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.12); repealing 74 O.S. 2001, Section 324.8, as last amended by Section 2, Chapter 80, O.S.L. 2009 (74 O.S. Supp. 2009, Section 324.8); amending 74 O.S. 2001, Section 840-2.27C, as last amended by Section 1, Chapter 38, O.S.L. 2009 (74 O.S. Supp. 2009, Section 840-2.27C); repealing 74 O.S. 2001, Section 840-2.27C, as last amended by Section 5, Chapter 12, O.S.L. 2009 (74 O.S. Supp. 2009, Section 840-2.27C); amending Section 34, Chapter 368, O.S.L. 2004, as last amended by Section 2, Chapter 255, O.S.L. 2009 (76 O.S. Supp. 2009, Section 32); repealing Section 34, Chapter 368, O.S.L. 2004, as last amended by Section 2, Chapter 247, O.S.L. 2009 (76 O.S. Supp. 2009, Section 32); repealing Section 34, Chapter 368, O.S.L. 2004, as last amended by Section 2, Chapter 313, O.S.L. 2009 (76 O.S. Supp. 2009, Section 32); providing effective dates; and declaring an emergency.

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

1 SECTION 1. REPEALER 10 O.S. 2001, Section 405, as last amended by  
2 Section 6, Chapter 230, O.S.L. 2009 (10 O.S. Supp. 2009, Section 405), is hereby  
3 repealed.

4 SECTION 2. AMENDATORY 11 O.S. 2001, Section 21-103, as last amended by  
5 Section 2, Chapter 224, O.S.L. 2009 (11 O.S. Supp. 2009, Section 21-103), is amended to  
6 read as follows:

7 Section 21-103. A. Before the governing body of a city may annex any territory  
8 adjacent or contiguous to the city, it must obtain the written consent of the owners of at  
9 least a majority of the acres to be annexed to the municipality and provide for notice and  
10 a public hearing on the proposed annexation of the territory in the manner provided in  
11 subsection B of this section; except that no such consent is needed where:

- 12 1. The territory to be annexed is subdivided into tracts or parcels of less than five  
13 (5) acres and contains more than one residence; or
- 14 2. Three sides of the territory to be annexed are adjacent or contiguous to the  
15 property already within the municipal limits if:
  - 16 a. the adjacent property on each side constitutes an area in width greater  
17 than three hundred (300) feet at its narrowest point excluding a  
18 roadway or right-of-way that is adjacent or contiguous to the territory,
  - 19 b. the municipal governing body makes findings that the annexation  
20 furthers municipal purposes relating to airports, spaceports and  
21 military installations and such findings are included in the public  
22 hearing provided for in subsection D of this section, or

UNDERLINED language denotes Amendments to present Statutes.  
**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.

1 c. prior to the ~~effective date of this act~~ November 1, 2004, the  
2 municipality has directed that notice be published in accordance with  
3 subsection B of this section.

4 B. The governing body shall provide the notice and public hearing required in  
5 subsection A of this section in the following manner:

6 1. The governing body of the municipality shall direct that notice of the proposed  
7 annexation of the territory be published in a legally qualified newspaper of general  
8 circulation in the territory and shall describe the boundaries of the territory proposed to  
9 be annexed by reference to a map, geographical locations, legal or physical description or  
10 other reasonable designation. The notice shall state the date, time, and place the  
11 governing body shall conduct a public hearing on the question of annexing the territory.  
12 The notice shall be published in a legal newspaper of general circulation in the territory  
13 sought to be annexed within fourteen (14) days following the date the governing body  
14 directed the notice to be published;

15 2. A copy of the notice of annexation shall be mailed by first-class mail to all owners  
16 of property to be annexed as shown by the current year's ownership rolls in the office of  
17 the county treasurer and to all owners of property abutting any public right-of-way that  
18 forms the boundary of the territory proposed to be annexed and to the Sales and Use Tax  
19 Division of the Oklahoma Tax Commission; provided that the notice of annexation shall  
20 be mailed by certified mail to every person who owns a parcel of land of five (5) acres or  
21 more used for agricultural purposes; and

1           3. The public hearing of such annexation shall be held no earlier than fourteen (14)  
2 days nor more than thirty (30) days following the publication and mailing of the notice.

3           C. Unless otherwise provided by law, a roadway or road right-of-way that is  
4 adjacent or contiguous to the territory to be annexed shall be considered a part and  
5 parcel to the territory to be annexed.

6           D. Before any territory is annexed to a municipality, without the written consent of  
7 the owners of at least a majority of the acres to be annexed to the municipality in  
8 accordance with subsection A of this section, the governing body of the municipality shall  
9 direct that notice of the proposed annexation of the territory be published in a legally  
10 qualified newspaper of general circulation in the territory and shall hold a public hearing  
11 on the proposed annexation. Prior to the publication of notice, the municipality shall  
12 prepare a plan to extend municipal services including, but not limited to, water, sewer,  
13 fire protection, law enforcement and the cost of such services appropriate to the proposed  
14 annexed territory. The plan shall provide that the municipality complete the  
15 implementation of the plan in accordance with any existing capital improvement plan  
16 applicable to the portion of the municipality adjacent to the territory proposed to be  
17 annexed. If no such capital improvement plan has been adopted, the municipality shall  
18 complete the service plan within one hundred twenty (120) months from the date of  
19 annexation unless a different time is determined by consensus between property owners  
20 and the municipality at the hearing. The time for completion of the service plan shall be  
21 set forth in the ordinance annexing the territory. If municipality services are not  
22 substantially complete within the prescribed time, then the territory shall be detached by

1 the governing body as provided in Section 21-110 of this title. For purposes of this  
2 subsection, services may be provided by any method or means available to the  
3 municipality to extend municipal services to any other area of the city. Such notice,  
4 hearing and plan shall be subject to the following provisions:

5 1. The notice shall describe the boundaries of the territory proposed to be annexed  
6 by reference to a map, geographical locations, legal or physical description or other  
7 reasonable designation and shall state that the proposed service plan is available for  
8 inspection at a specified location. The notice shall state the date, time, and place when  
9 the governing body shall conduct a public hearing on the question of annexing the  
10 territory. The notice shall be published in a legal newspaper of general circulation in the  
11 territory sought to be annexed within fourteen (14) days following the date the governing  
12 body directed the notice to be published. A copy of the notice of annexation shall be  
13 mailed by first-class mail to all owners of property to be annexed as shown by the current  
14 year's ownership rolls in the office of the county treasurer and to the Department of  
15 Transportation for purposes of clarifying any road maintenance responsibilities; provided  
16 that the notice of annexation shall be mailed by certified mail to every person who owns  
17 parcel of land of five (5) acres or more used for agricultural purposes and to the board of  
18 county commissioners of the respective county where the proposed annexation is located.  
19 If the territory to be annexed encroaches upon any adjacent county, a copy of the notice of  
20 annexation shall be mailed by first-class mail to the board of county commissioners of the  
21 adjacent county and of the county where the proposed annexation is located;

1           2. The public hearing of such annexation shall be held no earlier than fourteen (14)  
2 days nor more than thirty (30) days following the publication and mailing of the notice;  
3 and

4           3. The proposed service plan shall be available for inspection and be explained to  
5 the property owners of the territory to be annexed at the public hearing. The plan may  
6 be amended through negotiation at the hearing. The final service plan shall be  
7 incorporated into and made part of the ordinance annexing the territory.

8           E. The prevailing property owner in an annexation dispute shall be entitled to  
9 court costs and reasonable attorney fees, including, but not limited to, when a  
10 municipality withdraws, revokes or otherwise reverses the ordinance at issue in response  
11 to litigation before issuance of a final judgment.

12           F. As used in this section:

13           1. "Airport" means any facility owned by any legal entity or by a county, a  
14 municipality or a public trust having at least one county or municipality as its  
15 beneficiary which is used primarily for the purpose of providing air transportation of  
16 persons or goods or both by aircraft powered through the use of propellers, turboprops,  
17 jets or similar propulsion systems;

18           2. "Military installation" means those facilities constituting the active or formerly  
19 active bases owned by the Department of Defense or other applicable entity of the United  
20 States government or by any entity of local government after transfer of title to such  
21 installation; and

1           3. “Spaceport” means any area as defined pursuant to Section 5202 of Title 74 of  
2 the Oklahoma Statutes.

3           G. Except for ordinances enacted pursuant to Section 43-101.1 of this title, parcels  
4 of land five (5) acres or more used for agricultural purposes annexed into the municipal  
5 limits on or after July 1, 2003, or parcels of land forty (40) acres or more used for  
6 agricultural purposes prior to annexation and have continued in uninterrupted  
7 agriculture use annexed into the municipal limits shall be exempt from ordinances  
8 restricting land use and building construction to the extent such land use or construction  
9 is related to agricultural purposes. Where there is no residence within fifty (50) feet of  
10 the boundaries of such a parcel of land, the property shall not be subject to ordinances  
11 regulating conduct that would not be an offense under state law; provided, that any such  
12 property that discharges into the municipal water, wastewater, or sewer system shall be  
13 subject to any ordinances or regulations related to compliance with environmental  
14 standards for that system.

15           H. Parcels of land situated within an area that is or may be subject to any form of  
16 land use or other regulatory control as a result of proximity to an airport, spaceport or  
17 military installation shall not be exempt from municipal ordinances or other laws  
18 regulating property for the purpose of operations necessary for the use of an airport,  
19 spaceport or military installation and such parcels of land shall be subject to all  
20 ordinances enacted pursuant to Section 43-101.1 of this title.

21           I. If territory is annexed pursuant to this section, the annexing governing body  
22 shall provide notice by first-class mail together with a map and plat of the annexed

1 territory to the Sales and Use Tax Division of the Oklahoma Tax Commission prior to the  
2 effective date of such annexation. The Tax Commission shall notify the known sales tax  
3 vendors within the boundaries of the annexed territory as provided by Section 119 of  
4 Title 68 of the Oklahoma Statutes.

5 SECTION 3. REPEALER 11 O.S. 2001, Section 21-103, as last amended by  
6 Section 1, Chapter 197, O.S.L. 2009 (11 O.S. Supp. 2009, Section 21-103), is hereby  
7 repealed.

8 SECTION 4. REPEALER 19 O.S. 2001, Section 455, as amended by Section 2,  
9 Chapter 47, O.S.L. 2009 (19 O.S. Supp. 2009, Section 455), is hereby repealed.

10 SECTION 5. REPEALER 19 O.S. 2001, Section 1505, as last amended by  
11 Section 8, Chapter 122, O.S.L. 2009 (19 O.S. Supp. 2009, Section 1505), is hereby  
12 repealed.

13 SECTION 6. AMENDATORY 22 O.S. 2001, Section 152, as last amended by  
14 Section 130, Chapter 234, O.S.L. 2009 (22 O.S. Supp. 2009, Section 152), is amended to  
15 read as follows:

16 Section 152. A. Prosecutions for the crimes of bribery, embezzlement of public  
17 money, bonds, securities, assets or property of the state or any county, school district,  
18 municipality or other subdivision thereof, or of any misappropriation of public money,  
19 bonds, securities, assets or property of the state or any county, school district,  
20 municipality or other subdivision thereof, falsification of public records of the state or  
21 any county, school district, municipality or other subdivision thereof, and conspiracy to  
22 defraud the State of Oklahoma or any county, school district, municipality or other

1 subdivision thereof in any manner or for any purpose shall be commenced within seven  
2 (7) years after the discovery of the crime; provided, however, prosecutions for the crimes  
3 of embezzlement or misappropriation of public money, bonds, securities, assets or  
4 property of any school district, including those relating to student activity funds, or the  
5 crime of falsification of public records of any independent school district, the crime of  
6 criminal conspiracy, the crime of embezzlement, pursuant to Sections 1451 through 1462  
7 of Title 21 of the Oklahoma Statutes, the crime of False Personation or Identity Theft,  
8 pursuant to Sections 1531 through 1533.3 of Title 21 of the Oklahoma Statutes, or the  
9 financial exploitation of a vulnerable adult, pursuant to Sections 843.1, 843.3 and 843.4  
10 of Title 21 of the Oklahoma Statutes, shall be commenced within five (5) years after the  
11 discovery of the crime.

12 B. Prosecutions for criminal violations of any state income tax laws shall be  
13 commenced within five (5) years after the commission of such violation.

14 C. 1. Prosecutions for the crime of rape or forcible sodomy, sodomy, lewd or  
15 indecent proposals or acts against children, involving minors in pornography pursuant to  
16 Section 886, 888, 1111, 1111.1, 1113, 1114, 1021.2, 1021.3 or 1123 of Title 21 of the  
17 Oklahoma Statutes, child abuse pursuant to Section 843.5 of Title 21 of the Oklahoma  
18 Statutes, and child trafficking pursuant to Section 866 of Title 21 of the Oklahoma  
19 Statutes shall be commenced within twelve (12) years after the discovery of the crime.

20 2. However, prosecutions for the crimes listed in paragraph 1 of this subsection  
21 may be commenced at any time after the commission of the offense if:

- 1           a.     the victim notified law enforcement within twelve (12) years after the  
2                   discovery of the crime,  
3           b.     physical evidence is collected and preserved that is capable of being  
4                   tested to obtain a profile from deoxyribonucleic acid (DNA), and  
5           c.     the identity of the offender is subsequently established through the use  
6                   of a DNA profile using evidence listed in subparagraph b of this  
7                   paragraph.

8           A prosecution under this exception must be commenced within three (3) years from  
9           the date on which the identity of the suspect is established by DNA testing.

10          D. Prosecutions for criminal violations of any provision of the Oklahoma Wildlife  
11          Conservation Code shall be commenced within three (3) years after the commission of  
12          such offense.

13          E. Prosecutions for the crime of criminal fraud or workers' compensation fraud  
14          pursuant to Section 1541.1, 1541.2, 1662 or 1663 of Title 21 of the Oklahoma Statutes  
15          shall commence within three (3) years after the discovery of the crime, but in no event  
16          greater than seven (7) years after the commission of the crime.

17          F. Prosecution for the crime of false or bogus check, Section 1541.1, 1541.2, 1541.3  
18          or 1541.4 of Title 21 of the Oklahoma Statutes, shall be commenced within five (5) years  
19          after the commission of such offense.

20          G. Prosecution for the crime of solicitation for murder in the first degree pursuant  
21          to Section 701.16 of Title 21 of the Oklahoma Statutes shall be commenced within seven  
22          (7) years after the discovery of the crime. For purposes of this subsection, "discovery"

1 means the date upon which the crime is made known to anyone other than a person  
2 involved in the solicitation.

3 H. In all other cases a prosecution for a public offense must be commenced within  
4 three (3) years after its commission.

5 I. Prosecution for the crime of accessory after the fact must be commenced within  
6 the same statute of limitations as that of the felony for which the person acted as an  
7 accessory.

8 J. Prosecution for the crime of arson pursuant to Section 1401, 1402, 1403, 1404 or  
9 1405 of Title 21 of the Oklahoma Statutes shall be commenced within seven (7) years  
10 after the commission of the crime.

11 K. As used in paragraph 1 of subsection C of this section, “discovery” means the  
12 date that a physical or sexually related crime involving a victim under the age of  
13 eighteen (18) years of age is reported to a law enforcement agency, up to and including  
14 one (1) year from the eighteenth birthday of the child.

15 SECTION 7. REPEALER 22 O.S. 2001, Section 152, as last amended by  
16 Section 1, Chapter 93, O.S.L. 2009 (22 O.S. Supp. 2009, Section 152), is hereby repealed.

17 SECTION 8. AMENDATORY 22 O.S. 2001, Section 982a, as last amended by  
18 Section 1, Chapter 240, O.S.L. 2009 (22 O.S. Supp. 2009, Section 982a), is amended to  
19 read as follows:

20 Section 982a. A. Any time within twelve (12) months after a sentence is imposed or  
21 within twelve (12) months after probation has been revoked, the court imposing sentence  
22 or revocation of probation may modify such sentence or revocation by directing that

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1 another ~~penalty~~ sentence be imposed, if the court is satisfied that the best interests of  
2 the public will not be jeopardized; provided, however, the court shall not impose a  
3 deferred sentence. This section shall not apply to convicted felons who have been in  
4 confinement in any state prison system for any previous felony conviction during the ten-  
5 year period preceding the date that the sentence this section applies to was imposed.  
6 Further, without the consent of the district attorney, this section shall not apply to  
7 sentences imposed pursuant to a plea agreement.

8 B. For purposes of judicial review, upon court order or written request from the  
9 sentencing judge, the Department of Corrections shall provide the court imposing  
10 sentence or revocation of probation with a report to include a summary of the offender's  
11 assessed needs, any progress made by the offender in addressing his or her assessed  
12 needs, and any other information the Department can supply on the inmate. The court  
13 shall consider such reports when modifying the sentence or revocation of probation. The  
14 court shall allow the Department of Corrections at least twenty (20) days after receipt of  
15 a request or order from the court to prepare the required reports.

16 C. If the court considers modification of the sentence or revocation of probation, a  
17 hearing shall be made in open court after receipt of the reports required in subsection B  
18 of this section. The clerk of the court imposing sentence or revocation of probation shall  
19 give notice of the judicial review hearing to the Department of Corrections, the inmate,  
20 the inmate's legal counsel, and the district attorney of the county in which the inmate  
21 was convicted upon receipt of the reports. Such notice shall be mailed at least twenty-

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1 one (21) days prior to the hearing date and shall include a copy of the report and any  
2 other written information to be considered at the judicial review hearing.

3 D. If an appeal is taken from the original sentence or from a revocation of probation  
4 which results in a modification of the sentence or modification to the revocation of  
5 probation of the defendant, such sentence may be further modified in the manner  
6 hereinbefore described within twelve (12) months after the receipt by the clerk of the  
7 district court of the mandate from the Supreme Court or the Court of Criminal Appeals.

8 SECTION 9. REPEALER 22 O.S. 2001, Section 982a, as last amended by  
9 Section 1, Chapter 275, O.S.L. 2009 (22 O.S. Supp. 2009, Section 982a), is hereby  
10 repealed.

11 SECTION 10. AMENDATORY 22 O.S. 2001, Section 991a, as last amended by  
12 Section 2, Chapter 218, O.S.L. 2009 (22 O.S. Supp. 2009, Section 991a), is amended to  
13 read as follows:

14 Section 991a. A. Except as otherwise provided in the Elderly and Incapacitated  
15 Victim's Protection Program, when a defendant is convicted of a crime and no death  
16 sentence is imposed, the court shall either:

17 1. Suspend the execution of sentence in whole or in part, with or without probation.  
18 The court, in addition, may order the convicted defendant at the time of sentencing or at  
19 any time during the suspended sentence to do one or more of the following:

20 a. to provide restitution to the victim as provided by Section 991f et seq.  
21 of this title or according to a schedule of payments established by the  
22 sentencing court, together with interest upon any pecuniary sum at the

- 1 rate of twelve percent (12%) per annum, if the defendant agrees to pay  
2 such restitution or, in the opinion of the court, if the defendant is able  
3 to pay such restitution without imposing manifest hardship on the  
4 defendant or the immediate family and if the extent of the damage to  
5 the victim is determinable with reasonable certainty,
- 6 b. to reimburse any state agency for amounts paid by the state agency for  
7 hospital and medical expenses incurred by the victim or victims, as a  
8 result of the criminal act for which such person was convicted, which  
9 reimbursement shall be made directly to the state agency, with  
10 interest accruing thereon at the rate of twelve percent (12%) per  
11 annum,
- 12 c. to engage in a term of community service without compensation,  
13 according to a schedule consistent with the employment and family  
14 responsibilities of the person convicted,
- 15 d. to pay a reasonable sum into any trust fund, established pursuant to  
16 the provisions of Sections 176 through 180.4 of Title 60 of the  
17 Oklahoma Statutes, and which provides restitution payments by  
18 convicted defendants to victims of crimes committed within this state  
19 wherein such victim has incurred a financial loss,
- 20 e. to confinement in the county jail for a period not to exceed six (6)  
21 months,

- 1 f. to confinement as provided by law together with a term of post-  
2 imprisonment community supervision for not less than three (3) years  
3 of the total term allowed by law for imprisonment, with or without  
4 restitution; provided, however, the authority of this provision is limited  
5 to Section ~~7115~~ 843.5 of Title ~~40~~ 21 of the Oklahoma Statutes when the  
6 offense involved sexual abuse or sexual exploitation; Sections 681, 741  
7 and 843.1 of Title 21 of the Oklahoma Statutes when the offense  
8 involved sexual abuse or sexual exploitation; and Sections 865 et seq.,  
9 885, 886, 888, 891, 1021, 1021.2, 1021.3, 1040.13a, 1087, 1088, 1111.1,  
10 1115 and 1123 of Title 21 of the Oklahoma Statutes,
- 11 g. to repay the reward or part of the reward paid by a certified local  
12 crimestoppers program and the Oklahoma Reward System. In  
13 determining whether the defendant shall repay the reward or part of  
14 the reward, the court shall consider the ability of the defendant to  
15 make the payment, the financial hardship on the defendant to make  
16 the required payment, and the importance of the information to the  
17 prosecution of the defendant as provided by the arresting officer or the  
18 district attorney with due regard for the confidentiality of the records  
19 of the certified local crimestoppers program and the Oklahoma Reward  
20 System. The court shall assess this repayment against the defendant  
21 as a cost of prosecution. "Certified local crimestoppers program"  
22 means a crimestoppers program certified by the Office of the Attorney

1 General pursuant to Section 991g of this title. The "Oklahoma Reward  
2 System" means the reward program established by Section 150.18 of  
3 Title 74 of the Oklahoma Statutes,

4 h. to reimburse the Oklahoma State Bureau of Investigation for costs  
5 incurred by that agency during its investigation of the crime for which  
6 the defendant pleaded guilty, nolo contendere or was convicted,  
7 including compensation for laboratory, technical, or investigation  
8 services performed by the Bureau if, in the opinion of the court, the  
9 defendant is able to pay without imposing manifest hardship on the  
10 defendant, and if the costs incurred by the Bureau during the  
11 investigation of the defendant's case may be determined with  
12 reasonable certainty,

13 i. to reimburse the Oklahoma State Bureau of Investigation and any  
14 authorized law enforcement agency for all costs incurred by that  
15 agency for cleaning up an illegal drug laboratory site for which the  
16 defendant pleaded guilty, nolo contendere or was convicted. The court  
17 clerk shall collect the amount and may retain five percent (5%) of such  
18 monies to be deposited in the Court Clerk Revolving Fund to cover  
19 administrative costs and shall remit the remainder to the Oklahoma  
20 State Bureau of Investigation to be deposited in the OSBI Revolving  
21 Fund established by Section 150.19a of Title 74 of the Oklahoma

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1 Statutes or to the general fund wherein the other law enforcement  
2 agency is located,  
3 j. to pay a reasonable sum to the Crime Victims Compensation Board,  
4 created by Section 142.2 et seq. of Title 21 of the Oklahoma Statutes,  
5 for the benefit of crime victims,  
6 k. to reimburse the court fund for amounts paid to court-appointed  
7 attorneys for representing the defendant in the case in which the  
8 person is being sentenced,  
9 l. to participate in an assessment and evaluation by an assessment  
10 agency or assessment personnel certified by the Department of Mental  
11 Health and Substance Abuse Services pursuant to Section 3-460 of  
12 Title 43A of the Oklahoma Statutes and, as determined by the  
13 assessment, participate in an alcohol and drug substance abuse course  
14 or treatment program or both, pursuant to Sections 3-452 and 3-453 of  
15 Title 43A of the Oklahoma Statutes, or as ordered by the court,  
16 m. to be placed in a victims impact panel program or victim/offender  
17 reconciliation program and payment of a fee to the program of not less  
18 than Fifteen Dollars (\$15.00) nor more than Fifty Dollars (\$50.00) as  
19 set by the governing authority of the program to offset the cost of  
20 participation by the defendant. Provided, each victim/offender  
21 reconciliation program shall be required to obtain a written consent  
22 form voluntarily signed by the victim and defendant that specifies the

1 methods to be used to resolve the issues, the obligations and rights of  
2 each person, and the confidentiality of the proceedings. Volunteer  
3 mediators and employees of a victim/offender reconciliation program  
4 shall be immune from liability and have rights of confidentiality as  
5 provided in Section 1805 of Title 12 of the Oklahoma Statutes,  
6 n. to install, at the expense of the defendant, an ignition interlock device  
7 approved by the Board of Tests for Alcohol and Drug Influence. The  
8 device shall be installed upon every motor vehicle operated by the  
9 defendant, and the court shall require that a notation of this  
10 restriction be affixed to the defendant's driver license. The restriction  
11 shall remain on the driver license not exceeding two (2) years to be  
12 determined by the court. The restriction may be modified or removed  
13 only by order of the court and notice of any modification order shall be  
14 given to the Department of Public Safety. Upon the expiration of the  
15 period for the restriction, the Department of Public Safety shall remove  
16 the restriction without further court order. Failure to comply with the  
17 order to install an ignition interlock device or operating any vehicle  
18 without a device during the period of restriction shall be a violation of  
19 the sentence and may be punished as deemed proper by the sentencing  
20 court. As used in this paragraph, "ignition interlock device" means a  
21 device that, without tampering or intervention by another person,  
22 would prevent the defendant from operating a motor vehicle if the

1 defendant has a blood or breath alcohol concentration of two-  
2 hundredths (0.02) or greater,  
3 o. to be confined by electronic monitoring administered and supervised by  
4 the Department of Corrections or a community sentence provider, and  
5 payment of a monitoring fee to the supervising authority, not to exceed  
6 Three Hundred Dollars (\$300.00) per month. Any fees collected  
7 pursuant to this paragraph shall be deposited with the appropriate  
8 supervising authority. Any willful violation of an order of the court for  
9 the payment of the monitoring fee shall be a violation of the sentence  
10 and may be punished as deemed proper by the sentencing court. As  
11 used in this paragraph, "electronic monitoring" means confinement of  
12 the defendant within a specified location or locations with supervision  
13 by means of an electronic device approved by the Department of  
14 Corrections which is designed to detect if the defendant is in the court-  
15 ordered location at the required times and which records violations for  
16 investigation by a qualified supervisory agency or person,  
17 p. to perform one or more courses of treatment, education or  
18 rehabilitation for any conditions, behaviors, deficiencies or disorders  
19 which may contribute to criminal conduct, including but not limited to  
20 alcohol and substance abuse, mental health, emotional health, physical  
21 health, propensity for violence, antisocial behavior, personality or  
22 attitudes, deviant sexual behavior, child development, parenting

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- 1 assistance, job skills, vocational-technical skills, domestic relations,  
2 literacy, education, or any other identifiable deficiency which may be  
3 treated appropriately in the community and for which a certified  
4 provider or a program recognized by the court as having significant  
5 positive impact exists in the community. Any treatment, education or  
6 rehabilitation provider required to be certified pursuant to law or rule  
7 shall be certified by the appropriate state agency or a national  
8 organization,
- 9 q. to submit to periodic testing for alcohol, intoxicating substance, or  
10 controlled dangerous substances by a qualified laboratory,
- 11 r. to pay a fee, costs for treatment, education, supervision, participation  
12 in a program, or any combination thereof as determined by the court,  
13 based upon the defendant's ability to pay the fees or costs,
- 14 s. to be supervised by a Department of Corrections employee, a private  
15 supervision provider, or other person designated by the court,
- 16 t. to obtain positive behavior modeling by a trained mentor,
- 17 u. to serve a term of confinement in a restrictive housing facility available  
18 in the community,
- 19 v. to serve a term of confinement in the county jail at night or during  
20 weekends pursuant to Section 991a-2 of this title or for work release,
- 21 w. to obtain employment or participate in employment-related activities,

- 1 x. to participate in mandatory day reporting to facilities or persons for  
2 services, payments, duties or person-to-person contacts as specified by  
3 the court,
- 4 y. to pay day fines not to exceed fifty percent (50%) of the net wages  
5 earned. For purposes of this paragraph, "day fine" means the offender  
6 is ordered to pay an amount calculated as a percentage of net daily  
7 wages earned. The day fine shall be paid to the local community  
8 sentencing system as reparation to the community. Day fines shall be  
9 used to support the local system,
- 10 z. to submit to blood or saliva testing as required by subsection I of this  
11 section,
- 12 aa. to repair or restore property damaged by the defendant's conduct, if  
13 the court determines the defendant possesses sufficient skill to repair  
14 or restore the property and the victim consents to the repairing or  
15 restoring of the property,
- 16 bb. to restore damaged property in kind or payment of out-of-pocket  
17 expenses to the victim, if the court is able to determine the actual out-  
18 of-pocket expenses suffered by the victim,
- 19 cc. to attend a victim-offender reconciliation program if the victim agrees  
20 to participate and the offender is deemed appropriate for participation,
- 21 dd. in the case of a person convicted of prostitution pursuant to Section  
22 1029 of Title 21 of the Oklahoma Statutes, require such person to

1 receive counseling for the behavior which may have caused such  
2 person to engage in prostitution activities. Such person may be  
3 required to receive counseling in areas including but not limited to  
4 alcohol and substance abuse, sexual behavior problems, or domestic  
5 abuse or child abuse problems,  
6 ee. in the case of a sex offender sentenced after November 1, 1989, and  
7 required by law to register pursuant to the Sex Offender Registration  
8 Act, the court shall require the person to comply with sex offender  
9 specific rules and conditions of supervision established by the  
10 Department of Corrections and require the person to participate in a  
11 treatment program designed for the treatment of sex offenders during  
12 the period of time while the offender is subject to supervision by the  
13 Department of Corrections. The treatment program shall include  
14 polygraph examinations specifically designed for use with sex offenders  
15 for purposes of supervision and treatment compliance, and shall be  
16 administered not less than each six (6) months during the period of  
17 supervision. The examination shall be administered by a certified  
18 licensed polygraph examiner. The treatment program must be  
19 approved by the Department of Corrections or the Department of  
20 Mental Health and Substance Abuse Services. Such treatment shall  
21 be at the expense of the defendant based on the defendant's ability to  
22 pay,

1 ff. in addition to other sentencing powers of the court, the court in the  
2 case of a defendant being sentenced for a felony conviction for a  
3 violation of Section 2-402 of Title 63 of the Oklahoma Statutes which  
4 involves marijuana may require the person to participate in a drug  
5 court program, if available. If a drug court program is not available,  
6 the defendant may be required to participate in a community sanctions  
7 program, if available,

8 gg. in the case of a person convicted of any false or bogus check violation,  
9 as defined in Section 1541.4 of Title 21 of the Oklahoma Statutes,  
10 impose a fee of Twenty-five Dollars (\$25.00) to the victim for each  
11 check, and impose a bogus check fee to be paid to the district attorney.  
12 The bogus check fee paid to the district attorney shall be equal to the  
13 amount assessed as court costs plus Twenty-five Dollars (\$25.00) for  
14 each check upon filing of the case in district court. This money shall be  
15 deposited in the Bogus Check Restitution Program Fund as established  
16 in subsection B of Section 114 of this title. Additionally, the court may  
17 require the offender to pay restitution and bogus check fees on any  
18 other bogus check or checks that have been submitted to the District  
19 Attorney Bogus Check Restitution Program, and

20 hh. any other provision specifically ordered by the court.

21 However, any such order for restitution, community service, payment to a certified  
22 local crimestoppers program, payment to the Oklahoma Reward System, or confinement

1 in the county jail, or a combination thereof, shall be made in conjunction with probation  
2 and shall be made a condition of the suspended sentence;

3 2. Impose a fine prescribed by law for the offense, with or without probation or  
4 commitment and with or without restitution or service as provided for in this section,  
5 Section 991a-4.1 of this title or Section 227 of Title 57 of the Oklahoma Statutes;

6 3. Commit such person for confinement provided for by law with or without  
7 restitution as provided for in this section;

8 4. Order the defendant to reimburse the Oklahoma State Bureau of Investigation  
9 for costs incurred by that agency during its investigation of the crime for which the  
10 defendant pleaded guilty, nolo contendere or was convicted, including compensation for  
11 laboratory, technical, or investigation services performed by the Bureau if, in the opinion  
12 of the court, the defendant is able to pay without imposing manifest hardship on the  
13 defendant, and if the costs incurred by the Bureau during the investigation of the  
14 defendant's case may be determined with reasonable certainty;

15 5. Order the defendant to reimburse the Oklahoma State Bureau of Investigation  
16 for all costs incurred by that agency for cleaning up an illegal drug laboratory site for  
17 which the defendant pleaded guilty, nolo contendere or was convicted. The court clerk  
18 shall collect the amount and may retain five percent (5%) of such monies to be deposited  
19 in the Court Clerk Revolving Fund to cover administrative costs and shall remit the  
20 remainder to the Oklahoma State Bureau of Investigation to be deposited in the OSBI  
21 Revolving Fund established by Section 150.19a of Title 74 of the Oklahoma Statutes;

1           6. In the case of nonviolent felony offenses, sentence such person to the Community  
2 Service Sentencing Program;

3           7. In addition to the other sentencing powers of the court, in the case of a person  
4 convicted of operating or being in control of a motor vehicle while the person was under  
5 the influence of alcohol, other intoxicating substance, or a combination of alcohol or  
6 another intoxicating substance, or convicted of operating a motor vehicle while the ability  
7 of the person to operate such vehicle was impaired due to the consumption of alcohol,  
8 require such person:

9           a.       to participate in an alcohol and drug assessment and evaluation by an  
10                   assessment agency or assessment personnel certified by the  
11                   Department of Mental Health and Substance Abuse Services pursuant  
12                   to Section 3-460 of Title 43A of the Oklahoma Statutes and, as  
13                   determined by the assessment, participate in an alcohol and drug  
14                   substance abuse course or treatment program or both, pursuant to  
15                   Sections 3-452 and 3-453 of Title 43A of the Oklahoma Statutes,

16           b.       to attend a victims impact panel program, if such a program is offered  
17                   in the county where the judgment is rendered, and to pay a fee, not  
18                   less than Fifteen Dollars (\$15.00) nor more than Fifty Dollars (\$50.00)  
19                   as set by the governing authority of the program and approved by the  
20                   court, to the program to offset the cost of participation by the  
21                   defendant, if in the opinion of the court the defendant has the ability to  
22                   pay such fee,

- 1 c. to both participate in the alcohol and drug substance abuse course or  
2 treatment program, pursuant to subparagraph a of this paragraph and  
3 attend a victims impact panel program, pursuant to subparagraph b of  
4 this paragraph,
- 5 d. to install, at the expense of the person, an ignition interlock device  
6 approved by the Board of Tests for Alcohol and Drug Influence, upon  
7 every motor vehicle operated by such person and to require that a  
8 notation of this restriction be affixed to the person's driver license at  
9 the time of reinstatement of the license. The restriction shall remain  
10 on the driver license for such period as the court shall determine. The  
11 restriction may be modified or removed by order of the court and notice  
12 of the order shall be given to the Department of Public Safety. Upon  
13 the expiration of the period for the restriction, the Department of  
14 Public Safety shall remove the restriction without further court order.  
15 Failure to comply with the order to install an ignition interlock device  
16 or operating any vehicle without such device during the period of  
17 restriction shall be a violation of the sentence and may be punished as  
18 deemed proper by the sentencing court, or
- 19 e. beginning January 1, 1993, to submit to electronically monitored home  
20 detention administered and supervised by the Department of  
21 Corrections, and to pay to the Department a monitoring fee, not to  
22 exceed Seventy-five Dollars (\$75.00) a month, to the Department of

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1 Corrections, if in the opinion of the court the defendant has the ability  
2 to pay such fee. Any fees collected pursuant to this subparagraph shall  
3 be deposited in the Department of Corrections Revolving Fund. Any  
4 order by the court for the payment of the monitoring fee, if willfully  
5 disobeyed, may be enforced as an indirect contempt of court;

6 8. In addition to the other sentencing powers of the court, in the case of a person  
7 convicted of prostitution pursuant to Section 1029 of Title 21 of the Oklahoma Statutes,  
8 require such person to receive counseling for the behavior which may have caused such  
9 person to engage in prostitution activities. Such person may be required to receive  
10 counseling in areas including but not limited to alcohol and substance abuse, sexual  
11 behavior problems, or domestic abuse or child abuse problems;

12 9. In addition to the other sentencing powers of the court, in the case of a person  
13 convicted of any crime related to domestic abuse, as defined in Section 60.1 of this title,  
14 the court may require the defendant to undergo the treatment or participate in the  
15 counseling services necessary to bring about the cessation of domestic abuse against the  
16 victim. The defendant may be required to pay all or part of the cost of the treatment or  
17 counseling services;

18 10. In addition to the other sentencing powers of the court, the court, in the case of  
19 a sex offender sentenced after November 1, 1989, and required by law to register  
20 pursuant to the Sex Offenders Registration Act, shall require the person to participate in  
21 a treatment program designed specifically for the treatment of sex offenders, if available.  
22 The treatment program will include polygraph examinations specifically designed for use

1 with sex offenders for the purpose of supervision and treatment compliance, provided the  
2 examination is administered by a certified licensed polygraph examiner. The treatment  
3 program must be approved by the Department of Corrections or the Department of  
4 Mental Health and Substance Abuse Services. Such treatment shall be at the expense of  
5 the defendant based on the defendant's ability to pay;

6 11. In addition to the other sentencing powers of the court, the court, in the case of  
7 a person convicted of child abuse or neglect, as defined in Section ~~7102~~ 1-1-105 of Title ~~10~~  
8 10A of the Oklahoma Statutes, may require the person to undergo treatment or to  
9 participate in counseling services. The defendant may be required to pay all or part of  
10 the cost of the treatment or counseling services;

11 12. In addition to the other sentencing powers of the court, the court, in the case of  
12 a person convicted of cruelty to animals pursuant to Section 1685 of Title 21 of the  
13 Oklahoma Statutes, may require the person to pay restitution to animal facilities for  
14 medical care and any boarding costs of victimized animals;

15 13. In addition to the other sentencing powers of the court, a sex offender who is  
16 habitual or aggravated as defined by Section 584 of Title 57 of the Oklahoma Statutes  
17 and who is required to register as a sex offender pursuant to the Oklahoma Sex  
18 Offenders Registration Act shall be supervised by the Department of Corrections for the  
19 duration of the registration period and shall be assigned to a global position monitoring  
20 device by the Department of Corrections for the duration of the registration period. The  
21 cost of such monitoring device shall be reimbursed by the offender;

1           14. In addition to the other sentencing powers of the court, in the case of a sex  
2 offender who is required by law to register pursuant to the Sex Offenders Registration  
3 Act, the court may prohibit the person from accessing or using any Internet social  
4 networking web site that has the potential or likelihood of allowing the sex offender to  
5 have contact with any child who is under the age of eighteen (18) years; or

6           15. In addition to the other sentencing powers of the court, in the case of a sex  
7 offender who is required by law to register pursuant to the Sex Offenders Registration  
8 Act, the court may require the person to register any electronic mail address information,  
9 instant message, chat or other Internet communication name or identity information  
10 that the person uses or intends to use while accessing the Internet.

11           B. Notwithstanding any other provision of law, any person who is found guilty of a  
12 violation of any provision of Section 761 or 11-902 of Title 47 of the Oklahoma Statutes or  
13 any person pleading guilty or nolo contendere for a violation of any provision of such  
14 sections shall be ordered to participate in, prior to sentencing, an alcohol and drug  
15 assessment and evaluation by an assessment agency or assessment personnel certified by  
16 the Department of Mental Health and Substance Abuse Services for the purpose of  
17 evaluating the receptivity to treatment and prognosis of the person. The court shall  
18 order the person to reimburse the agency or assessor for the evaluation. The fee shall be  
19 the amount provided in subsection C of Section 3-460 of Title 43A of the Oklahoma  
20 Statutes. The evaluation shall be conducted at a certified assessment agency, the office  
21 of a certified assessor or at another location as ordered by the court. The agency or  
22 assessor shall, within seventy-two (72) hours from the time the person is assessed,

1 submit a written report to the court for the purpose of assisting the court in its final  
2 sentencing determination. No person, agency or facility operating an alcohol and drug  
3 substance abuse evaluation program certified by the Department of Mental Health and  
4 Substance Abuse Services shall solicit or refer any person evaluated pursuant to this  
5 subsection for any treatment program or alcohol and drug substance abuse service in  
6 which such person, agency or facility has a vested interest; however, this provision shall  
7 not be construed to prohibit the court from ordering participation in or any person from  
8 voluntarily utilizing a treatment program or alcohol and drug substance abuse service  
9 offered by such person, agency or facility. If a person is sentenced to the custody of the  
10 Department of Corrections and the court has received a written evaluation report  
11 pursuant to this subsection, the report shall be furnished to the Department of  
12 Corrections with the judgment and sentence. Any evaluation report submitted to the  
13 court pursuant to this subsection shall be handled in a manner which will keep such  
14 report confidential from the general public's review. Nothing contained in this  
15 subsection shall be construed to prohibit the court from ordering judgment and sentence  
16 in the event the defendant fails or refuses to comply with an order of the court to obtain  
17 the evaluation required by this subsection.

18 C. When sentencing a person convicted of a crime, the court shall first consider a  
19 program of restitution for the victim, as well as imposition of a fine or incarceration of  
20 the offender. The provisions of paragraph 1 of subsection A of this section shall not apply  
21 to defendants being sentenced upon their third or subsequent to their third conviction of  
22 a felony or, beginning January 1, 1993, to defendants being sentenced for their second or

1 subsequent felony conviction for violation of Section 11-902 of Title 47 of the Oklahoma  
2 Statutes, except as otherwise provided in this subsection. In the case of a person being  
3 sentenced for their second or subsequent felony conviction for violation of Section 11-902  
4 of Title 47 of the Oklahoma Statutes, the court may sentence the person pursuant to the  
5 provisions of paragraph 1 of subsection A of this section if the court orders the person to  
6 submit to electronically monitored home detention administered and supervised by the  
7 Department of Corrections pursuant to subparagraph e of paragraph 7 of subsection A of  
8 this section. Provided, the court may waive these prohibitions upon written application  
9 of the district attorney. Both the application and the waiver shall be made part of the  
10 record of the case.

11 D. When sentencing a person convicted of a crime, the judge shall consider any  
12 victim impact statements if submitted to the jury, or the judge in the event a jury is  
13 waived.

14 E. Probation, for purposes of subsection A of this section, is a procedure by which a  
15 defendant found guilty of a crime, whether upon a verdict or plea of guilty or upon a plea  
16 of nolo contendere, is released by the court subject to conditions imposed by the court and  
17 subject to the supervision of the Department of Corrections. Such supervision shall be  
18 initiated upon an order of probation from the court, and shall not exceed two (2) years,  
19 except as otherwise provided by law. In the case of a person convicted of a sex offense,  
20 supervision shall begin immediately upon release from incarceration or if parole is  
21 granted and shall not be limited to two (2) years. Provided further, any supervision  
22 provided for in this section may be extended for a period not to exceed the expiration of

1 the maximum term or terms of the sentence upon a determination by the Division of  
2 Probation and Parole of the Department of Corrections that the best interests of the  
3 public and the release will be served by an extended period of supervision.

4 F. The Department of Corrections, or such other agency as the court may designate,  
5 shall be responsible for the monitoring and administration of the restitution and service  
6 programs provided for by subparagraphs a, c, and d of paragraph 1 of subsection A of this  
7 section, and shall ensure that restitution payments are forwarded to the victim and that  
8 service assignments are properly performed.

9 G. 1. The Department of Corrections is hereby authorized, subject to funds  
10 available through appropriation by the Legislature, to contract with counties for the  
11 administration of county Community Service Sentencing Programs.

12 2. Any offender eligible to participate in the Program pursuant to this act shall be  
13 eligible to participate in a county Program; provided, participation in county-funded  
14 Programs shall not be limited to offenders who would otherwise be sentenced to  
15 confinement with the Department of Corrections.

16 3. The Department shall establish criteria and specifications for contracts with  
17 counties for such Programs. A county may apply to the Department for a contract for a  
18 county-funded Program for a specific period of time. The Department shall be  
19 responsible for ensuring that any contracting county complies in full with specifications  
20 and requirements of the contract. The contract shall set appropriate compensation to the  
21 county for services to the Department.

1           4. The Department is hereby authorized to provide technical assistance to any  
2 county in establishing a Program, regardless of whether the county enters into a contract  
3 pursuant to this subsection. Technical assistance shall include appropriate staffing,  
4 development of community resources, sponsorship, supervision and any other  
5 requirements.

6           5. The Department shall annually make a report to the Governor, the President  
7 Pro Tempore of the Senate and the Speaker of the House on the number of such  
8 Programs, the number of participating offenders, the success rates of each Program  
9 according to criteria established by the Department and the costs of each Program.

10          H. As used in this section:

11           1. "Ignition interlock device" means a device that, without tampering or  
12 intervention by another person, would prevent the defendant from operating a motor  
13 vehicle if the defendant has a blood or breath alcohol concentration of two-hundredths  
14 (0.02) or greater; and

15           2. "Electronically monitored home detention" means incarceration of the defendant  
16 within a specified location or locations with monitoring by means of a device approved by  
17 the Department of Corrections that detects if the person leaves the confines of any  
18 specified location.

19           I. A person convicted of a felony offense or receiving any form of probation for an  
20 offense in which registration is required pursuant to the Sex Offenders Registration Act,  
21 shall submit to deoxyribonucleic acid DNA testing for law enforcement identification  
22 purposes in accordance with Section 150.27 of Title 74 of the Oklahoma Statutes and the

1 rules promulgated by the Oklahoma State Bureau of Investigation for the OSBI  
2 Combined DNA Index System (CODIS) Database. Subject to the availability of funds,  
3 any person convicted of a misdemeanor offense of assault and battery, domestic abuse,  
4 stalking, possession of a controlled substance prohibited under Schedule IV of the  
5 Uniform Controlled Dangerous Substances Act, outraging public decency, resisting  
6 arrest, escape or attempting to escape, eluding a police officer, peeping tom, pointing a  
7 firearm, unlawful carry of a firearm, illegal transport of a firearm, discharging of a  
8 firearm, threatening an act of violence, breaking and entering a dwelling place,  
9 destruction of property, negligent homicide, or causing a personal injury accident while  
10 driving under the influence of any intoxicating substance, or any alien unlawfully  
11 present under federal immigration law, upon arrest, shall submit to deoxyribonucleic  
12 acid DNA testing for law enforcement identification purposes in accordance with Section  
13 150.27 of Title 74 of the Oklahoma Statutes and the rules promulgated by the Oklahoma  
14 State Bureau of Investigation for the OSBI Combined DNA Index System (CODIS)  
15 Database. Any defendant sentenced to probation shall be required to submit to testing  
16 within thirty (30) days of sentencing either to the Department of Corrections or to the  
17 county sheriff or other peace officer as directed by the court. Defendants who are  
18 sentenced to a term of incarceration shall submit to testing in accordance with Section  
19 530.1 of Title 57 of the Oklahoma Statutes, for those defendants who enter the custody of  
20 the Department of Corrections or to the county sheriff, for those defendants sentenced to  
21 incarceration in a county jail. Convicted individuals who have previously submitted to  
22 DNA testing under this section and for whom a valid sample is on file in the OSBI

1 Combined DNA Index System (CODIS) Database at the time of sentencing shall not be  
2 required to submit to additional testing. Except as required by the Sex Offenders  
3 Registration Act, a deferred judgment does not require submission to deoxyribonucleic  
4 acid testing.

5 Any person who is incarcerated in the custody of the Department of Corrections  
6 after July 1, 1996, and who has not been released before January 1, 2006, shall provide a  
7 blood or saliva sample prior to release. Every person subject to DNA testing after  
8 January 1, 2006, whose sentence does not include a term of confinement with the  
9 Department of Corrections shall submit a blood or saliva sample. Every person subject  
10 to DNA testing who is sentenced to unsupervised probation or otherwise not supervised  
11 by the Department of Corrections shall submit for blood or saliva testing to the sheriff of  
12 the sentencing county.

13 J. Samples of blood or saliva for DNA testing required by subsection I of this  
14 section shall be taken by employees or contractors of the Department of Corrections,  
15 peace officers, or the county sheriff or employees or contractors of the sheriff's office. The  
16 individuals shall be properly trained to collect blood or saliva samples. Persons collecting  
17 blood or saliva for DNA testing pursuant to this section shall be immune from civil  
18 liabilities arising from this activity. All collectors of DNA samples shall ensure the  
19 collection of samples are mailed to the Oklahoma State Bureau of Investigation within  
20 ten (10) days of the time the subject appears for testing or within ten (10) days of the  
21 date the subject comes into physical custody to serve a term of incarceration. All  
22 collectors of DNA samples shall use sample kits provided by the OSBI and procedures

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1 promulgated by the OSBI. Persons subject to DNA testing who are not received at the  
2 Lexington Assessment and Reception Center shall be required to pay a fee of Fifteen  
3 Dollars (\$15.00) to the agency collecting the sample for submission to the OSBI  
4 Combined DNA Index System (CODIS) Database. Any fees collected pursuant to this  
5 subsection shall be deposited in the revolving account or the service fee account of the  
6 collection agency or department.

7 K. When sentencing a person who has been convicted of a crime that would subject  
8 that person to the provisions of the Sex Offenders Registration Act, neither the court nor  
9 the district attorney shall be allowed to waive or exempt such person from the  
10 registration requirements of the Sex Offenders Registration Act.

11 SECTION 11. REPEALER 22 O.S. 2001, Section 991a, as last amended by  
12 Section 132, Chapter 234, O.S.L. 2009 (22 O.S. Supp. 2009, Section 991a), is hereby  
13 repealed.

14 SECTION 12. REPEALER 36 O.S. 2001, Section 4509, as amended by Section  
15 33, Chapter 176, O.S.L. 2009 (36 O.S. Supp. 2009, Section 4509), is hereby repealed.

16 SECTION 13. AMENDATORY 36 O.S. 2001, Section 6602, as last amended by  
17 Section 51, Chapter 176, O.S.L. 2009 (36 O.S. Supp. 2009, Section 6602), is amended to  
18 read as follows:

19 Section 6602. As used in the Service Warranty Insurance Act:

20 1. "Commissioner" means the Insurance Commissioner;

21 2. "Consumer product" means tangible personal property primarily used for  
22 personal, family, or household purposes;

- 1           3. “Department” means the Insurance Department;
- 2           4. “Gross income” means the total amount of revenue received in connection with  
3 business-related activity;
- 4           5. “Gross written premium” means the total amount of consideration, inclusive of  
5 commissions, paid by a consumer for a service warranty issued in this state;
- 6           6. “Impaired” means having liabilities in excess of assets;
- 7           7. “Indemnify” means to undertake repair or replacement of a consumer product or  
8 a newly-constructed residential structure, including any appliances, electrical, plumbing,  
9 heating, cooling or air conditioning systems, in return for the payment of a segregated  
10 premium, when the consumer product or residential structure becomes defective or  
11 suffers operational failure;
- 12          8. “Insolvent” means any actual or threatened delinquency including, but not  
13 limited to, any one or more of the following circumstances:
- 14           a.       an association’s total liabilities exceed the association’s total assets  
15               excluding goodwill, franchises, customer lists, patents or trademarks,  
16               and receivables from or advances to officers, directors, employees,  
17               salesmen, and affiliated companies. In order to include receivables  
18               from affiliated companies as assets as defined pursuant to this  
19               subparagraph and paragraph 10 of this section, the service warranty  
20               association shall provide a written guarantee to assure repayment of  
21               all receivables, loans, and advances from affiliated companies. The

1 written guarantee must be made by a guaranteeing organization  
2 which:

3 (1) has been in continuous operation for ten (10) years or more and  
4 has net assets in excess of Five Hundred Million Dollars  
5 (\$500,000,000.00),

6 (2) submits a guarantee on a form acceptable to the Insurance  
7 Commissioner that contains a provision which requires that the  
8 guarantee be irrevocable, unless the guaranteeing organization  
9 can demonstrate to the Commissioner's satisfaction that the  
10 cancellation of the guarantee will not result in the net assets of  
11 the service warranty association falling below its minimum net  
12 asset requirement and the Commissioner approves cancellation  
13 of the guarantee,

14 (3) initially submits a statement from a certified public accountant  
15 of the guaranteeing organization attesting that the net assets of  
16 the guaranteeing organization meets or exceeds the net assets  
17 requirement as provided in division (1) of this subparagraph and  
18 that the net assets of the guaranteeing organization exceed the  
19 amount of the receivable of the service warranty association that  
20 is being guaranteed by the guaranteeing organization,

21 (4) submits annually to the Commissioner, within three (3) months  
22 after the end of its fiscal year, with the annual statement

1 required by Section 6615 of this title, a statement from an  
2 independent certified public accountant attesting that the net  
3 assets of the guaranteeing organization meet or exceed the net  
4 assets requirement as provided in division (1) of this  
5 subparagraph and that the net assets of the guaranteeing  
6 organization exceed the amount of the receivable of the service  
7 warranty association that is being guaranteed by the  
8 guaranteeing organization, and

9 (5) the receivables are maintained as cash or as marketable  
10 securities,

- 11 b. the business of any such association is being conducted fraudulently, or
- 12 c. the association has knowingly overvalued its assets;

13 9. "Insurer" means any property or casualty insurer duly authorized to transact  
14 such business in this state;

15 10. "Net assets" means the amount by which the total assets of an association,  
16 excluding goodwill, franchises, customer lists, patents or trademarks, and receivables  
17 from or advances to officers, directors, employees, salesmen, and affiliated companies,  
18 exceed the total liabilities of the association. For purposes of the Service Warranty  
19 Insurance Act, the term "total liabilities" does not include the capital stock, paid-in  
20 capital, or retained earning of an association unless a written guaranty assures  
21 repayment and meets the conditions specified in subparagraph a of paragraph 8 of this  
22 section;

1 11. "Person" includes an individual, company, corporation, association, insurer,  
2 agent and any other legal entity;

3 12. "Premium" means the total consideration received or to be received, including  
4 sales commissions, by whatever name called, by a service warranty association for, or  
5 related to, the issuance and delivery of a service warranty, including any charges  
6 designated as assessments or fees for membership, policy, survey, inspection, or service  
7 or other charges. However, a repair charge is not a premium unless it exceeds the usual  
8 and customary repair fee charged by the association, provided the repair is made before  
9 the issuance and delivery of the warranty;

10 13. "Sales representative" means any person utilized by an insurer or service  
11 warranty association for the purpose of selling or issuing service warranties ~~and includes~~  
12 ~~any individual possessing a certificate of competency who has the power to legally~~  
13 ~~obligate the insurer or service warranty association or who merely acts as the qualifying~~  
14 ~~agent to qualify the association in instances when a state statute or local ordinance~~  
15 ~~requires a certificate of competency to engage in a particular business;~~

16 14. "Service warranty" means a contract or agreement for a separately stated  
17 consideration for a specific duration to perform the repair or replacement of property or  
18 indemnification for repair or replacement for the operational or structural failure due to  
19 a defect or failure in materials or workmanship, with or without additional provision for  
20 incidental payment of indemnity under limited circumstances, including, but not limited  
21 to, failure due to normal wear and tear, towing, rental and emergency road service, road

1 hazard, power surge, and accidental damage from handling or as otherwise provided for  
2 in said contract or agreement; however:

- 3 a. maintenance service contracts under the terms of which there are no  
4 provisions for such indemnification are expressly excluded from this  
5 definition,
- 6 b. those contracts issued solely by the manufacturer, distributor,  
7 importer or seller of the product, or any affiliate or subsidiary of the  
8 foregoing entities, whereby such entity has contractual liability  
9 insurance in place, from an insurer licensed in the state, which covers  
10 one hundred percent (100%) of the claims exposure on all contracts  
11 written without being predicated on the failure to perform under such  
12 contracts, are expressly excluded from this definition,
- 13 c. the term “service warranty” does not include service contracts entered  
14 into between consumers and nonprofit organizations or cooperatives  
15 the members of which consist of condominium associations and  
16 condominium owners, which contracts require the performance of  
17 repairs and maintenance of appliances or maintenance of the  
18 residential property,
- 19 d. the term “service warranty” does not include warranties, guarantees,  
20 extended warranties, extended guarantees, contract agreements or any  
21 other service contracts issued by a company which performs at least  
22 seventy percent (70%) of the service work itself and not through

1 subcontractors, which has been selling and honoring such contracts in  
2 Oklahoma for at least twenty (20) years, and  
3 e. the term “service warranty” does not include warranties, guarantees,  
4 extended warranties, extended guarantees, contract agreements or any  
5 other service contracts, whether or not such service contracts  
6 otherwise meet the definition of service warranty, issued by a company  
7 which has net assets in excess of One Hundred Million Dollars  
8 (\$100,000,000.00). A service warranty association may use the net  
9 assets of a parent company to qualify under this section if the net  
10 assets of the company issuing the policy total at least Twenty-five  
11 Million Dollars (\$25,000,000.00) and the parent company maintains  
12 net assets of at least Seventy-five Million Dollars (\$75,000,000.00) not  
13 including the net assets held by the service warranty associations;

14 15. “Service warranty association” or “association” means any person, other than  
15 an authorized insurer, contractually obligated to a service contract holder under the  
16 terms of a service warranty; provided, this term shall not mean any person engaged in  
17 the business of erecting or otherwise constructing a new home;

18 16. “Warrantor” means any service warranty association engaged in the sale of  
19 service warranties and deriving not more than fifty percent (50%) of its gross income  
20 from the sale of service warranties; and

1           17. “Warranty seller” means any service warranty association engaged in the sale  
2 of service warranties and deriving more than fifty percent (50%) of its gross income from  
3 the sale of service warranties.

4           SECTION 14.    REPEALER    36 O.S. 2001, Section 6602, as last amended by  
5 Section 1, Chapter 189, O.S.L. 2009 (36 O.S. Supp. 2009, Section 6602), is hereby  
6 repealed.

7           SECTION 15.    AMENDATORY   36 O.S. 2001, Section 6608, as amended by  
8 Section 53, Chapter 176, O.S.L. 2009 (36 O.S. Supp. 2009, Section 6608), is amended to  
9 read as follows:

10          Section 6608. A. An application for license as a service warranty association shall  
11 be made to, and filed with, the Insurance Commissioner on printed forms as prescribed  
12 and furnished by the Insurance Commissioner.

13          B. In addition to information relative to its qualifications as required under Section  
14 6605 of this title, the Commissioner may require that the application show:

- 15           1. The location of the home office of the applicant;
- 16           2. The name and residence address of each director or officer of the applicant; and
- 17           3. Such other pertinent information as may be required by the Commissioner.

18          C. The Commissioner may require that the application, when filed, be accompanied  
19 by:

- 20           1. A copy of the articles of incorporation of the applicant, certified by the public  
21 official having custody of the original, and a copy of the bylaws of the applicant, certified  
22 by the chief executive officer of the applicant;

1           2. A copy of the most recent financial statement of the applicant, verified under  
2 oath of at least two of its principal officers; and

3           3. A license fee ~~in the amount of Two Hundred Dollars (\$200.00)~~ as required  
4 pursuant to Section 6604 of this title.

5           D. Upon completion of the application for license, the Commissioner shall examine  
6 the application and make such further investigation of the applicant as the  
7 Commissioner deems advisable. If the Commissioner finds that the applicant is  
8 qualified, the Commissioner shall issue to the applicant a license as a service warranty  
9 association. If the Commissioner does not find the applicant to be qualified the  
10 Commissioner shall refuse to issue the license and shall give the applicant written notice  
11 of such refusal, setting forth the grounds therefor.

12           E. 1. Any entity that claims one or more of the exclusions from the definition of  
13 service warranty provided in paragraph 14 of Section 6602 of this title shall file financial  
14 statements and other information as requested by the Commissioner by May 1, 2010, to  
15 document and verify that the entity's contracts are not included within the definition of  
16 service warranty.

17           2. Any entity that fails to meet the May 1, 2010, deadline or that begins claiming  
18 an exclusion exemption provided by paragraph 14 of Section 6602 of this title after May  
19 1, 2010, shall file financial statements and other information as requested by the  
20 Commissioner prior to conducting or continuing business in this state.

21           3. Any entity approved for an exclusion provided by paragraph 14 of Section 6602 of  
22 this title may be required by the Commissioner to provide subsequent financial

1 statements and other information ascertained by the Commissioner to be necessary to  
2 determine continued qualification for an exclusion provided by paragraph 14 of Section  
3 6602 of this title.

4 4. Other information as requested by the Commissioner may include, but is not  
5 limited to, audited financial statements, SEC filings, financial statements of affiliates,  
6 and organizational data and organizational charts.

7 SECTION 16. REPEALER 36 O.S. 2001, Section 6608, as amended by Section  
8 4, Chapter 189, O.S.L. 2009 (36 O.S. Supp. 2009, Section 6608), is hereby repealed.

9 SECTION 17. AMENDATORY 43A O.S. 2001, Section 5-207, as last amended  
10 by Section 1, Chapter 316, O.S.L. 2009 (43A O.S. Supp. 2009, Section 5-207), is amended  
11 to read as follows:

12 Section 5-207. A. Any person who appears to be or states that such person is  
13 mentally ill, alcohol-dependent, or drug-dependent to a degree that immediate  
14 emergency action is necessary may be taken into protective custody and detained as  
15 provided pursuant to the provisions of this section. Nothing in this section shall be  
16 construed as being in lieu of prosecution under state or local statutes or ordinances  
17 relating to public intoxication offenses.

18 B. Any peace officer who reasonably believes that a person is a person requiring  
19 treatment as defined in Section 1-103 of this title shall take the person into protective  
20 custody. The officer shall make every reasonable effort to take the person into custody in  
21 the least conspicuous manner.

UNDERLINED language denotes Amendments to present Statutes.  
**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.

1 C. The officer shall prepare a written statement indicating the basis for the officer's  
2 belief that the person is a person requiring treatment and the circumstances under  
3 which the officer took the person into protective custody. The officer shall give a copy of  
4 the statement to the person or the person's attorney upon the request of either. If the  
5 officer does not make the determination to take an individual into protective custody on  
6 the basis of the officer's personal observation, the officer shall not be required to prepare  
7 a written statement. However, the person stating to be mentally ill, alcohol-dependent,  
8 or drug-dependent or the person upon whose statement the officer relies shall sign a  
9 written statement indicating the basis for such person's belief that the person is a person  
10 requiring treatment. Any false statement given to the officer by the person upon whose  
11 statement the officer relies shall be a misdemeanor and subject to the sanctions of Title  
12 21 of the Oklahoma Statutes.

13 D. If the person is medically stable, the officer shall immediately transport the  
14 person to the nearest facility designated by the Commissioner of Mental Health and  
15 Substance Abuse Services as an appropriate facility for an initial assessment. If,  
16 subsequent to an initial assessment, it is determined that emergency detention is  
17 warranted, the officer shall transport the person to the nearest facility, designated by the  
18 Commissioner as appropriate for such detention, that has bed space available. If it is  
19 determined by the facility director or designee that the person is not medically stable, the  
20 officer shall transport the person to the nearest hospital or other appropriate treatment  
21 facility.

1           E. If the person is medically unstable, the person may be transported to an  
2 appropriate medical facility for medical treatment. A treating physician may authorize  
3 that the person be detained until the person becomes medically stable. When the person  
4 becomes medically stable, if in the opinion of the treating or discharging physician, the  
5 patient is still a person requiring treatment as defined in Section 1-103 of this title, the  
6 physician shall authorize detention of the patient for transportation as provided in  
7 subsection D of this section by an appropriate law enforcement agency.

8           F. If the nearest facility designated by the Commissioner as an appropriate facility  
9 for an initial assessment or detention is in excess of fifty (50) miles from the county seat  
10 of the county in which the person is located, and whenever, as provided in paragraph (b)  
11 of Article III of Section 6-201 of this title, there are factors based upon clinical  
12 determinations made within the state indicating that the care and treatment of the  
13 person would be facilitated or improved thereby, the person may be transported by the  
14 officer to a facility in another state if the facility:

15           1. Is located in a state that has enacted into law and entered into the Interstate  
16 Compact on Mental Health;

17           2. Is designated or accredited by the mental health authorities of that state as an  
18 appropriate facility for an initial assessment or detention of such person;

19           3. Is accredited by the Joint Commission;

20           4. Is the nearest available facility to the county seat of the county in which the  
21 person is located; and

1           5. Has agreed prior to the person leaving the state to receive the person for initial  
2 assessment or detention.

3           F. G. The parent, brother or sister who is eighteen (18) years of age or older, child  
4 who is eighteen (18) years of age or older, or guardian of the person, or a person who  
5 appears to be or states that such person is mentally ill, alcohol-dependent, or drug-  
6 dependent to a degree that emergency action is necessary may request the administrator  
7 of a facility designated by the Commissioner as an appropriate facility for an initial  
8 assessment to conduct an initial assessment to determine whether the condition of the  
9 person is such that emergency detention is warranted and, if emergency detention is  
10 warranted, to detain the person as provided in Section 5-206 of this title.

11           SECTION 18.    REPEALER    43A O.S. 2001, Section 5-207, as last amended by  
12 Section 1, Chapter 252, O.S.L. 2009 (43A O.S. Supp. 2009, Section 5-207), is hereby  
13 repealed.

14           SECTION 19.    AMENDATORY    Section 14, Chapter 504, O.S.L. 2004, as last  
15 amended by Section 3, Chapter 311, O.S.L. 2009 (47 O.S. Supp. 2009, Section 1135.5), is  
16 amended to read as follows:

17           Section 1135.5. A. The Oklahoma Tax Commission is hereby authorized to design  
18 and issue appropriate official special license plates to persons wishing to demonstrate  
19 support and provide financial assistance as provided by this section.

20           Special license plates shall not be transferred to any other person but shall be  
21 removed from the vehicle upon transfer of ownership and retained. The special license

1 plate may then be used on another vehicle but only after such other vehicle has been  
2 registered for the current year with a motor license agent.

3 Special license plates shall be renewed each year by the Tax Commission or a motor  
4 license agent. The Tax Commission shall annually notify by mail all persons issued  
5 special license plates. The notice shall contain all necessary information and shall  
6 contain instructions for the renewal procedure upon presentation to a motor license  
7 agent or the Tax Commission. The license plates shall be issued on a staggered system.

8 The Tax Commission is hereby directed to develop and implement a system  
9 whereby motor license agents are permitted to accept applications for special license  
10 plates authorized under this section. The motor license agent shall confirm the  
11 applicant's eligibility, if applicable, collect and deposit any amount specifically  
12 authorized by law, accept and process the necessary information directly into such  
13 system and generate a receipt accordingly. For performance of these duties, motor  
14 license agents shall retain the fee provided in Section 1141.1 of this title for registration  
15 of a motor vehicle. The motor license agent fees for acceptance of applications and  
16 renewals shall be paid out of the Oklahoma Tax Commission Reimbursement Fund.

17 If fewer than one hundred of any type of special license plates authorized prior to  
18 January 1, 2004, are issued prior to January 1, 2006, the Tax Commission shall  
19 discontinue issuance and renewal of that type of special license plate. Any such  
20 authorized special license plate registrant shall be allowed to display the license plate  
21 upon the designated vehicle until the registration expiration date. After such time the  
22 expired special license plate shall be removed from the vehicle.

1 For special license plates authorized on or after July 1, 2004, no special license  
2 plates shall be developed or issued by the Tax Commission until the Commission receives  
3 one hundred prepaid applications therefor. The prepaid applications must be received by  
4 the Tax Commission within one hundred and eighty (180) days of the effective date of the  
5 authorization or the authority to issue shall be null and void. In the event one hundred  
6 prepaid applications are not received by the Tax Commission within such prescribed time  
7 period any payment so received shall be refunded accordingly.

8 B. The special license plates provided by this section are as follows:

9 1. University or College Supporter License Plates - such plates shall be designed  
10 and issued to any person wishing to demonstrate support to any state-supported or  
11 private university or college. As provided in this section, an amount of the fee collected  
12 shall be apportioned as provided in Section 1104.1 of this title;

13 2. Environmental Awareness License Plates - such plates shall be designed, subject  
14 to the criteria to be presented to the Tax Commission by the Department of  
15 Environmental Quality in consultation with the Oklahoma Arts Council, and issued to  
16 any person wishing to demonstrate support to implement the statewide general public  
17 environmental education program created pursuant to the provisions of the Oklahoma  
18 Environmental Quality Code. Such plates shall be designed and issued to any person in  
19 any combination of numbers and letters from one to a maximum of seven, as for  
20 personalized license plates. A dealer's license plate issued pursuant to Section 1116.1 or  
21 1128 of this title may be designated an Environmental Awareness License Plate upon  
22 payment of the fee imposed by this section and any other registration fees required by

1 the Oklahoma Vehicle License and Registration Act. As provided in this section, an  
2 amount of the fee collected shall be apportioned pursuant to Section 1104.2 of this title;

3 3. Firefighter License Plates - such plates shall be designed for any career or  
4 retired firefighter, volunteer or paid. Firefighters may apply for firefighter plates for up  
5 to four vehicles with a rated capacity of one (1) ton or less or for a motorcycle upon proof  
6 of a fire department membership by either an identification card or letter from the chief  
7 of the fire department. Retirees who are eligible for such plates shall provide proof of  
8 eligibility upon initial application, but shall not be required to provide proof of eligibility  
9 annually. The surviving spouse of any deceased firefighter, if the spouse has not since  
10 remarried, may apply for a firefighter license plate for one vehicle with a rated carrying  
11 capacity of one (1) ton or less or for a motorcycle upon proof that the deceased firefighter  
12 was a member of a fire department by either an identification card or letter from the  
13 chief of the fire department.

14 Except for motorcycles, the license plate shall have the legend "Oklahoma" in the  
15 color Pantone 186C Red and shall contain no more than three letters and three numbers  
16 in the color Pantone 301C Blue. Between the letters and numbers shall be the  
17 Firefighter Maltese Cross Logo in the color Pantone 186C Red outlined in the color  
18 Pantone 301C Blue. Below the letters and the logo shall be the word "Firefighter" in the  
19 color Pantone 186C Red. The license plate for motorcycles may be of a similar design as  
20 space permits or a new design in order to meet the space requirements of a motorcycle  
21 license plate. The plates shall not be subject to the design requirements of any other

1 license plates prescribed by law other than the space for the placement of the yearly  
2 decals for each succeeding year of registration after the initial issue.

3 As provided in this section, an amount of the fee collected shall be deposited to the  
4 Oklahoma State Firemen's Museum Building & Memorial Fund for support of the  
5 Oklahoma Firefighter Fallen and Living Memorial;

6 4. Wildlife Conservation License Plates - such plates shall be designed, subject to  
7 the criteria to be presented to the Tax Commission by the Oklahoma Department of  
8 Wildlife Conservation in consultation with the Oklahoma Arts Council, and issued to any  
9 person wishing to demonstrate support for wildlife conservation in this state through the  
10 Wildlife Diversity Fund, provided for in Section 3-310 of Title 29 of the Oklahoma  
11 Statutes. Such plates may be designed and issued to any person as for personalized  
12 license plates.

13 As provided in this section, an amount of the fee collected shall be apportioned  
14 pursuant to subsection D of Section 3-310 of Title 29 of the Oklahoma Statutes;

15 5. Child Abuse Prevention License Plates - such plates shall be designed, subject to  
16 the criteria to be presented to the Tax Commission by the Office of Child Abuse  
17 Prevention in the State Department of Health and the Oklahoma Committee to Prevent  
18 Child Abuse, and issued to any person wishing to demonstrate support for the prevention  
19 of child abuse.

20 As provided in this section, an amount of the fee collected shall be deposited in the  
21 Child Abuse Prevention Fund;

1           6. United States Olympic Committee Supporter License Plates - such plates shall  
2 be designed and issued to any person wishing to demonstrate support for the United  
3 States Olympic Committee. The plates shall be issued to any person in any combination  
4 of numbers and letters from one to a maximum of seven, as for personalized license  
5 plates. The plate shall contain the official United States Olympic Committee logo. The  
6 Tax Commission shall be authorized, if necessary, to enter into a licensing agreement  
7 with the United States Olympic Committee for any licensing fees which may be required  
8 in order to use the United States Olympic Committee logo or design. The licensing  
9 agreement shall provide for a payment of not more than Twenty-five Dollars (\$25.00) for  
10 each license plate issued;

11           7. Oklahoma History License Plates - such plates shall be designed and issued to  
12 any person wishing to demonstrate interest in Oklahoma history. As provided in this  
13 section, an amount of the fee collected shall be deposited to the Oklahoma Historical  
14 Society Revolving Fund to be used for educational purposes;

15           8. Historic Route 66 License Plates - such plates shall be designed to honor historic  
16 Route 66, also known as the "Mother Road". As provided in this section, an amount of  
17 the fee collected shall be apportioned to the Oklahoma Historical Society Revolving Fund  
18 to be distributed to the Route 66 Museum located in Clinton, Oklahoma;

19           9. Heart of the Heartland License Plates - such plates shall be designed and issued  
20 to any person wishing to honor the victims of the terrorist bombing attack on the Alfred  
21 P. Murrah Federal Building in downtown Oklahoma City on April 19, 1995. As provided  
22 in this section, an amount of the fee collected shall be deposited in the Heart of the

1 Heartland Scholarship Fund, as established in Section 2282 of Title 70 of the Oklahoma  
2 Statutes;

3 10. Emergency Medical Technician License Plates - such plates shall be designed  
4 and issued to any person who is an emergency medical technician. Such persons may  
5 apply for an emergency medical technician license plate for each vehicle with a rated  
6 carrying capacity of one (1) ton or less upon proof of an emergency medical technician's  
7 license. The license plate shall be designed in consultation with the state association of  
8 emergency medical technicians. As provided in this section, an amount of the fee  
9 collected shall be apportioned to the ~~county of residence of the person purchasing the~~  
10 ~~plates to be equally apportioned by the county to the city and county volunteer fire~~  
11 ~~departments in the county~~ Emergency Medical Technician Death Benefit Revolving Fund  
12 created in Section 1-2505.2 of Title 63 of the Oklahoma Statutes;

13 11. Fight Breast Cancer License Plates - such plates shall be designed to  
14 demonstrate support for the prevention and treatment of breast cancer in this state. As  
15 provided in this section, an amount of the fee collected shall be apportioned to the Breast  
16 Cancer Act Revolving Fund;

17 12. Crime Victims Awareness License Plates - such plates shall be designed and  
18 issued to any person wishing to demonstrate awareness of and support for victims of  
19 crimes. The license plates shall be designed in consultation with the Oklahoma Crime  
20 Victims Centre. As provided in this section, an amount of the fee collected shall be  
21 apportioned to the Attorney General's Revolving Fund for the Office of the Attorney

UNDERLINED language denotes Amendments to present Statutes.  
**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.

1 General, which is hereby directed to use such funds to contract with a statewide  
2 nonprofit organization to provide services to crime victims;

3 13. Oklahoma Safe Kids Association License Plates - such plates shall be designed  
4 and issued to any person wishing to demonstrate support and awareness of the  
5 Oklahoma Safe Kids Association. The license plate shall be designed in consultation  
6 with the Oklahoma Safe Kids Association. As provided in this section, an amount of the  
7 fee collected shall be deposited in the Children's Hospital - Oklahoma Safe Kids  
8 Association Revolving Fund to be distributed to the Oklahoma Safe Kids Association  
9 program;

10 14. Four-H Club License Plates – such plates shall be designed, subject to criteria  
11 to be presented to the Tax Commission by the Four-H Foundation, and issued to any  
12 person wishing to demonstrate support of the Four-H Club. Such plates may be designed  
13 and issued to any person as for personalized license plates. As provided in this section,  
14 an amount of the fee collected shall be apportioned to the OSU Extension Service License  
15 Plate Revolving Fund created in Section 1104.4 of this title;

16 15. Agricultural Awareness License Plates – such plates shall be designed, subject  
17 to criteria to be presented to the Tax Commission, by the Oklahoma Department of  
18 Agriculture, Food, and Forestry in consultation with the Oklahoma Arts Council, and  
19 issued to any person wishing to demonstrate support of the Department’s Ag in the  
20 Classroom Education Program. As provided in this section, an amount of the fee  
21 collected shall be apportioned as provided in Section 1104.3 of this title;

1           16. Oklahoma Statehood Centennial License Plates – such plates shall be designed  
2 and issued to any person wishing to commemorate the centennial of Oklahoma’s  
3 admission to statehood in 1907. The license plates shall be designed in consultation with  
4 the Oklahoma Capitol Complex and Centennial Commemoration Commission. As  
5 provided in this section, an amount of the fee collected shall be deposited in the  
6 Oklahoma Capitol Complex and Centennial Commemoration Commission Revolving  
7 Fund created in Section 98.5 of Title 73 of the Oklahoma Statutes;

8           17. Support Education License Plates – such plates shall be designed, subject to  
9 criteria to be presented to the Tax Commission by the State Department of Education in  
10 consultation with the Oklahoma Arts Council, and issued to any person wishing to  
11 demonstrate support for education in this state. All motor license agents shall display a  
12 sample of the Support Education License plate in the area of the business accessed by  
13 the public. Twenty-three Dollars (\$23.00) of the fee collected shall be apportioned as  
14 follows:

- 15           a.     five percent (5%) shall be deposited to the Education Reform Revolving  
16                   Fund,
- 17           b.     five percent (5%) shall be deposited to the Higher Education Revolving  
18                   Fund,
- 19           c.     five percent (5%) shall be deposited to the State Career Technology  
20                   Fund, and

1           d.       eighty-five percent (85%) of the fee shall be deposited to the Teachers'  
2                   Retirement Benefit Fund as set forth in Section 17-108 of Title 70 of  
3                   the Oklahoma Statutes.

4           However, when the Teachers' Retirement Benefit Fund attains a seventy percent  
5 (70%) funded ratio based on an annual actuarial valuation as required by law, the  
6 amount of the fee shall be apportioned equally pursuant to subparagraphs a, b and c of  
7 this paragraph;

8           18. Retired Oklahoma Highway Patrol Officers License Plates – such plates shall  
9 be designed and issued to any retired officer of the Oklahoma Highway Patrol. The  
10 license plate shall have the legend "Oklahoma" and shall contain, in the center of the  
11 plate, the Highway Patrol Officers patch using the same colors and pattern as used in  
12 the patch. Centered on the bottom of the license plate shall be the word "Retired". The  
13 letters "TRP" shall be used in combination with three numbers on either side of the  
14 insignia or emblem. The color of the letters and numbers shall be brown. Retirees who  
15 are eligible for such plates shall provide proof of eligibility upon initial application, but  
16 shall not be required to provide proof of eligibility annually. The surviving spouse of any  
17 deceased retired officer of the Oklahoma Highway Patrol, if the spouse has not since  
18 remarried, or if remarried, the remarriage is terminated by death, divorce, or annulment,  
19 may apply for a Retired Oklahoma Highway Patrol Officers license plate. As provided in  
20 this section, an amount of the fee collected shall be deposited into the Law Enforcement  
21 Retirement Fund;

1           19. Boy Scouts of America Supporter License Plates – such plates shall be designed  
2 and issued to any person wishing to demonstrate support for the Boy Scouts of America.  
3 The plates shall be issued to any person in any combination of numbers and letters from  
4 one to a maximum of seven, as for personalized license plates. The plate shall contain  
5 the official Boy Scouts of America logo. The Tax Commission shall be authorized, if  
6 necessary, to enter into a licensing agreement with the Boy Scouts of America for any  
7 licensing fees which may be required in order to use the Boy Scouts of America logo or  
8 design. The licensing agreement shall provide for a payment to the Boy Scouts of  
9 America of not more than Twenty Dollars (\$20.00) for each license plate issued;

10           20. Urban Forestry and Beautification License Plates – such plates shall be  
11 designed, subject to criteria to be presented to the Tax Commission, by the Oklahoma  
12 Department of Agriculture, Food, and Forestry in consultation with nonprofit  
13 organizations in this state that develop and operate programs to encourage urban  
14 forestry and beautification, and issued to any person wishing to demonstrate support of  
15 such programs. As provided in this section, an amount of the fee collected shall be  
16 apportioned as provided in Section 1104.5 of this title;

17           21. Oklahoma State Parks Supporter License Plates – such plates shall be  
18 designed, subject to criteria to be presented to the Tax Commission by the Oklahoma  
19 Tourism and Recreation Department, and issued to any person wishing to demonstrate  
20 support for the Oklahoma state parks system. Twenty-three Dollars (\$23.00) of the fee  
21 collected shall be deposited in the Oklahoma Tourism and Recreation Department

1 Revolving Fund. Such money shall be designated for and may only be expended for the  
2 support of Oklahoma state parks;

3 22. Adoption Creates Families License Plates – such plates shall be issued to any  
4 person wishing to demonstrate support of pregnant women who are committed to placing  
5 their children for adoption and wishing to provide assistance to guardians, adoptive  
6 parents and other created families to assist in the adoption and placement of children in  
7 permanent, safe homes. The license plates shall be designed and final terminology  
8 delivered in consultation with the Oklahoma Adoption Coalition and the Department of  
9 Human Services. Twenty-five Dollars (\$25.00) of the fee collected shall be deposited in a  
10 revolving fund established in the State Treasury for and to be used by the Department of  
11 Human Services for the implementation of the Investing in Stronger Oklahoma Families  
12 Act specifically for created families;

13 23. Choose Life License Plates – such plates shall be designed, subject to criteria  
14 presented to the Tax Commission, by Choose Life, Inc., and issued to any person who  
15 wishes to demonstrate support of organizations that encourage adoption as a positive  
16 choice for women with unplanned pregnancies. As provided in this section, an amount of  
17 the fee collected shall be deposited in the Choose Life Assistance Program Revolving  
18 Fund established in Section 1104.6 of this title;

19 24. Future Farmers of America License Plate – such plates shall be designed and  
20 issued to persons wishing to demonstrate support for the Oklahoma FFA (formerly  
21 known as Future Farmers of America). The license plates shall be designed in  
22 consultation with the Oklahoma FFA Foundation Board of Directors. As provided in this

1 section, an amount of the fee collected shall be apportioned as provided in Section 1104.7  
2 of this title;

3 25. Lions Club License Plates – such plates shall be designed and issued to persons  
4 wishing to demonstrate support for the Lions Club of Oklahoma. The plates shall be  
5 issued to any person in any combination of numbers and letters from one to a maximum  
6 of seven, as for personalized license plates. The license plates shall be designed in  
7 consultation with the Oklahoma Lions Service Foundation and shall contain the official  
8 logo of the International Association of Lions Clubs. The Tax Commission shall be  
9 authorized to enter into a licensing agreement with the Oklahoma Lions Service  
10 Foundation. The licensing agreement shall provide for a payment to the Oklahoma Lions  
11 Service Foundation of not more than Ten Dollars (\$10.00) for each license plate issued;

12 26. Color Oklahoma License Plates – such plates shall be designed, subject to  
13 criteria to be presented to the Tax Commission by the Oklahoma Native Plant Society,  
14 and issued to any person wishing to demonstrate support for preserving and planting  
15 wildflowers and native plants in Oklahoma and to promote Oklahoma’s wildflower  
16 heritage through education. As provided in this section, an amount of the fee collected  
17 shall be apportioned as provided in Section 1104.8 of this title;

18 27. Girl Scouts of the United States of America Supporter License Plates - such  
19 plates shall be designed and issued to any person wishing to demonstrate support for the  
20 Girl Scouts of the United States of America. The plates shall be issued to any person in  
21 any combination of numbers and letters from one to a maximum of seven, as for  
22 personalized license plates. The plate shall contain the official Girl Scouts of the United

1 States of America logo. The Tax Commission shall be authorized, if necessary, to enter  
2 into a licensing agreement with the Girl Scouts of the United States of America for any  
3 licensing fees which may be required in order to use the Girl Scouts of the United States  
4 of America logo or design. The licensing agreement shall provide for a payment to the  
5 Girl Scouts of Magic Empire Council, acting on behalf of all Oklahoma Girl Scout  
6 councils, of not more than Twenty Dollars (\$20.00) for each license plate issued;

7 28. Oklahoma City Memorial Marathon License Plates – such plates shall be  
8 designed and issued to any person wishing to demonstrate support for the Oklahoma  
9 City Memorial Marathon. The plate shall be designed in consultation with the  
10 Oklahoma City Memorial Marathon. The Tax Commission shall be authorized to enter  
11 into a licensing agreement with the Oklahoma City Memorial Marathon for any licensing  
12 fees which may be required in order to use the Oklahoma City Memorial Marathon logo  
13 or design. The licensing agreement shall provide for a payment to the Oklahoma City  
14 Memorial Marathon of not more than Twenty Dollars (\$20.00) for each license plate  
15 issued;

16 29. Oklahoma Scenic Rivers License Plate – such plates shall be designed to  
17 demonstrate support for the Oklahoma Scenic Rivers. The plates shall be designed in  
18 consultation with the Oklahoma Scenic Rivers Commission. Twenty-five Dollars (\$25.00)  
19 of the fee shall be apportioned to the Oklahoma Scenic Rivers Commission;

20 30. Fight Cancer License Plate – such plates shall be designed to demonstrate  
21 support for the Oklahoma Central Cancer Registry. The plate shall contain the  
22 American Cancer Society logo. The American Cancer Society logo shall be used in

1 accordance with the American Cancer Society’s branding guidelines and shall only be  
2 utilized to support the Oklahoma Central Cancer Registry. Twenty Dollars (\$20.00) of  
3 the fee shall be apportioned to the Oklahoma Central Cancer Registry Revolving Fund;

4 31. Animal Friendly License Plate – such plates shall be designed and issued to any  
5 person wishing to demonstrate support for controlling the overpopulation of dogs and  
6 cats through educational and sterilization efforts. The plates shall be designed in  
7 consultation with the Veterinary Medical Association. Twenty Dollars (\$20.00) of the fee  
8 collected shall be designated by the purchaser of the plate to be deposited in the  
9 Oklahoma Pet Overpopulation Fund created in Section 2368.13 of Title 68 of the  
10 Oklahoma Statutes or the Animal Friendly Revolving Fund created in Section 1104.10 of  
11 this title;

12 32. Patriot License Plate - such plates shall be designed in consultation with the  
13 Military Department of Oklahoma and issued to any person wishing to demonstrate  
14 support for Oklahoma residents who are members of the Oklahoma National Guard and  
15 deployed on active duty. The plates shall be issued to any person in any combination of  
16 numbers and letters from one to a maximum of seven, as for personalized license plates.  
17 As provided in this section, a portion of the fee collected shall be deposited in the Patriot  
18 License Plate Revolving Fund created in Section 1104.11 of this title;

19 33. Armed Forces Veterans Motorcycle License Plate – such plates shall be  
20 designed for use on a motorcycle in consultation with A Brotherhood Aiming Toward  
21 Education of Oklahoma, Inc. (ABATE), and issued to any honorably discharged former  
22 member of the United States Armed Forces wishing to demonstrate support for the 45th

1 Infantry Division Museum. Persons applying for such license plate must show proof of  
2 past military service. As provided in this section, a portion of the fee collected shall be  
3 deposited in the 45th Infantry Division Museum Fund created in Section 235.1 of Title 44  
4 of the Oklahoma Statutes;

5 34. Global War on Terrorism License Plate - such plate shall be designed in  
6 consultation with the Military Department of Oklahoma and issued to any person  
7 wishing to demonstrate support for Oklahoma residents who are members of the Armed  
8 Forces of the United States or Oklahoma National Guard that have served in the Global  
9 War on Terrorism. The plate shall be issued to any person in any combination of  
10 numbers and letters from one to a maximum of six. As provided in this section, a portion  
11 of the fee collected shall be deposited in the 45th Infantry Division Museum Fund created  
12 in Section 235.1 of Title 44 of the Oklahoma Statutes;

13 35. Boys and Girls Clubs of America Supporter License Plates – such plates shall  
14 be designed and issued to any person wishing to demonstrate support for the Boys and  
15 Girls Clubs of America. The plates shall be issued to any person in any combination of  
16 numbers and letters from one to a maximum of seven, as for personalized license plates.  
17 The plate shall contain the official Boys and Girls Clubs of America logo. The Tax  
18 Commission, if necessary, may enter into a licensing agreement with the Boys and Girls  
19 Clubs of America for any licensing fees which may be required in order to use the Boys  
20 and Girls Clubs of America logo or design. The licensing agreement shall provide for a  
21 payment to the Boys and Girls Clubs of America of not more than Twenty Dollars  
22 (\$20.00) for each license plate issued;

1           36. Oklahoma Quarter Horse License Plates – such plates shall be designed and  
2 issued to any person wishing to demonstrate support for the American Quarter Horse in  
3 Oklahoma. The plate shall be designed in consultation with the Oklahoma Quarter  
4 Horse Association. As provided in this section, a portion of the fee collected shall be  
5 deposited in the Oklahoma Quarter Horse Revolving Fund created in Section 1104.12 of  
6 this title;

7           37. Oklahoma Association for the Deaf License Plate – such plates shall be  
8 designed in consultation with the Oklahoma Association for the Deaf and issued to any  
9 person wishing to demonstrate support for Oklahoma residents who are deaf. The plates  
10 shall be issued to any person in any combination of numbers and letters from one to  
11 maximum of seven, as for personalized license plates. As provided in this section, a  
12 portion of the fee collected shall be deposited in the Oklahoma Association for the Deaf  
13 License Plate Revolving Fund created in Section 1104.15 of this title;

14           38. Oklahoma City Zoo License Plate – such plates shall be issued to any person  
15 wishing to demonstrate support for the Oklahoma City Zoo. The license plates shall be  
16 designed in consultation with the Oklahoma Zoological Society, Inc. As provided in this  
17 section, an amount of the fee collected shall be deposited in the Oklahoma Zoological  
18 Society Revolving Fund created in Section 1104.13 of this title;

19           39. March of Dimes License Plate – such plates shall be issued to persons wishing  
20 to demonstrate support for the March of Dimes mission to improve the health of babies  
21 by preventing birth defects, premature birth and infant mortality. The license plates  
22 shall be designed in consultation with the Oklahoma Chapter March of Dimes. As

1 provided in this section, an amount of the fee collected shall be deposited in the  
2 Oklahoma Prevent Birth Defects, Premature Birth and Infant Mortality Fund  
3 established in Section 1104.14 of this title;

4 40. Support Our Troops Supporter License Plates – such plates shall be designed  
5 and issued to any person wishing to demonstrate support for Support Our Troops  
6 Incorporated. The plates shall be issued to any person in any combination of numbers  
7 and letters from one to a maximum of six. The plate shall contain the official Support  
8 Our Troops Incorporated logo which includes the mark “Support Our Troops” across the  
9 bottom of the plate. The Tax Commission, if necessary, may enter into a licensing  
10 agreement with Support Our Troops Incorporated for any licensing fees which may be  
11 required in order to use the Support Our Troops Incorporated logo or design. The  
12 licensing agreement shall provide for a payment to Support Our Troops Incorporated of  
13 Twenty-five Dollars (\$25.00) for each license plate issued;

14 41. Folds of Honor Supporter License Plate – such plates shall be designed and  
15 issued to any person wishing to demonstrate support for Folds of Honor Incorporated, a  
16 nonprofit charitable organization exempt from taxation pursuant to the provisions of the  
17 Internal Revenue Code, 26 U.S.C., Section 501(c)(3), providing academic and vocational  
18 training scholarships to dependents of military servicemen and servicewomen who were  
19 either killed or wounded in action due to military service in the war in Iraq or  
20 Afghanistan. The plates shall be issued to any person in any combination of numbers  
21 and letters from one to a maximum of six. The plate shall be designed in consultation  
22 with Folds of Honor Incorporated and shall contain the official Folds of Honor

1 Incorporated logo which includes the mark “Folds of Honor” across the bottom of the  
2 plate. The Tax Commission, if necessary, may enter into a licensing agreement with  
3 Folds of Honor Incorporated for any licensing fees which may be required in order to use  
4 the Folds of Honor Incorporated logo or design. The licensing agreement shall provide  
5 for a payment to Folds of Honor Incorporated of Twenty-five Dollars (\$25.00) for each  
6 license plate issued; and

7 42. Oklahoma City Thunder License Plate – such plates shall be designed and  
8 issued to any person wishing to demonstrate support for the Oklahoma City Thunder.  
9 The license plate shall be designed in consultation with the Oklahoma City Thunder  
10 organization. The Tax Commission shall be authorized, if necessary, to enter into a  
11 licensing agreement with the Oklahoma City Thunder organization for any licensing fees  
12 which may be required in order to use the Oklahoma City Thunder logo or design. The  
13 licensing agreement shall provide for a payment of not more than Twenty Dollars  
14 (\$20.00).

15 C. The fee for such plates shall be Thirty-five Dollars (\$35.00) and shall be in  
16 addition to all other registration fees provided by the Oklahoma Vehicle License and  
17 Registration Act. The fee shall be apportioned as follows:

18 1. Twenty Dollars (\$20.00) or any other amount as provided in this title of the fee  
19 shall be apportioned as provided or deposited in a fund as specified within the paragraph  
20 authorizing the special license plate;

1           2. Eight Dollars (\$8.00) of the fee shall be deposited in the Oklahoma Tax  
2 Commission Reimbursement Fund to be used for the administration of the Oklahoma  
3 Vehicle License and Registration Act; and

4           3. Any remaining amounts of the fee shall be apportioned as provided in Section  
5 1104 of this title.

6           SECTION 20.   REPEALER   Section 14, Chapter 504, O.S.L. 2004, as last  
7 amended by Section 1, Chapter 256, O.S.L. 2009 (47 O.S. Supp. 2009, Section 1135.5), is  
8 hereby repealed.

9           SECTION 21.   AMENDATORY   51 O.S. 2001, Section 152, as last amended by  
10 Section 1, Chapter 315, O.S.L. 2009 (51 O.S. Supp. 2009, Section 152), is amended to  
11 read as follows:

12           Section 152. As used in The Governmental Tort Claims Act:

13           1. "Action" means a proceeding in a court of competent jurisdiction by which one  
14 party brings a suit against another;

15           2. "Agency" means any board, commission, committee, department or other  
16 instrumentality or entity designated to act in behalf of the state or a political subdivision;

17           3. "Charitable health care provider" means a person who is licensed, certified,  
18 or otherwise authorized by the laws of this state to administer health care in the  
19 ordinary course of business or the practice of a profession and who provides care to  
20 a medically indigent person, as defined in paragraph 8 of this section, with no  
21 expectation of or acceptance of compensation of any kind;

1           4. "Claim" means any written demand presented by a claimant or the claimant's  
2 authorized representative in accordance with this act to recover money from the state or  
3 political subdivision as compensation for an act or omission of a political subdivision or  
4 the state or an employee;

5           5. "Claimant" means the person or the person's authorized representative who files  
6 notice of a claim in accordance with The Governmental Tort Claims Act. Only the  
7 following persons and no others may be claimants:

- 8           a. any person holding an interest in real or personal property which  
9 suffers a loss, provided that the claim of the person shall be aggregated  
10 with claims of all other persons holding an interest in the property and  
11 the claims of all other persons which are derivative of the loss, and  
12 that multiple claimants shall be considered a single claimant,
- 13           b. the individual actually involved in the accident or occurrence who  
14 suffers a loss, provided that the individual shall aggregate in the claim  
15 the losses of all other persons which are derivative of the loss, or
- 16           c. in the case of death, an administrator, special administrator or a  
17 personal representative who shall aggregate in the claim all losses of  
18 all persons which are derivative of the death;

19           6. "Community health care provider" means:

- 20           a. a health care provider who volunteers services at a community health  
21 center that has been deemed by the U.S. Department of Health and

1 Human Services as a federally qualified health center as defined by 42  
2 U.S.C., Section 1396d(l)(2)(B),  
3 b. a health provider who provides services to an organization that has  
4 been deemed a federally qualified look-alike community health center,  
5 and  
6 c. a health care provider who provides services to a community health  
7 center that has made application to the U.S. Department of Health and  
8 Human Services for approval and deeming as a federally qualified  
9 look-alike community health center in compliance with federal  
10 application guidance, and has received comments from the U.S.  
11 Department of Health and Human Services as to the status of such  
12 application with the established intent of resubmitting a modified  
13 application, or, if denied, a new application, no later than six (6)  
14 months from the date of the official notification from the U.S.  
15 Department of Health and Human Services requiring resubmission of  
16 a new application;

17 7. "Employee" means any person who is authorized to act in behalf of a political  
18 subdivision or the state whether that person is acting on a permanent or temporary  
19 basis, with or without being compensated or on a full-time or part-time basis.

20 a. Employee also includes:  
21 (1) all elected or appointed officers, members of governing bodies  
22 and other persons designated to act for an agency or political

1 subdivision, but the term does not mean a person or other legal  
2 entity while acting in the capacity of an independent contractor  
3 or an employee of an independent contractor,

4 (2) from September 1, 1991, through June 30, 1996, licensed  
5 physicians, licensed osteopathic physicians and certified nurse-  
6 midwives providing prenatal, delivery or infant care services to  
7 State Department of Health clients pursuant to a contract  
8 entered into with the State Department of Health in accordance  
9 with paragraph 3 of subsection B of Section 1-106 of Title 63 of  
10 the Oklahoma Statutes but only insofar as services authorized  
11 by and in conformity with the terms of the contract and the  
12 requirements of Section 1-233 of Title 63 of the Oklahoma  
13 Statutes, and

14 (3) any volunteer, full-time or part-time firefighter when  
15 performing duties for a fire department provided for in  
16 subparagraph j of paragraph 11 of this section.

17 b. For the purpose of The Governmental Tort Claims Act, the following  
18 are employees of this state, regardless of the place in this state where  
19 duties as employees are performed:

20 (1) physicians acting in an administrative capacity,

21 (2) resident physicians and resident interns participating in a  
22 graduate medical education program of the University of

- 1 Oklahoma Health Sciences Center, the College of Osteopathic  
2 Medicine of Oklahoma State University, or the Department of  
3 Mental Health and Substance Abuse Services,  
4 (3) faculty members and staff of the University of Oklahoma Health  
5 Sciences Center and the College of Osteopathic Medicine of  
6 Oklahoma State University, while engaged in teaching duties,  
7 (4) physicians who practice medicine or act in an administrative  
8 capacity as an employee of an agency of the State of Oklahoma,  
9 (5) physicians who provide medical care to inmates pursuant to a  
10 contract with the Department of Corrections,  
11 (6) any person who is licensed to practice medicine pursuant to Title  
12 59 of the Oklahoma Statutes, who is under an administrative  
13 professional services contract with the Oklahoma Health Care  
14 Authority under the auspices of the Oklahoma Health Care  
15 Authority Chief Medical Officer, and who is limited to  
16 performing administrative duties such as professional guidance  
17 for medical reviews, reimbursement rates, service utilization,  
18 health care delivery and benefit design for the Oklahoma Health  
19 Care Authority, only while acting within the scope of such  
20 contract,  
21 (7) licensed medical professionals under contract with city, county,  
22 or state entities who provide medical care to inmates or

1 detainees in the custody or control of law enforcement agencies,  
2 and  
3 (8) licensed mental health professionals as defined in Sections 1-103  
4 and 5-502 of Title 43A of the Oklahoma Statutes, who are  
5 conducting initial examinations of individuals for the purpose of  
6 determining whether an individual meets the criteria for  
7 emergency detention as part of a contract with the Department  
8 of Mental Health and Substance Abuse Services.

9 Physician faculty members and staff of the University of Oklahoma  
10 Health Sciences Center and the College of Osteopathic Medicine of  
11 Oklahoma State University not acting in an administrative capacity or  
12 engaged in teaching duties are not employees or agents of the state.

13 c. Except as provided in subparagraph b of this paragraph, in no event  
14 shall the state be held liable for the tortious conduct of any physician,  
15 resident physician or intern while practicing medicine or providing  
16 medical treatment to patients;

17 8. "Loss" means death or injury to the body or rights of a person or damage to real  
18 or personal property or rights therein;

19 9. "Medically indigent" means a person requiring medically necessary hospital or  
20 other health care services for the person or the dependents of the person who has no  
21 public or private third-party coverage, and whose personal resources are insufficient to  
22 provide for needed health care;

1           10. "Municipality" means any incorporated city or town, and all institutions,  
2 agencies or instrumentalities of a municipality;

3           11. "Political subdivision" means:

- 4           a. a municipality,
- 5           b. a school district,
- 6           c. a county,
- 7           d. a public trust where the sole beneficiary or beneficiaries are a city,  
8 town, school district or county. For purposes of The Governmental  
9 Tort Claims Act, a public trust shall include:

10           (1) a municipal hospital created pursuant to ~~Section~~ Sections 30-  
11                            101 et seq. through 30-109 of Title 11 of the Oklahoma Statutes,  
12                            a county hospital created pursuant to ~~Section~~ Sections 781 et  
13                            seq. through 796 of Title 19 of the Oklahoma Statutes, or is  
14                            created pursuant to a joint agreement between such governing  
15                            authorities, that is operated for the public benefit by a public  
16                            trust created pursuant to ~~Section~~ Sections 176 et seq. through  
17                            180.4 of Title 60 of the Oklahoma Statutes and managed by a  
18                            governing board appointed or elected by the municipality,  
19                            county, or both, who exercises control of the hospital, subject to  
20                            the approval of the governing body of the municipality, county,  
21                            or both,

- 1                   (2)    a public trust created pursuant to Sections 176 through 180.4 of  
2                                   Title 60 of the Oklahoma Statutes after January 1, 2009, the  
3                                   primary purpose of which is to own, manage, or operate a public  
4                                   acute care hospital in this state that serves as a teaching  
5                                   hospital for a medical residency program provided by a college of  
6                                   osteopathic medicine and provides care to indigent persons, and  
7                   (3)    a corporation in which all of the capital stock is owned, or a  
8                                   limited liability company in which all of the member interest is  
9                                   owned, by a public trust,
- 10           e.    for the purposes of The Governmental Tort Claims Act only, a housing  
11                                   authority created pursuant to the provisions of the Oklahoma Housing  
12                                   Authority Act,
- 13           f.    for the purposes of The Governmental Tort Claims Act only,  
14                                   corporations organized not for profit pursuant to the provisions of the  
15                                   Oklahoma General Corporation Act for the primary purpose of  
16                                   developing and providing rural water supply and sewage disposal  
17                                   facilities to serve rural residents,
- 18           g.    for the purposes of The Governmental Tort Claims Act only, districts  
19                                   formed pursuant to the Rural Water, Sewer, Gas and Solid Waste  
20                                   Management Districts Act,

- 1           h.     for the purposes of The Governmental Tort Claims Act only, master  
2                     conservancy districts formed pursuant to the Conservancy Act of  
3                     Oklahoma,
- 4           i.     for the purposes of The Governmental Tort Claims Act only, a fire  
5                     protection district created pursuant to the provisions of Section 901.1  
6                     et seq. of Title 19 of the Oklahoma Statutes,
- 7           j.     for the purposes of The Governmental Tort Claims Act only, a  
8                     benevolent or charitable corporate volunteer or full-time fire  
9                     department for an unincorporated area created pursuant to the  
10                    provisions of Section 592 et seq. of Title 18 of the Oklahoma Statutes,
- 11          k.     for purposes of The Governmental Tort Claims Act only, an Emergency  
12                     Services Provider rendering services within the boundaries of a  
13                     Supplemental Emergency Services District pursuant to an existing  
14                     contract between the Emergency Services Provider and the ~~Oklahoma~~  
15                     State Department of Health. Provided, however, that the acquisition  
16                     of commercial liability insurance covering the activities of such  
17                     Emergency Services Provider performed within the State of Oklahoma  
18                     shall not operate as a waiver of any of the limitations, immunities or  
19                     defenses provided for political subdivisions pursuant to the terms of  
20                     The Governmental Tort Claims Act,

- 1           l.       for purposes of The Governmental Tort Claims Act only, a conservation  
2                    district created pursuant to the provisions of the Conservation District  
3                    Act,  
4            m.       for purposes of The Governmental Tort Claims Act, districts formed  
5                    pursuant to the Oklahoma Irrigation District Act,  
6            n.       for purposes of The Governmental Tort Claims Act only, any  
7                    community action agency established pursuant to Sections 5035  
8                    through 5040 of Title 74 of the Oklahoma Statutes,  
9            o.       for purposes of The Governmental Tort Claims Act only, any  
10                   organization that is designated as a youth services agency, pursuant to  
11                   Section ~~7302-3.6a~~ 2-7-306 of Title ~~10~~ 10A of the Oklahoma Statutes,  
12            p.       for purposes of The Governmental Tort Claims Act only, any judge  
13                   presiding over a drug court, as defined by Section 471.1 of Title 22 of  
14                   the Oklahoma Statutes, and  
15            q.       for purposes of The Governmental Tort Claims Act only, any child-  
16                   placing agency licensed by this state to place children in foster family  
17                   homes,  
18   and all their institutions, instrumentalities or agencies;

19           12. "Scope of employment" means performance by an employee acting in good faith  
20   within the duties of the employee's office or employment or of tasks lawfully assigned by  
21   a competent authority including the operation or use of an agency vehicle or equipment

1 with actual or implied consent of the supervisor of the employee, but shall not include  
2 corruption or fraud;

3 13. "State" means the State of Oklahoma or any office, department, agency,  
4 authority, commission, board, institution, hospital, college, university, public trust  
5 created pursuant to Title 60 of the Oklahoma Statutes of which the State of Oklahoma is  
6 the beneficiary, or other instrumentality thereof; and

7 14. "Tort" means a legal wrong, independent of contract, involving violation of a  
8 duty imposed by general law or otherwise, resulting in a loss to any person, association  
9 or corporation as the proximate result of an act or omission of a political subdivision or  
10 the state or an employee acting within the scope of employment.

11 SECTION 22. REPEALER 51 O.S. 2001, Section 152, as last amended by  
12 Section 143, Chapter 234, O.S.L. 2009 (51 O.S. Supp. 2009, Section 152), is hereby  
13 repealed.

14 SECTION 23. REPEALER 51 O.S. 2001, Section 152, as last amended by  
15 Section 1, Chapter 313, O.S.L. 2009 (51 O.S. Supp. 2009, Section 152), is hereby  
16 repealed.

17 SECTION 24. REPEALER 51 O.S. 2001, Section 155, as last amended by  
18 Section 12, Chapter 98, O.S.L. 2009 (51 O.S. Supp. 2009, Section 155), is hereby  
19 repealed.

20 SECTION 25. AMENDATORY 57 O.S. 2001, Section 582, as last amended by  
21 Section 2, Chapter 404, O.S.L. 2009 (57 O.S. Supp. 2009, Section 582), is amended to  
22 read as follows:

1 Section 582. A. The provisions of the Sex Offenders Registration Act shall apply to  
2 any person residing, working or attending school within the State of Oklahoma who,  
3 after November 1, 1989, has been convicted, whether upon a verdict or plea of guilty or  
4 upon a plea of nolo contendere, or received a suspended sentence or any probationary  
5 term, or is currently serving a sentence or any form of probation or parole for a crime or  
6 an attempt to commit a crime provided for in Section ~~7115~~ 843.5 of Title ~~40~~ 21 of the  
7 Oklahoma Statutes if the offense involved sexual abuse or sexual exploitation as those  
8 terms are defined in Section ~~7102~~ 1-1-105 of Title ~~40~~ 10A of the Oklahoma Statutes,  
9 Section 681, if the offense involved sexual assault, 741, if the offense involved sexual  
10 abuse or sexual exploitation, Section 843.1, if the offense involved sexual abuse or sexual  
11 exploitation, Section 852.1, if the offense involved sexual abuse of a child, 865 et seq.,  
12 885, 886, 888, 891, if the offense involved sexual abuse or sexual exploitation, 1021,  
13 1021.2, 1021.3, 1024.2, 1040.12a, 1040.13, 1040.13a, 1087, 1088, 1111.1, 1114 or 1123 of  
14 Title 21 of the Oklahoma Statutes.

15 B. The provisions of the Sex Offenders Registration Act shall apply to any person  
16 who after November 1, 1989, resides, works or attends school within the State of  
17 Oklahoma and who has been convicted or received a suspended sentence at any time in  
18 any court of another state, the District of Columbia, Puerto Rico, Guam, American  
19 Samoa, the Northern Mariana Islands and the United States Virgin Islands, a federal  
20 court, an Indian tribal court, a military court, or a court of a foreign country for a crime,  
21 attempted crime or a conspiracy to commit a crime which, if committed or attempted in

1 this state, would be a crime, an attempt to commit a crime or a conspiracy to commit a  
2 crime provided for in any of said laws listed in subsection A of this section.

3 C. The provisions of the Sex Offenders Registration Act shall apply to any person  
4 who resides, works or attends school within the State of Oklahoma and who has received  
5 a deferred judgment at any time in any court of another state, the District of Columbia,  
6 Puerto Rico, Guam, American Samoa, the Northern Mariana Islands and the United  
7 States Virgin Islands, a federal court, an Indian tribal court, a military court, or a court  
8 of a foreign country for a crime, attempted crime or a conspiracy to commit a crime  
9 which, if committed or attempted or conspired to be committed in this state, would be a  
10 crime, an attempt to commit a crime or a conspiracy to commit a crime provided for in  
11 Section ~~7115~~ 843.5 of Title ~~10~~ 21 of the Oklahoma Statutes if the offense involved sexual  
12 abuse or sexual exploitation as those terms are defined in Section ~~7102~~ 1-1-105 of Title  
13 ~~10~~ 10A of the Oklahoma Statutes, Section 681, if the offense involved sexual assault, 741,  
14 if the offense involved sexual abuse or sexual exploitation, Section 843.1, if the offense  
15 involved sexual abuse or sexual exploitation, Section 852.1, if the offense involved sexual  
16 abuse of a child, 865 et seq., 885, 886, 888, 891, if the offense involved sexual abuse or  
17 sexual exploitation, 1021, 1021.2, 1021.3, 1024.2, 1040.12a, 1040.13, 1040.13a, 1087,  
18 1088, 1111.1, 1114 or 1123 of Title 21 of the Oklahoma Statutes. The provisions of the  
19 Sex Offenders Registration Act shall not apply to any such person while the person is  
20 incarcerated in a maximum or medium correctional institution of the Department of  
21 Corrections.

1 D. On the effective date of this act, any person registered as a sex offender  
2 pursuant to Section 741 of Title 21 of the Oklahoma Statutes shall be summarily  
3 removed from the Sex Offender Registry by the Department of Corrections and all law  
4 enforcement agencies of any political subdivision of this state, unless the offense involved  
5 sexual abuse or sexual exploitation.

6 E. The provisions of the Sex Offenders Registration Act shall not apply to any such  
7 person who has received a criminal history records expungement for a conviction in  
8 another state for a crime or attempted crime which, if committed or attempted in this  
9 state, would be a crime or an attempt to commit a crime provided for in any said laws  
10 listed in subsection A of this section.

11 SECTION 26. REPEALER 57 O.S. 2001, Section 582, as last amended by  
12 Section 147, Chapter 234, O.S.L. 2009 (57 O.S. Supp. 2009, Section 582), is hereby  
13 repealed.

14 SECTION 27. AMENDATORY 57 O.S. 2001, Section 584, as last amended by  
15 Section 6, Chapter 404, O.S.L. 2009 (57 O.S. Supp. 2009, Section 584), is amended to  
16 read as follows:

17 Section 584. A. Any registration with the Department of Corrections required by  
18 the Sex Offenders Registration Act shall be in a form approved by the Department and  
19 shall include the following information about the person registering:

20 1. The name of the person and all aliases used or under which the person has been  
21 known;

UNDERLINED language denotes Amendments to present Statutes.  
**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.

1           2. A complete description of the person, including a photograph and fingerprints,  
2 and when requested by the Department of Corrections, such registrant shall submit to a  
3 blood or saliva test for purposes of a deoxyribonucleic acid (DNA) profile. Submission to  
4 testing for individuals registering shall be within thirty (30) days of registration.

5 Registrants who already have valid samples on file in the Oklahoma State Bureau of  
6 Investigation (OSBI) DNA Offender Database shall not be required to submit duplicate  
7 samples for testing;

8           3. The offenses listed in Section 582 of this title for which the person has been  
9 convicted or the person received a suspended sentence or any form of probation, where  
10 the offense was committed, where the person was convicted or received the suspended  
11 sentence or any form of probation, and the name under which the person was convicted  
12 or received the suspended sentence or probation;

13           4. The name and location of each hospital or penal institution to which the person  
14 was committed for each offense listed in Section 582 of this title;

15           5. Where the person previously resided, where the person currently resides, how  
16 long the person has resided there, how long the person expects to reside there, and how  
17 long the person expects to remain in the county and in this state. The Department of  
18 Corrections shall conduct address verification of each registered sex offender as follows:

19           a.       on an annual basis, if the numeric risk level of the person is one, or

20           b.       on a semiannual basis, if the numeric risk level of the person is two.

21 The Department of Corrections shall mail a nonforwardable verification form to the last-  
22 reported address of the person. The person shall return the verification form in person to

1 the local law enforcement authority of that jurisdiction within ten (10) days after receipt  
2 of the form and may be photographed by the local law enforcement authority at that  
3 time. The local law enforcement authority shall require the person to produce proof of  
4 the identity of the person and current address. Upon confirming the information  
5 contained within the verification form, the local law enforcement authority shall forward  
6 the form to the Department of Corrections within three (3) days after receipt of the form.  
7 The verification form shall be signed by the person and state the current address of the  
8 person. Failure to return the verification form shall be a violation of the Sex Offenders  
9 Registration Act. If the offender has been determined to be a habitual or aggravated sex  
10 offender by the Department of Corrections or has been assigned a level assignment of  
11 three, the address verification shall be conducted every ninety (90) days. The  
12 Department of Corrections shall notify the office of the district attorney and local law  
13 enforcement authority of the appropriate county, within forty-five (45) days if unable to  
14 verify the address of a sex offender. A local law enforcement authority may notify the  
15 office of the district attorney whenever it comes to the attention of the local law  
16 enforcement authority that a sex offender is not in compliance with any provisions of this  
17 act. A local law enforcement authority designated as the primary registration authority  
18 of the person may, at any time, mail a nonforwardable verification form to the last-  
19 reported address of the person. The person shall return the verification form in person to  
20 the local law enforcement authority that mailed the form within ten (10) days after  
21 receipt of the form. The local law enforcement authority shall require the person to  
22 produce proof of the identity of the person and current address;

1           6. The name and address of any school where the person expects to become or is  
2 enrolled or employed for any length of time;

3           7. A description of all occupants residing with the person registering, including, but  
4 not limited to, name, date of birth, gender, relation to the person registering, and how  
5 long the occupant has resided there; and

6           8. The level assignment of the person.

7           B. Conviction data and fingerprints shall be promptly transmitted at the time of  
8 registration to the Oklahoma State Bureau of Investigation (OSBI) and the Federal  
9 Bureau of Investigation (FBI) if the state has not previously sent the information at the  
10 time of conviction.

11          C. The registration with the local law enforcement authority required by the Sex  
12 Offenders Registration Act shall be in a form approved by the local law enforcement  
13 authority and shall include the following information about the person registering:

14           1. The full name of the person, alias, date of birth, sex, race, height, weight, eye  
15 color, social security number, driver license number, and home address;

16           2. A description of the offense for which the offender was convicted, the date of the  
17 conviction, and the sentence imposed, if applicable;

18           3. A photocopy of the driver license of the person; and

19           4. The level assignment of the person.

20          For purposes of this section, "local law enforcement authority" means:

- 1 a. the municipal police department, if the person resides or intends to  
2 reside or stay within the jurisdiction of any municipality of this state,  
3 or  
4 b. the county sheriff, if the person resides or intends to reside or stay at  
5 any place outside the jurisdiction of any municipality within this state,  
6 and  
7 c. the police or security department of any institution of higher learning  
8 within this state if the person:  
9 (1) enrolls as a full-time or part-time student,  
10 (2) is a full-time or part-time employee at an institution of higher  
11 learning, or  
12 (3) resides or intends to reside or stay on any property owned or  
13 controlled by the institution of higher learning.

14 D. Any person subject to the provisions of the Sex Offenders Registration Act who  
15 changes address, employment or student enrollment status shall appear in person and  
16 give notification to the Department of Corrections and the local law enforcement  
17 authority of the change of address and the new address, the change of employment or the  
18 change of student enrollment status no later than three (3) business days prior to the  
19 abandonment of or move from the current address or, in the case of change of  
20 employment or student enrollment, within three (3) business days of such change. If the  
21 new address, employment or student enrollment is under the jurisdiction of a different  
22 local law enforcement authority:

1           1. The Department of Corrections and the local law enforcement authority shall  
2 notify the new local law enforcement authority by teletype or electronic transmission of  
3 the change of address, employment or student enrollment status;

4           2. The offender shall notify the new local law enforcement authority of any previous  
5 registration; and

6           3. The new local law enforcement authority shall notify the most recent registering  
7 agency by teletype or electronic transmission of the change in address, employment or  
8 student enrollment status of the offender. If the new address is in another state the  
9 Department of Corrections shall promptly notify the agency responsible for registration  
10 in that state of the new address of the offender.

11           E. Any person subject to the provisions of the Sex Offenders Registration Act who is  
12 unable to provide an address to the Department of Corrections or local law enforcement  
13 authority as required in subsections A and C of this section and registers as a transient  
14 shall report in person to the nearest local law enforcement authority every seven (7) days  
15 and provide to the local law enforcement authority the approximate location of where the  
16 person is staying and where the person plans to stay.

17           F. The Department of Corrections shall maintain a file of all sex offender  
18 registrations. A copy of the information contained in the registration shall promptly be  
19 available to state, county and municipal law enforcement agencies, the State  
20 Superintendent of Public Instruction, the State Commissioner of Health, and the  
21 National Sex Offender Registry maintained by the Federal Bureau of Investigation. The  
22 file shall promptly be made available for public inspection or copying pursuant to rules

1 promulgated by the Department of Corrections and may be made available through  
2 Internet access. The Department of Corrections shall promptly provide all municipal  
3 police departments, all county sheriff departments and all campus police departments a  
4 list of those sex offenders registered and living in their county.

5 G. The Superintendent of Public Instruction is authorized to copy and shall  
6 distribute information from the sex offender registry to school districts and individual  
7 public and private schools within the state with a notice using the following or similar  
8 language: “A person whose name appears on this registry has been convicted of a sex  
9 offense. Continuing to employ a person whose name appears on this registry may result  
10 in civil liability for the employer or criminal prosecution pursuant to Section 589 of Title  
11 57 of the Oklahoma Statutes.”

12 H. The State Commissioner of Health is authorized to distribute information from  
13 the sex offender registry to any nursing home or long-term care facility. Nothing in this  
14 subsection shall be deemed to impose any liability upon or give rise to a cause of action  
15 against any person, agency, organization, or company for failing to release information in  
16 accordance with the Sex Offenders Registration Act.

17 I. Each local law enforcement authority shall make its sex offender registry  
18 available upon request, without restriction, at a cost that is no more than what is  
19 charged for other records provided by the local law enforcement authority pursuant to  
20 the Oklahoma Open Records Act.

21 When a local law enforcement authority sends a copy of or otherwise makes the sex  
22 offender registry available to any public or private school offering any combination of

1 prekindergarten through twelfth grade classes or child care facility licensed by the state,  
2 the agency shall provide a notice using the following or similar language: “A person  
3 whose name appears on this registry has been convicted of a sex offense. Continuing to  
4 employ a person whose name appears on this registry may result in civil liability for the  
5 employer or criminal prosecution pursuant to Section 589 of Title 57 of the Oklahoma  
6 Statutes.”

7 J. Samples of blood or saliva for DNA testing required by subsection A of this  
8 section shall be taken by employees or contractors of the Department of Corrections.  
9 Said individuals shall be properly trained to collect blood or saliva samples. Persons  
10 collecting samples for DNA testing pursuant to this section shall be immune from civil  
11 liabilities arising from this activity. The Department of Corrections shall ensure the  
12 collection of samples is mailed to the Oklahoma State Bureau of Investigation (OSBI)  
13 within ten (10) days of the time the subject appears for testing. The Department shall  
14 use sample kits provided by the OSBI and procedures promulgated by the OSBI.  
15 Persons subject to DNA testing pursuant to this section shall be required to pay to the  
16 Department of Corrections a fee of Fifteen Dollars (\$15.00). Any fees collected pursuant  
17 to this subsection shall be deposited in the Department of Corrections revolving account.

18 K. 1. Any person who has been convicted of or received a suspended sentence or  
19 any probationary term, including a deferred sentence imposed in violation of subsection  
20 G of Section 991c of Title 22 of the Oklahoma Statutes, for any crime listed in Section  
21 582 of this title and:

1           a.     who is subsequently convicted of a crime or an attempt to commit a  
2                     crime listed in subsection A of Section 582 of this title, or  
3           b.     who enters this state after November 1, 1997, and who has been  
4                     convicted of an additional crime or attempted crime which, if  
5                     committed or attempted in this state, would be a crime or an attempt  
6                     to commit a crime provided for in subsection A of Section 582 of this  
7                     title,  
8 shall be subject to all of the registration requirements of this act and shall be designated  
9 by the Department of Corrections as a habitual sex offender. A habitual sex offender  
10 shall be required to register for the lifetime of the habitual sex offender.

11           2. On or after November 1, 1999, any person who has been convicted of a crime or  
12 an attempt to commit a crime, received a suspended sentence or any probationary term,  
13 including a deferred sentence imposed in violation of subsection G of Section 991c of Title  
14 22 of the Oklahoma Statutes, for a crime provided for in Section ~~7115~~ 843.5 of Title ~~40~~ 21  
15 of the Oklahoma Statutes, if the offense involved sexual abuse or sexual exploitation as  
16 these terms are defined in Section ~~7102~~ 1-1-105 of Title ~~40~~ 10A of the Oklahoma  
17 Statutes, Section 885, 888, 1111.1, 1114 or 1123 of Title 21 of the Oklahoma Statutes  
18 shall be subject to all the registration requirements of this act and shall be designated by  
19 the Department of Corrections as an aggravated sex offender. An aggravated sex  
20 offender shall be required to register for the lifetime of the aggravated sex offender.

21           3. Upon registration of any person designated as a habitual or aggravated sex  
22 offender, pursuant to this subsection, a local law enforcement authority shall notify, by

1 any method of communication it deems appropriate, anyone that the local law  
2 enforcement authority determines appropriate, including, but not limited to:

- 3 a. the family of the habitual or aggravated sex offender,
- 4 b. any prior victim of the habitual or aggravated sex offender,
- 5 c. residential neighbors and churches, community parks, schools,  
6 convenience stores, businesses and other places that children or other  
7 potential victims may frequent, and
- 8 d. a nursing facility, a specialized facility, a residential care home, a  
9 continuum-of-care facility, an assisted living center, and an adult day  
10 care facility.

11 4. The notification may include, but is not limited to, the following information:

- 12 a. the name and physical address of the habitual or aggravated sex  
13 offender,
- 14 b. a physical description of the habitual or aggravated sex offender,  
15 including, but not limited to, age, height, weight and eye and hair  
16 color,
- 17 c. a description of the vehicle that the habitual or aggravated sex  
18 offender is known to drive,
- 19 d. any conditions or restrictions upon the probation, parole or conditional  
20 release of the habitual or aggravated sex offender,
- 21 e. a description of the primary and secondary targets of the habitual or  
22 aggravated sex offender,

- 1 f. a description of the method of offense of the habitual or aggravated sex
- 2 offender,
- 3 g. a current photograph of the habitual or aggravated sex offender,
- 4 h. the name and telephone number of the probation or parole officer of
- 5 the habitual or aggravated sex offender, and
- 6 i. the level assignment of the person.

7 5. The local law enforcement authority shall make the notification provided for in  
8 this subsection regarding a habitual or aggravated sex offender available to any person  
9 upon request.

10 L. If the probation and parole officer supervising a person subject to registration  
11 receives information to the effect that the status of the person has changed in any  
12 manner that affects proper supervision of the person including, but not limited to, a  
13 change in the physical health of the person, address, employment, or educational status,  
14 higher educational status, incarceration, or terms of release, the supervising officer or  
15 administrator shall notify the appropriate local law enforcement authority or authorities  
16 of that change.

17 M. Public officials, public employees, and public agencies are immune from civil  
18 liability for good faith conduct under any provision of the Sex Offenders Registration Act.

19 1. Nothing in the Sex Offenders Registration Act shall be deemed to impose any  
20 liability upon or to give rise to a cause of action against any public official, public  
21 employee, or public agency for releasing information to the public or for failing to release  
22 information in accordance with the Sex Offenders Registration Act.

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**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.

1           2. Nothing in this section shall be construed to prevent law enforcement officers  
2 from notifying members of the public of any persons that pose a danger under  
3 circumstances that are not enumerated in the Sex Offenders Registration Act.

4           SECTION 28.    REPEALER    57 O.S. 2001, Section 584, as last amended by  
5 Section 148, Chapter 234, O.S.L. 2009 (57 O.S. Supp. 2009, Section 584), is hereby  
6 repealed.

7           SECTION 29.    REPEALER    Section 1, Chapter 138, O.S.L. 2003, as last  
8 amended by Section 1, Chapter 247, O.S.L. 2009 (59 O.S. Supp. 2009, Section 493.5), is  
9 hereby repealed.

10          SECTION 30.    AMENDATORY   59 O.S. 2001, Section 1306, as last amended by  
11 Section 57, Chapter 176, O.S.L. 2009 (59 O.S. Supp. 2009, Section 1306), is amended to  
12 read as follows:

13          Section 1306. A. 1. An applicant for a cash bondsman license shall meet all  
14 requirements set forth in Section 1305 of this title with exception of residence.

15          2. In addition to the requirements prescribed in Section 1305 of this title, an  
16 applicant for a professional bondsman license shall submit to the Insurance  
17 Commissioner financial statements prepared by an accounting firm or individual holding  
18 a permit to practice public accounting in this state in accordance with generally accepted  
19 principles of accounting procedures setting forth the total assets of the bondsman less  
20 liabilities and debts as follows: For all applications made prior to November 1, 2006, and  
21 the subsequent renewals of a license issued upon such application when continuously  
22 maintained in effect as required by law, the statement shall show a net worth of at least

1 Fifty Thousand Dollars (\$50,000.00). For all applications made on and after November 1,  
2 2006, and the subsequent renewals of a license issued upon such application when  
3 continuously maintained in effect as required by law, or for the renewal or reinstatement  
4 of any license that is expired pursuant to subsection D of Section 1309 of this title,  
5 suspended or revoked, the statement shall show a net worth of at least One Hundred  
6 Fifty Thousand Dollars (\$150,000.00), said statements to be current as of a date not  
7 earlier than ninety (90) days prior to submission of the application and the statement  
8 shall be attested to by an unqualified opinion of the accountant.

9 3. Professional bondsman applicants shall make a deposit with the Insurance  
10 Commissioner in the same manner as required of domestic insurance companies of an  
11 amount to be determined by the Commissioner. For all applications made prior to  
12 November 1, 2006, and the subsequent renewals of a license issued upon such application  
13 when continuously maintained in effect as required by law, the deposit shall not be less  
14 than Twenty Thousand Dollars (\$20,000.00). For all applications made on and after  
15 November 1, 2006, and the subsequent renewals of a license issued upon such application  
16 when continuously maintained in effect as required by law, or for the renewal or  
17 reinstatement of any license that is expired pursuant to subsection D of Section 1309 of  
18 this title, suspended or revoked, the deposit shall not be less than Fifty Thousand Dollars  
19 (\$50,000.00). Such deposits shall be subject to all laws, rules and regulations as deposits  
20 by domestic insurance companies but in no instance shall a professional bondsman write  
21 bonds which equal more than ten times the amount of the deposit which such bondsman  
22 has submitted to the Commissioner. Such deposit shall require the review and approval

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1 of the Insurance Commissioner prior to exceeding the maximum amount of Federal  
2 Deposit Insurance Corporation basic deposit coverage for any one bank or financial  
3 institution. In addition, a professional bondsman may make the deposit by purchasing  
4 an annuity through a licensed domestic insurance company in the State of Oklahoma.  
5 The annuity shall be in the name of the bondsman as owner with legal assignment to the  
6 Insurance Commissioner. The assignment form shall be approved by the Commissioner.  
7 If a bondsman exceeds the above limitation, the bondsman shall be notified by the  
8 Commissioner by mail with return receipt requested that the excess shall be reduced or  
9 the deposit increased within ten (10) days of notification, or the license of the bondsman  
10 shall be suspended immediately after the ten-day period, pending a hearing on the  
11 matter.

12 4. The deposit herein provided for shall constitute a reserve available to meet sums  
13 due on forfeiture of any bonds or recognizance executed by such bondsman.

14 5. Any deposit made by a professional bondsman pursuant to this section shall be  
15 released and returned by the Commissioner to the professional bondsman only upon  
16 extinguishment of all liability on outstanding bonds. Provided, however, the  
17 Commissioner shall have the authority to review specific financial circumstances and  
18 history of a professional bondsman, on a case-by-case basis, and may release a portion of  
19 the deposit if warranted. The Commissioner may promulgate rules to effectuate the  
20 provisions of this paragraph.

21 6. No release of deposits to a professional bondsman shall be made by the  
22 Commissioner except upon written application and the written order of the

1 Commissioner. The Commissioner shall have no liability for any such release to a  
2 professional bondsman provided the release was made in good faith.

3 B. The deposit provided in this section shall be held in safekeeping by the  
4 Insurance Commissioner and shall only be used if a bondsman fails to pay an order and  
5 judgment of forfeiture after being properly notified or shall be used if the license of a  
6 professional bondsman has been revoked. The deposit shall be held in the name of the  
7 Insurance Commissioner and the bondsman. The bondsman shall execute an assignment  
8 of the deposit to the Insurance Commissioner for the payment of unpaid bond forfeitures.

9 C. Currently licensed professional bondsmen may maintain their aggregate  
10 liability limits upon presentation of documented proof that they have previously been  
11 granted a limitation greater than the requirements of subsection A of this section.

12 D. Notwithstanding any other provision of Section 1301 et seq. of this title, the  
13 license of a professional bondsman is transferable upon the death or legal or physical  
14 incapacitation of the bondsman to the bondsman's spouse, or to such other transferee as  
15 the professional bondsman may designate in writing, and the transferee may elect to act  
16 as a professional bondsman until the expiration of the license or for a period of one  
17 hundred eighty (180) days, whichever is greater, if the following conditions are met:

- 18 1. The transferee must hold a valid license as a surety bondsman in this state; and  
19 2. The asset and deposit requirements set forth in this section continue to be met.

20 SECTION 31. REPEALER 59 O.S. 2001, Section 1306, as last amended by  
21 Section 1, Chapter 196, O.S.L. 2009 (59 O.S. Supp. 2009, Section 1306), is hereby  
22 repealed.

1 SECTION 32. AMENDATORY 62 O.S. 2001, Section 41.3, as amended by  
2 Section 4, Chapter 441, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
3 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.3), is amended to read as follows:

4 Section 34.3. A. There is hereby created in the Executive Department, the Office of  
5 State Finance which shall consist of a Division of the Budget, and a Division of Central  
6 Accounting and Reporting ~~and an Information Services Division~~, all under the  
7 administrative control of the Director of the Office of State Finance and directly  
8 responsible to the Director and an Information Services Division under the  
9 administrative control of the Chief Information Officer and directly responsible to the  
10 Officer.

11 B. The term “state agency” or “agency”, when used in the Oklahoma State Finance  
12 Act, shall mean any agency, board, bureau, commission, or other entity organized within  
13 the executive department of state government.

14 C. The term “authorization”, when used in the Oklahoma State Finance Act, shall  
15 mean the legislative authorization for an agency to expend a certain amount of money  
16 from a specified fund or funds during a specified period of time.

17 SECTION 33. REPEALER 62 O.S. 2001, Section 41.3, as amended by Section  
18 3, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L. 2009  
19 (62 O.S. Supp. 2009, Section 34.3), is hereby repealed.

20 SECTION 34. AMENDATORY 62 O.S. 2001, Section 41.5a, as last amended by  
21 Section 4, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
22 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.12), is amended to read as follows:

1 Section 34.12. A. The Information Services Division of the Office of State Finance  
2 shall:

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

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

8 3. Establish and enforce minimum mandatory standards for:

- 9 a. information systems planning,
- 10 b. systems development methodology,
- 11 c. documentation,
- 12 d. hardware requirements and compatibility,
- 13 e. operating systems compatibility,
- 14 f. acquisition of software, hardware and technology-related services,
- 15 g. information security and internal controls,
- 16 h. data base compatibility,
- 17 i. contingency planning and disaster recovery, and
- 18 j. imaging systems, copiers, facsimile systems, printers, scanning  
19 systems and any associated supplies.

20 The standards shall, upon adoption, be the minimum requirements applicable to all  
21 agencies. These standards shall be compatible with the standards established for the  
22 Oklahoma Government Telecommunications Network. Individual agency standards may

1 be more specific than statewide requirements but shall in no case be less than the  
2 minimum mandatory standards. Where standards required of an individual agency of  
3 the state by agencies of the federal government are more strict than the state minimum  
4 standards, such federal requirements shall be applicable;

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

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

8 6. Maintain a directory of the following which have a value of Five Hundred Dollars  
9 (\$500.00) or more: application systems, systems software, hardware, internal and  
10 external information technology, communication or telecommunication equipment  
11 owned, leased, or rented for use in communication services for state government,  
12 including communication services provided as part of any other total system to be used  
13 by the state or any of its agencies, and studies and training courses in use by all agencies  
14 of the state; and facilitate the utilization of the resources by any agency having  
15 requirements which are found to be available within any agency of the state;

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

19 8. Coordinate for the executive branch of state government agency information  
20 technology activities, encourage joint projects and common systems, linking of agency  
21 systems through the review of agency plans, review and approval of all statewide  
22 contracts for software, hardware and information technology consulting services and

1 development of a statewide plan and its integration with the budget process to ensure  
2 that developments or acquisitions are consistent with statewide objectives and that  
3 proposed systems are justified and cost effective;

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

7 10. Establish operations review procedures for information technology installations  
8 operated by agencies of the state for independent assessment of productivity, efficiency,  
9 cost effectiveness, and security;

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

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

14 13. In conjunction with the Oklahoma Office of Homeland Security, enforce the  
15 minimum information security and internal control standards established by the  
16 Information Services Division. An enforcement team consisting of the Chief Information  
17 Officer of the Information Services Division or a designee, a representative of the  
18 Oklahoma Office of Homeland Security, and a representative of the Oklahoma State  
19 Bureau of Investigation shall enforce the minimum information security and internal  
20 control standards. If the enforcement team determines that an agency is not in  
21 compliance with the minimum information security and internal control standards, the  
22 Chief Information Officer shall take immediate action to mitigate the noncompliance,

1 including the removal of the agency from the infrastructure of the state until the agency  
2 becomes compliant, taking control of the information technology function of the agency  
3 until the agency is compliant, and transferring the administration and management of  
4 the information technology function of the agency to the Information Services Division or  
5 another state agency.

6 B. No agency of the executive branch of the state shall use state funds for or enter  
7 into any agreement for the acquisition of any category of computer hardware, software or  
8 any contract for information technology services and equipment exceeding Ten Thousand  
9 Dollars (\$10,000.00) in value, which shall include the acquisition amount, service costs,  
10 maintenance costs, or any other costs or fees associated with the acquisition of the  
11 services or equipment, without written authorization of the Chief Information Officer.  
12 The provisions of this subsection shall not be applicable to any member of The Oklahoma  
13 State System of Higher Education, any public elementary or secondary schools of the  
14 state, ~~or~~ any technology center school district as defined in Section 14-108 of Title 70 of  
15 the Oklahoma Statutes, or CompSource Oklahoma if CompSource Oklahoma is operating  
16 pursuant to a pilot program authorized by Sections 3316 and 3317 of Title 74 of the  
17 Oklahoma Statutes.

18 C. The Chief Information Officer and Information Services Division of the Office of  
19 State Finance and all agencies of the executive branch of the state shall not be required  
20 to disclose, directly or indirectly, any information of a state agency which is declared to  
21 be confidential or privileged by state or federal statute or the disclosure of which is  
22 restricted by agreement with the United States or one of its agencies, nor disclose

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1 information technology system details that may permit the access to confidential  
2 information or any information affecting personal security, personal identity, or physical  
3 security of state assets.

4 SECTION 35. REPEALER 62 O.S. 2001, Section 41.5a, as last amended by  
5 Section 7, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
6 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.12), is hereby repealed.

7 SECTION 36. AMENDATORY 62 O.S. 2001, Section 41.5e, as last amended by  
8 Section 7, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
9 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.16), is amended to read as follows:

10 Section 34.16. A. No later than July 1 of each year, all agencies of the executive  
11 branch of this state presently using or contemplating the use of telecommunications and  
12 electronic information technology applications, including, but not limited to, the use of  
13 mainframe computers, minicomputers or microcomputers, word processing equipment,  
14 office automation systems, Internet, eGovernment, broadband, Wi-Fi or wireless  
15 networking, radio, including the interoperable radio communications system for state  
16 agencies, Global Positioning Systems (GPS), or contracts for information technology  
17 services and equipment, shall annually submit to the Information Services Division of  
18 the Office of State Finance a one-year operations plan, which shall include as a  
19 minimum:

- 20 1. An overview of major projects and objectives;
- 21 2. Cost per defined category of hardware, software, services and personnel;

1           3. An assurance of compliance with state standards on accessibility of information  
2 technology for individuals with disabilities developed in accordance with Section 41.5t of  
3 this title; and

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

7           B. No agency of the executive branch of this state shall enter into any agreement  
8 for the acquisition, development, or enhancement of application systems software or for  
9 the acquisition of electronic information technology equipment or peripheral devices,  
10 including Internet and eGovernment, broadband, Wi-Fi or wireless networking, radio,  
11 including the interoperable radio communications system for state agencies, Global  
12 Positioning Systems (GPS), whether or not connected to such equipment, unless the cost  
13 of such acquisition, development, or enhancement has been included in the plan for the  
14 agency. The Information Services Division upon review of an information technology and  
15 telecommunication plan for the agency, shall submit in either printed or electronic form  
16 to the Governor, the Speaker of the House of Representatives, and the President Pro  
17 Tempore of the Senate its findings and recommendations on all proposed new and  
18 expanded programs and expenditures for personnel and the purchase or acquisition of  
19 equipment, hardware, software, accessories, or services thereto, including but not limited  
20 to leases, rentals or lease-purchase, indicating that the associated cost meet or comply  
21 with Section 41.5a of this title.

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

5 D. The provisions of this section shall not apply to CompSource Oklahoma if  
6 CompSource Oklahoma is operating pursuant to a pilot program authorized by Sections  
7 3316 and 3317 of Title 74 of the Oklahoma Statutes.

8 SECTION 37. REPEALER 62 O.S. 2001, Section 41.5e, as last amended by  
9 Section 8, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
10 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.16), is hereby repealed.

11 SECTION 38. AMENDATORY 62 O.S. 2001, Section 41.5f, as last amended by  
12 Section 8, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
13 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.17), is amended to read as follows:

14 Section 34.17. A. The Office of State Finance shall:

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

20 2. Coordinate the initial implementation of the application systems with the three  
21 central service agencies of the state and coordinate the phased implementation of the  
22 application systems with all branches of state government;

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

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

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

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

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

12          D. With respect to Phase II Core, the provisions of this section shall not apply to  
13 CompSource Oklahoma if CompSource Oklahoma is operating pursuant to a pilot  
14 program authorized by Sections 3316 and 3317 of Title 74 of the Oklahoma Statutes.

15          SECTION 39.    REPEALER    62 O.S. 2001, Section 41.5f, as last amended by  
16 Section 9, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
17 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.17), is hereby repealed.

18          SECTION 40.    AMENDATORY   62 O.S. 2001, Section 41.5j, as last amended by  
19 Section 11, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
20 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.21), is amended to read as follows:

21          Section 34.21. A. No agency of the executive branch of the state shall use state  
22 funds for or enter into any agreement for the acquisition, development or enhancement of

1 a communication or telecommunication system including voice, data, radio, video,  
2 Internet, eGovernment, as referenced in Sections 41.5p and 41.5q of this title, printers,  
3 scanners, copiers, facsimile systems and associated supplies exceeding Ten Thousand  
4 Dollars (\$10,000.00) in value, which shall include the acquisition amount, service costs,  
5 maintenance costs, or any other costs or fees associated with the acquisition of the  
6 system or equipment, without written authorization of the Chief Information Officer or a  
7 designee. The Chief Information Officer or a designee shall verify that any acquisition,  
8 development or enhancement is compatible with the operation of the Oklahoma  
9 Government Telecommunications Network.

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

17 C. State agencies may enter into interagency contracts to share communications  
18 and telecommunications resources for mutually beneficial purposes. The contract shall  
19 clearly state how its purpose contributes to the development or enhancement or cost  
20 reduction of a state network which includes voice, data, radio, video, Internet,  
21 eGovernment, or facsimile systems. The contract shall be approved by the Information  
22 Services Division before any payments are made.

1 D. The provisions of subsections A, B and C of this section shall not apply to the  
2 telecommunications network known as OneNet whether said network is governed or  
3 operated by the Oklahoma State Regents for Higher Education or any other state entity  
4 assigned responsibility for OneNet.

5 E. The provisions of this section shall not apply to CompSource Oklahoma if  
6 CompSource Oklahoma is operating pursuant to a pilot program authorized by Sections  
7 3316 and 3317 of Title 74 of the Oklahoma Statutes.

8 F. No state agency shall use state funds or enter into any agreement for the  
9 acquisition, development or enhancement of a public safety communication system  
10 unless the request is consistent with the Statewide Communications Interoperability  
11 Plan and the public safety communications standards issued by the Oklahoma Office of  
12 Homeland Security. Agencies interested in acquiring, developing or enhancing a public  
13 safety communications system shall submit a proposal to the Oklahoma Office of  
14 Homeland Security. The Oklahoma Office of Homeland Security shall issue a proposal  
15 review which summarizes whether the proposal is consistent with the Statewide  
16 Communications Interoperability Plan and the technology standards issued. The  
17 proposal review shall be submitted to the requesting agency and to the Chief Information  
18 Officer.

19 SECTION 41. REPEALER 62 O.S. 2001, Section 41.5j, as last amended by  
20 Section 10, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
21 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.21), is hereby repealed.

1 SECTION 42. AMENDATORY 62 O.S. 2001, Section 41.5q, as last amended by  
2 Section 4, Chapter 322, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
3 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.25), is amended to read as follows:

4 Section 34.25. A. Subject to review and adoption as outlined in Section 41.5s of this  
5 title, a state agency, board, commission, or authority is hereby authorized to charge a  
6 convenience fee for any electronic or online transaction. A convenience fee shall apply to  
7 electronic or online transactions only and shall not apply when accessing information  
8 provided through state government websites. If a state entity sets a convenience fee for  
9 electronic or online transactions, the fee shall be reviewed by the State Governmental  
10 Internet Applications Review Board as provided for in Section 41.5s of this title. Each  
11 state entity shall keep a record of how the convenience fee has been determined and shall  
12 file the record with the Information Services Division of the Office of State Finance. A  
13 state agency, board, commission, or authority may periodically adjust a convenience fee  
14 as needed upon review and adoption as provided for in Section 41.5s of this title.

15 B. For purposes of this section, “convenience fee” shall mean a charge that is  
16 necessary to process an electronic or online transaction with a state agency, board,  
17 commission or authority. The fee shall be limited to bank processing fees and financial  
18 transaction fees, the cost of providing for secure transaction, portal fees, and fees  
19 necessary to compensate for increased bandwidth incurred as a result of providing for an  
20 online transaction.

1 SECTION 43. REPEALER 62 O.S. 2001, Section 41.5q, as last amended by  
2 Section 14, Chapter 451, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
3 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.25), is hereby repealed.

4 SECTION 44. AMENDATORY 62 O.S. 2001, Section 41.29, as last amended by  
5 Section 16, Chapter 441, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
6 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.36), is amended to read as follows:

7 Section 34.36. A. On the first day of October preceding each regular session of the  
8 Legislature, each state agency, including those created or established pursuant to  
9 constitutional provisions, shall report to the Director of the Office of State Finance and  
10 the Chair and Vice Chair of the Legislative Oversight Committee on State Budget  
11 Performance an itemized request showing the amount needed for the ensuing fiscal year  
12 beginning with the first day of July.

13 B. The forms which must be used in making these reports shall be approved by the  
14 Director of the Office of State Finance and the Legislative Oversight Committee on State  
15 Budget Performance.

16 C. The forms shall be uniform, and shall clearly designate the information to be  
17 given.

18 D. The information provided shall include, but not be limited to:

19 1. A budget analysis of existing and proposed programs utilizing zero-based  
20 budgeting techniques. Such analysis shall be included as a part of the estimate of funds  
21 needed;

1           2. A statement listing any other state, federal or local agencies which administer a  
2 similar or cooperating program and an outline of the interaction among such agencies;

3           3. A statement of the statutory authority for the missions and quantified objectives  
4 of each program;

5           4. A description of the groups of people served by each program in the agency;

6           5. A quantification of the need for the program;

7           6. A description of the tactics which are intended to accomplish each objective;

8           7. A list of quantifiable program outcomes which measure the efficiency and  
9 effectiveness of each program;

10          8. A ranking of these programs by priority;

11          9. Actual program expenditures for the current fiscal year and prior fiscal years  
12 and the number of personnel required to accomplish each program; and

13          10. Revenues expected to be generated by each program, if any.

14          E. These appropriated agencies shall make an itemized estimate of needs and  
15 request for funds for the ensuing fiscal year and an estimate of the revenues from all  
16 sources to be received by the agency during the ensuing fiscal year.

17          F. The Director of the Office of State Finance shall submit to the Governor and the  
18 Legislative Oversight Committee on State Budget Performance no later than the fifth  
19 day of October a complete list of all spending agencies which have failed to submit  
20 budgets by October 1.

21          G. The reports required by this section shall include an itemized listing of  
22 outstanding capital lease debt and estimated capital lease needs for the ensuing fiscal

1 year, and shall be provided on forms prescribed by the Director of the Office of State  
2 Finance.

3 H. For the purposes of this section, "capital lease" means a lease-purchase  
4 agreement which provides an option for the State of Oklahoma or its agencies to  
5 purchase property, including personal and real property, which is the subject thereof  
6 and/or a lease agreement that provides an option for the State of Oklahoma or its  
7 agencies to lease such property, which is the subject thereof, at a nominal annual  
8 amount, after a period in which leased property is rented at fair market value.

9 I. The provisions of this section shall not apply to CompSource Oklahoma if  
10 CompSource Oklahoma is operating pursuant to a pilot program authorized by Sections  
11 3316 and 3317 of Title 74 of the Oklahoma Statutes.

12 SECTION 45. REPEALER 62 O.S. 2001, Section 41.29, as last amended by  
13 Section 12, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
14 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.36), is hereby repealed.

15 SECTION 46. AMENDATORY 62 O.S. 2001, Section 41.7c, as last amended by  
16 Section 22, Chapter 441, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
17 O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.42), is amended to read as follows:

18 Section 34.42. A. On or before the first day of June in each year, or as soon  
19 thereafter as possible, all agencies shall file agency budgets with the Director of the  
20 Office of State Finance. Copies of all agency budgets shall also be made available  
21 electronically to the staff of the Joint Legislative Committee on Budget and Program  
22 Oversight.

1 B. The required instructions, content and format of agency budgets shall be  
2 developed by the staff of the Budget Division of the Office of State Finance.

3 C. 1. The agency budget shall include a description of all funds available to the  
4 agency for expenditure and set out allotments requested by the agency by quarter and  
5 the entire fiscal year.

6 2. The agency budget shall be accompanied by an organizational chart of the  
7 agency, a statement of agency mission and program objectives.

8 3. The agency budget shall delineate agency spending by such categories and with  
9 at least as much detail as is specified in the legislative appropriation and as prescribed  
10 by the Director of the Office of State Finance.

11 4. Agency budgets shall be signed by the executive officer of each agency.

12 D. A "request officer" shall be designated by each state agency for the purpose of  
13 making program and allotment requests.

14 E. Executive officers of agencies shall cooperate with the Office of State Finance  
15 staff and Joint Committee staff in developing program budgeting categories.

16 F. All funds available or expected to be made available to any agency, including  
17 nonfiscal appropriations, shall not be available for expenditure until the request officer of  
18 the agency has complied with the applicable provisions of the Oklahoma State Finance  
19 Act and has received approval of such request for funds from the Director of the Office of  
20 State Finance.

1        G. The provisions of this section shall not apply to CompSource Oklahoma if  
2        CompSource Oklahoma is operating pursuant to a pilot program authorized by Sections  
3        3316 and 3317 of Title 74 of the Oklahoma Statutes.

4        SECTION 47.    REPEALER    62 O.S. 2001, Section 41.7c, as last amended by  
5        Section 11, Chapter 454, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
6        O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.42), is hereby repealed.

7        SECTION 48.    AMENDATORY    62 O.S. 2001, Section 7.6, as amended by  
8        Section 1, Chapter 326, O.S.L. 2009, and as renumbered by Section 64, Chapter 441,  
9        O.S.L. 2009 (62 O.S. Supp. 2009, Section 34.69), is amended to read as follows:

10       Section 34.69. A. There is hereby created in the State Treasury a Payroll Fund  
11       which shall be used by the Director of the Office of State Finance and the State  
12       Treasurer to issue a consolidated payroll for each ~~state department, board, commission,~~  
13       ~~institution~~ or agency of the state. Payrolls of state agencies shall be charged against the  
14       Payroll Fund created herein. Each state agency shall prepare summary distributions of  
15       the amounts of payrolls to be charged against each fund within the State Treasury and  
16       the Director of ~~State Finance~~ shall transfer monies from each fund in the State Treasury  
17       to the Payroll Fund amounts as shown on payroll distribution summaries, and shall  
18       charge such amounts to the ~~appropriation allotment~~ account affected thereby.

19       B. As of July 1, 2010, the Office of State Finance shall make available and each  
20       executive state agency shall make available to all state employees a centralized web-  
21       based system to access their personal employment and compensation-related  
22       information. The provisions of this subsection as it pertains to executive agencies may be

1 waived by the Director of State Finance in the event that lack of timely access prevents  
2 employees from utilizing the centralized system. As used in subsections B, C and D of  
3 this section, “executive state agency” shall mean any state agency, authority, board,  
4 commission or other entity organized within the executive department of state  
5 government. Executive state agency shall not mean any government entity organized or  
6 created within the legislative or judicial departments of state government.

7 C. Except for institutions within The Oklahoma State System for Higher  
8 Education, executive state agencies converting to a multi-monthly payroll system shall  
9 consult with the Office of State Finance on the timing of the agency’s conversion.

10 1. All state employees hired during the six (6) months prior to an executive state  
11 agency’s conversion to a multi-monthly payroll shall be placed on either the biweekly  
12 payroll system or supplemental payroll upon the date of hire.

13 2. In the six (6) months prior to an executive state agency’s conversion to multi-  
14 monthly payroll, the executive state agency shall offer either multi-monthly or  
15 supplemental payroll to any employee who chooses to participate. The provisions of this  
16 paragraph shall not apply to employees placed on the multi-monthly payroll pursuant to  
17 paragraph 1 of this subsection.

18 D. Six (6) months prior to an executive state agency converting to the multi-  
19 monthly payroll system, it shall create employee payroll conversion banks for the  
20 purpose of providing a one-time payroll payment to an employee for the gap in payroll  
21 payments created by the conversion to the multi-monthly system.

1           1. Each executive state agency shall allow its employees to accumulate funds up to  
2 a maximum of eighty (80) hours for the conversion bank from the following sources:

- 3           a.       earned compensatory time, if the agency normally provides its  
4                    employees compensatory time,  
5           b.       earned annual leave, and  
6           c.       earned sick leave up to a maximum of forty (40) hours.

7           2. During the six-month period leading up to an executive state agency's conversion  
8 to the multi-monthly payroll system, all executive state agencies shall inform, in writing  
9 or by electronic means, all their employees of their leave and compensatory time balances  
10 on a monthly basis.

11           E. The Office of State Finance in coordination with the Office of Personnel  
12 Management shall establish procedures concerning the conversion.

13           SECTION 49.   REPEALER   62 O.S. 2001, Section 7.6, as amended by Section  
14 46, Chapter 441, O.S.L. 2009, and as renumbered by Section 64, Chapter 441, O.S.L.  
15 2009 (62 O.S. Supp. 2009, Section 34.69), is hereby repealed.

16           SECTION 50.   AMENDATORY   63 O.S. 2001, Section 2-410, as last amended by  
17 Section 2, Chapter 306, O.S.L. 2009 (63 O.S. Supp. 2009, Section 2-410), is amended to  
18 read as follows:

19           Section 2-410. A. Whenever any person who has not previously been convicted of  
20 any offense under this act or under any statute of the United States or of any state  
21 relating to narcotic drugs, marijuana, or stimulant, depressant, or hallucinogenic drugs,  
22 pleads guilty or nolo contendere to or is found guilty of a violation of the Uniform

1 Controlled Dangerous Substances Act, the court may, unless otherwise prohibited by law,  
2 without entering a judgment of guilt and with the consent of such person, defer further  
3 proceedings and place the person on probation upon such reasonable terms and  
4 conditions as it may require including the requirement that such person cooperate in a  
5 treatment and rehabilitation program of a state-supported or state-approved facility, if  
6 available. Upon violation of a term or condition, the court may enter an adjudication of  
7 guilt and proceed as otherwise provided. Upon fulfillment of the terms and conditions,  
8 the court shall discharge such person and dismiss the proceedings against the person.  
9 Discharge and dismissal under this section shall be without court adjudication of guilt  
10 and shall not be deemed a conviction for purposes of this section or for purposes of  
11 disqualifications or disabilities imposed by law upon conviction of a crime. Discharge  
12 and dismissal under this section may occur only once with respect to any person.

13 B. Any expunged arrest or conviction shall not thereafter be regarded as an arrest  
14 or conviction for purposes of employment, civil rights, or any statute, regulation, license,  
15 questionnaire or any other public or private purpose; provided, that, any plea of guilty or  
16 nolo contendere or finding of guilt to a violation of the Uniform Controlled Dangerous  
17 Substances Act shall constitute a conviction of the offense for the purpose of the Uniform  
18 Controlled Dangerous Substances Act or any other criminal statute under which the  
19 existence of a prior conviction is relevant for a period of ten (10) years following the  
20 completion of any court imposed probationary term; provided, the person has not, in the  
21 meantime, been convicted of a misdemeanor involving moral turpitude or a felony.

1 C. The provisions of this section shall not apply to any person who pleads guilty or  
2 nolo contendere to or is found guilty of a violation of the Trafficking in Illegal Drugs Act  
3 or the Drug Money Laundering and Wire Transmitter Act.

4 SECTION 51. REPEALER 63 O.S. 2001, Section 2-410, as last amended by  
5 Section 6, Chapter 442, O.S.L. 2009 (63 O.S. Supp. 2009, Section 2-410), is hereby  
6 repealed.

7 SECTION 52. REPEALER 63 O.S. 2001, Section 683.9, as last amended by  
8 Section 12, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 683.9), is hereby  
9 repealed.

10 SECTION 53. REPEALER 63 O.S. 2001, Section 683.13, as last amended by  
11 Section 13, Chapter 78, O.S.L. 2009 (63 O.S. Supp. 2009, Section 683.13), is hereby  
12 repealed.

13 SECTION 54. REPEALER Section 1, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
14 2009, Section 684.14), is hereby repealed.

15 SECTION 55. REPEALER Section 2, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
16 2009, Section 684.15), is hereby repealed.

17 SECTION 56. AMENDATORY Section 33, Chapter 228, O.S.L. 2009 (63 O.S.  
18 Supp. 2009, Section 684.16), is amended to read as follows:

19 Section 684.16. ~~This~~ The Uniform Emergency Volunteer Health Practitioners Act  
20 applies to volunteer health practitioners registered with a registration system that  
21 complies with Section ~~35~~ 684.18 of this ~~act~~ title and who provide health or veterinary  
22 services in this state for a host entity while an emergency declaration is in effect.

1 SECTION 57. REPEALER Section 3, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
2 2009, Section 684.16), is hereby repealed.

3 SECTION 58. REPEALER Section 4, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
4 2009, Section 684.17), is hereby repealed.

5 SECTION 59. REPEALER Section 5, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
6 2009, Section 684.18), is hereby repealed.

7 SECTION 60. REPEALER Section 6, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
8 2009, Section 684.19), is hereby repealed.

9 SECTION 61. REPEALER Section 7, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
10 2009, Section 684.20), is hereby repealed.

11 SECTION 62. REPEALER Section 8, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
12 2009, Section 684.21), is hereby repealed.

13 SECTION 63. REPEALER Section 9, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
14 2009, Section 684.22), is hereby repealed.

15 SECTION 64. REPEALER Section 10, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
16 2009, Section 684.23), is hereby repealed.

17 SECTION 65. REPEALER Section 11, Chapter 78, O.S.L. 2009 (63 O.S. Supp.  
18 2009, Section 684.24), is hereby repealed.

19 SECTION 66. AMENDATORY 68 O.S. 2001, Section 2358, as last amended by  
20 Section 1, Chapter 436, O.S.L. 2009 (68 O.S. Supp. 2009, Section 2358), is amended to  
21 read as follows:

1 Section 2358. For all tax years beginning after December 31, 1981, taxable income  
2 and adjusted gross income shall be adjusted to arrive at Oklahoma taxable income and  
3 Oklahoma adjusted gross income as required by this section.

4 A. The taxable income of any taxpayer shall be adjusted to arrive at Oklahoma  
5 taxable income for corporations and Oklahoma adjusted gross income for individuals, as  
6 follows:

7 1. There shall be added interest income on obligations of any state or political  
8 subdivision thereto which is not otherwise exempted pursuant to other laws of this state,  
9 to the extent that such interest is not included in taxable income and adjusted gross  
10 income.

11 2. There shall be deducted amounts included in such income that the state is  
12 prohibited from taxing because of the provisions of the Federal Constitution, the State  
13 Constitution, federal laws or laws of Oklahoma.

14 3. The amount of any federal net operating loss deduction shall be adjusted as  
15 follows:

16 a. For carryovers and carrybacks to taxable years beginning before  
17 January 1, 1981, the amount of any net operating loss deduction  
18 allowed to a taxpayer for federal income tax purposes shall be reduced  
19 to an amount which is the same portion thereof as the loss from  
20 sources within this state, as determined pursuant to this section and  
21 Section 2362 of this title, for the taxable year in which such loss is  
22 sustained is of the total loss for such year;

1           b.     For carryovers and carrybacks to taxable years beginning after  
2                   December 31, 1980, the amount of any net operating loss deduction  
3                   allowed for the taxable year shall be an amount equal to the aggregate  
4                   of the Oklahoma net operating loss carryovers and carrybacks to such  
5                   year. Oklahoma net operating losses shall be separately determined  
6                   by reference to Section 172 of the Internal Revenue Code, 26 U.S.C.,  
7                   Section 172, as modified by the Oklahoma Income Tax Act, Section  
8                   2351 et seq. of this title, and shall be allowed without regard to the  
9                   existence of a federal net operating loss. For tax years beginning after  
10                  December 31, 2000, and ending before January 1, 2008, the years to  
11                  which such losses may be carried shall be determined solely by  
12                  reference to Section 172 of the Internal Revenue Code, 26 U.S.C.,  
13                  Section 172, with the exception that the terms "net operating loss" and  
14                  "taxable income" shall be replaced with "Oklahoma net operating loss"  
15                  and "Oklahoma taxable income". For tax years beginning after  
16                  December 31, 2007, and ending before January 1, 2009, years to which  
17                  such losses may be carried back shall be limited to two (2) years. For  
18                  tax years beginning after December 31, 2008, the years to which such  
19                  losses may be carried back shall be determined solely by reference to  
20                  Section 172 of the Internal Revenue Code, 26 U.S.C., Section 172, with  
21                  the exception that the terms "net operating loss" and "taxable income"

1                                    shall be replaced with “Oklahoma net operating loss” and “Oklahoma  
2                                    taxable income”.

3            4. Items of the following nature shall be allocated as indicated. Allowable  
4            deductions attributable to items separately allocable in subparagraphs a, b and c of this  
5            paragraph, whether or not such items of income were actually received, shall be allocated  
6            on the same basis as those items:

7                    a.     Income from real and tangible personal property, such as rents, oil and  
8                    mining production or royalties, and gains or losses from sales of such  
9                    property, shall be allocated in accordance with the situs of such  
10                   property;

11                   b.     Income from intangible personal property, such as interest, dividends,  
12                   patent or copyright royalties, and gains or losses from sales of such  
13                   property, shall be allocated in accordance with the domiciliary situs of  
14                   the taxpayer, except that:

15                   (1)    where such property has acquired a nonunitary business or  
16                   commercial situs apart from the domicile of the taxpayer such  
17                   income shall be allocated in accordance with such business or  
18                   commercial situs; interest income from investments held to  
19                   generate working capital for a unitary business enterprise shall  
20                   be included in apportionable income; a resident trust or resident  
21                   estate shall be treated as having a separate commercial or  
22                   business situs insofar as undistributed income is concerned, but

1 shall not be treated as having a separate commercial or business  
2 situs insofar as distributed income is concerned,

3 (2) for taxable years beginning after December 31, 2003, capital or  
4 ordinary gains or losses from the sale of an ownership interest in  
5 a publicly traded partnership, as defined by Section 7704(b) of  
6 the Internal Revenue Code of 1986, as amended, shall be  
7 allocated to this state in the ratio of the original cost of such  
8 partnership's tangible property in this state to the original cost  
9 of such partnership's tangible property everywhere, as  
10 determined at the time of the sale; if more than fifty percent  
11 (50%) of the value of the partnership's assets consists of  
12 intangible assets, capital or ordinary gains or losses from the  
13 sale of an ownership interest in the partnership shall be  
14 allocated to this state in accordance with the sales factor of the  
15 partnership for its first full tax period immediately preceding its  
16 tax period during which the ownership interest in the  
17 partnership was sold; the provisions of this division shall only  
18 apply if the capital or ordinary gains or losses from the sale of  
19 an ownership interest in a partnership do not constitute  
20 qualifying gain receiving capital treatment as defined in  
21 subparagraph a of paragraph 2 of subsection F of this section,

- 1 (3) income from such property which is required to be allocated  
2 pursuant to the provisions of paragraph 5 of this subsection  
3 shall be allocated as herein provided;
- 4 c. Net income or loss from a business activity which is not a part of  
5 business carried on within or without the state of a unitary character  
6 shall be separately allocated to the state in which such activity is  
7 conducted;
- 8 d. In the case of a manufacturing or processing enterprise the business of  
9 which in Oklahoma consists solely of marketing its products by:
- 10 (1) sales having a situs without this state, shipped directly to a  
11 point from without the state to a purchaser within the state,  
12 commonly known as interstate sales,
- 13 (2) sales of the product stored in public warehouses within the state  
14 pursuant to "in transit" tariffs, as prescribed and allowed by the  
15 Interstate Commerce Commission, to a purchaser within the  
16 state,
- 17 (3) sales of the product stored in public warehouses within the state  
18 where the shipment to such warehouses is not covered by "in  
19 transit" tariffs, as prescribed and allowed by the Interstate  
20 Commerce Commission, to a purchaser within or without the  
21 state,

1 the Oklahoma net income shall, at the option of the taxpayer, be that  
2 portion of the total net income of the taxpayer for federal income tax  
3 purposes derived from the manufacture and/or processing and sales  
4 everywhere as determined by the ratio of the sales defined in this  
5 section made to the purchaser within the state to the total sales  
6 everywhere. The term "public warehouse" as used in this  
7 subparagraph means a licensed public warehouse, the principal  
8 business of which is warehousing merchandise for the public;

9 e. In the case of insurance companies, Oklahoma taxable income shall be  
10 taxable income of the taxpayer for federal tax purposes, as adjusted for  
11 the adjustments provided pursuant to the provisions of paragraphs 1  
12 and 2 of this subsection, apportioned as follows:

13 (1) except as otherwise provided by division (2) of this  
14 subparagraph, taxable income of an insurance company for a  
15 taxable year shall be apportioned to this state by multiplying  
16 such income by a fraction, the numerator of which is the direct  
17 premiums written for insurance on property or risks in this  
18 state, and the denominator of which is the direct premiums  
19 written for insurance on property or risks everywhere. For  
20 purposes of this subsection, the term "direct premiums written"  
21 means the total amount of direct premiums written,  
22 assessments and annuity considerations as reported for the

1 taxable year on the annual statement filed by the company with  
2 the Insurance Commissioner in the form approved by the  
3 National Association of Insurance Commissioners, or such other  
4 form as may be prescribed in lieu thereof,

- 5 (2) if the principal source of premiums written by an insurance  
6 company consists of premiums for reinsurance accepted by it,  
7 the taxable income of such company shall be apportioned to this  
8 state by multiplying such income by a fraction, the numerator of  
9 which is the sum of (a) direct premiums written for insurance on  
10 property or risks in this state, plus (b) premiums written for  
11 reinsurance accepted in respect of property or risks in this state,  
12 and the denominator of which is the sum of (c) direct premiums  
13 written for insurance on property or risks everywhere, plus (d)  
14 premiums written for reinsurance accepted in respect of  
15 property or risks everywhere. For purposes of this paragraph,  
16 premiums written for reinsurance accepted in respect of  
17 property or risks in this state, whether or not otherwise  
18 determinable, may at the election of the company be determined  
19 on the basis of the proportion which premiums written for  
20 insurance accepted from companies commercially domiciled in  
21 Oklahoma bears to premiums written for reinsurance accepted  
22 from all sources, or alternatively in the proportion which the

1 sum of the direct premiums written for insurance on property or  
2 risks in this state by each ceding company from which  
3 reinsurance is accepted bears to the sum of the total direct  
4 premiums written by each such ceding company for the taxable  
5 year.

6 5. The net income or loss remaining after the separate allocation in paragraph 4 of  
7 this subsection, being that which is derived from a unitary business enterprise, shall be  
8 apportioned to this state on the basis of the arithmetical average of three factors  
9 consisting of property, payroll and sales or gross revenue enumerated as subparagraphs  
10 a, b and c of this paragraph. Net income or loss as used in this paragraph includes that  
11 derived from patent or copyright royalties, purchase discounts, and interest on accounts  
12 receivable relating to or arising from a business activity, the income from which is  
13 apportioned pursuant to this subsection, including the sale or other disposition of such  
14 property and any other property used in the unitary enterprise. Deductions used in  
15 computing such net income or loss shall not include taxes based on or measured by  
16 income. Provided, for corporations whose property for purposes of the tax imposed by  
17 Section 2355 of this title has an initial investment cost equaling or exceeding Two  
18 Hundred Million Dollars (\$200,000,000.00) and such investment is made on or after July  
19 1, 1997, or for corporations which expand their property or facilities in this state and  
20 such expansion has an investment cost equaling or exceeding Two Hundred Million  
21 Dollars (\$200,000,000.00) over a period not to exceed three (3) years, and such expansion  
22 is commenced on or after January 1, 2000, the three factors shall be apportioned with

1 property and payroll, each comprising twenty-five percent (25%) of the apportionment  
2 factor and sales comprising fifty percent (50%) of the apportionment factor. The  
3 apportionment factors shall be computed as follows:

4 a. The property factor is a fraction, the numerator of which is the average  
5 value of the taxpayer's real and tangible personal property owned or  
6 rented and used in this state during the tax period and the  
7 denominator of which is the average value of all the taxpayer's real  
8 and tangible personal property everywhere owned or rented and used  
9 during the tax period.

10 (1) Property, the income from which is separately allocated in  
11 paragraph 4 of this subsection, shall not be included in  
12 determining this fraction. The numerator of the fraction shall  
13 include a portion of the investment in transportation and other  
14 equipment having no fixed situs, such as rolling stock, buses,  
15 trucks and trailers, including machinery and equipment carried  
16 thereon, airplanes, salespersons' automobiles and other similar  
17 equipment, in the proportion that miles traveled in Oklahoma  
18 by such equipment bears to total miles traveled,

19 (2) Property owned by the taxpayer is valued at its original cost.  
20 Property rented by the taxpayer is valued at eight times the net  
21 annual rental rate. Net annual rental rate is the annual rental

1 rate paid by the taxpayer, less any annual rental rate received  
2 by the taxpayer from subrentals,

3 (3) The average value of property shall be determined by averaging  
4 the values at the beginning and ending of the tax period but the  
5 Oklahoma Tax Commission may require the averaging of  
6 monthly values during the tax period if reasonably required to  
7 reflect properly the average value of the taxpayer's property;

8 b. The payroll factor is a fraction, the numerator of which is the total  
9 compensation for services rendered in the state during the tax period,  
10 and the denominator of which is the total compensation for services  
11 rendered everywhere during the tax period. "Compensation", as used  
12 in this subsection means those paid-for services to the extent related to  
13 the unitary business but does not include officers' salaries, wages and  
14 other compensation.

15 (1) In the case of a transportation enterprise, the numerator of the  
16 fraction shall include a portion of such expenditure in connection  
17 with employees operating equipment over a fixed route, such as  
18 railroad employees, airline pilots, or bus drivers, in this state  
19 only a part of the time, in the proportion that mileage traveled  
20 in Oklahoma bears to total mileage traveled by such employees,

21 (2) In any case the numerator of the fraction shall include a portion  
22 of such expenditures in connection with itinerant employees,

1 such as traveling salespersons, in this state only a part of the  
2 time, in the proportion that time spent in Oklahoma bears to  
3 total time spent in furtherance of the enterprise by such  
4 employees;

5 c. The sales factor is a fraction, the numerator of which is the total sales  
6 or gross revenue of the taxpayer in this state during the tax period,  
7 and the denominator of which is the total sales or gross revenue of the  
8 taxpayer everywhere during the tax period. "Sales", as used in this  
9 subsection does not include sales or gross revenue which are separately  
10 allocated in paragraph 4 of this subsection.

11 (1) Sales of tangible personal property have a situs in this state if  
12 the property is delivered or shipped to a purchaser other than  
13 the United States government, within this state regardless of  
14 the FOB point or other conditions of the sale; or the property is  
15 shipped from an office, store, warehouse, factory or other place  
16 of storage in this state and (a) the purchaser is the United  
17 States government or (b) the taxpayer is not doing business in  
18 the state of the destination of the shipment.

19 (2) In the case of a railroad or interurban railway enterprise, the  
20 numerator of the fraction shall not be less than the allocation of  
21 revenues to this state as shown in its annual report to the  
22 Corporation Commission.

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- (3) In the case of an airline, truck or bus enterprise or freight car, tank car, refrigerator car or other railroad equipment enterprise, the numerator of the fraction shall include a portion of revenue from interstate transportation in the proportion that interstate mileage traveled in Oklahoma bears to total interstate mileage traveled.
  
- (4) In the case of an oil, gasoline or gas pipeline enterprise, the numerator of the fraction shall be either the total of traffic units of the enterprise within Oklahoma or the revenue allocated to Oklahoma based upon miles moved, at the option of the taxpayer, and the denominator of which shall be the total of traffic units of the enterprise or the revenue of the enterprise everywhere as appropriate to the numerator. A "traffic unit" is hereby defined as the transportation for a distance of one (1) mile of one (1) barrel of oil, one (1) gallon of gasoline or one thousand (1,000) cubic feet of natural or casinghead gas, as the case may be.
  
- (5) In the case of a telephone or telegraph or other communication enterprise, the numerator of the fraction shall include that portion of the interstate revenue as is allocated pursuant to the accounting procedures prescribed by the Federal Communications Commission; provided that in respect to each

UNDERLINED language denotes Amendments to present Statutes.  
**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.

1 corporation or business entity required by the Federal  
2 Communications Commission to keep its books and records in  
3 accordance with a uniform system of accounts prescribed by  
4 such Commission, the intrastate net income shall be determined  
5 separately in the manner provided by such uniform system of  
6 accounts and only the interstate income shall be subject to  
7 allocation pursuant to the provisions of this subsection.  
8 Provided further, that the gross revenue factors shall be those as  
9 are determined pursuant to the accounting procedures  
10 prescribed by the Federal Communications Commission.

11 In any case where the apportionment of the three factors prescribed in this  
12 paragraph attributes to Oklahoma a portion of net income of the enterprise out of all  
13 appropriate proportion to the property owned and/or business transacted within this  
14 state, because of the fact that one or more of the factors so prescribed are not employed to  
15 any appreciable extent in furtherance of the enterprise; or because one or more factors  
16 not so prescribed are employed to a considerable extent in furtherance of the enterprise;  
17 or because of other reasons, the Tax Commission is empowered to permit, after a showing  
18 by taxpayer that an excessive portion of net income has been attributed to Oklahoma, or  
19 require, when in its judgment an insufficient portion of net income has been attributed to  
20 Oklahoma, the elimination, substitution, or use of additional factors, or reduction or  
21 increase in the weight of such prescribed factors. Provided, however, that any such  
22 variance from such prescribed factors which has the effect of increasing the portion of net

1 income attributable to Oklahoma must not be inherently arbitrary, and application of the  
2 recomputed final apportionment to the net income of the enterprise must attribute to  
3 Oklahoma only a reasonable portion thereof.

4 6. For calendar years 1997 and 1998, the owner of a new or expanded agricultural  
5 commodity processing facility in this state may exclude from Oklahoma taxable income,  
6 or in the case of an individual, the Oklahoma adjusted gross income, fifteen percent  
7 (15%) of the investment by the owner in the new or expanded agricultural commodity  
8 processing facility. For calendar year 1999, and all subsequent years, the percentage, not  
9 to exceed fifteen percent (15%), available to the owner of a new or expanded agricultural  
10 commodity processing facility in this state claiming the exemption shall be adjusted  
11 annually so that the total estimated reduction in tax liability does not exceed One Million  
12 Dollars (\$1,000,000.00) annually. The Tax Commission shall promulgate rules for  
13 determining the percentage of the investment which each eligible taxpayer may exclude.  
14 The exclusion provided by this paragraph shall be taken in the taxable year when the  
15 investment is made. In the event the total reduction in tax liability authorized by this  
16 paragraph exceeds One Million Dollars (\$1,000,000.00) in any calendar year, the Tax  
17 Commission shall permit any excess over One Million Dollars (\$1,000,000.00) and shall  
18 factor such excess into the percentage for subsequent years. Any amount of the  
19 exemption permitted to be excluded pursuant to the provisions of this paragraph but not  
20 used in any year may be carried forward as an exemption from income pursuant to the  
21 provisions of this paragraph for a period not exceeding six (6) years following the year in  
22 which the investment was originally made.

1 For purposes of this paragraph:

2 a. "Agricultural commodity processing facility" means building,  
3 structures, fixtures and improvements used or operated primarily for  
4 the processing or production of marketable products from agricultural  
5 commodities. The term shall also mean a dairy operation that requires  
6 a depreciable investment of at least Two Hundred Fifty Thousand  
7 Dollars (\$250,000.00) and which produces milk from dairy cows. The  
8 term does not include a facility that provides only, and nothing more  
9 than, storage, cleaning, drying or transportation of agricultural  
10 commodities, and

11 b. "Facility" means each part of the facility which is used in a process  
12 primarily for:  
13 (1) the processing of agricultural commodities, including receiving  
14 or storing agricultural commodities, or the production of milk at  
15 a dairy operation,  
16 (2) transporting the agricultural commodities or product before,  
17 during or after the processing, or  
18 (3) packaging or otherwise preparing the product for sale or  
19 shipment.

20 7. Despite any provision to the contrary in paragraph 3 of this subsection, for  
21 taxable years beginning after December 31, 1999, in the case of a taxpayer which has a  
22 farming loss, such farming loss shall be considered a net operating loss carryback in

1 accordance with and to the extent of the Internal Revenue Code, 26 U.S.C., Section  
2 172(b)(G). However, the amount of the net operating loss carryback shall not exceed the  
3 lesser of:

- 4 a. Sixty Thousand Dollars (\$60,000.00), or
- 5 b. the loss properly shown on Schedule F of the Internal Revenue Service  
6 Form 1040 reduced by one-half (1/2) of the income from all other  
7 sources other than reflected on Schedule F.

8 8. In taxable years beginning after December 31, 1995, all qualified wages equal to  
9 the federal income tax credit set forth in 26 U.S.C.A., Section 45A, shall be deducted from  
10 taxable income. The deduction allowed pursuant to this paragraph shall only be  
11 permitted for the tax years in which the federal tax credit pursuant to 26 U.S.C.A.,  
12 Section 45A, is allowed. For purposes of this paragraph, "qualified wages" means those  
13 wages used to calculate the federal credit pursuant to 26 U.S.C.A., Section 45A.

14 9. In taxable years beginning after December 31, 2005, an employer that is eligible  
15 for and utilizes the Safety Pays OSHA Consultation Service provided by the Oklahoma  
16 Department of Labor shall receive an exemption from taxable income in the amount of  
17 One Thousand Dollars (\$1,000.00) for the tax year that the service is utilized.

18 B. 1. The taxable income of any corporation shall be further adjusted to arrive at  
19 Oklahoma taxable income, except those corporations electing treatment as provided in  
20 subchapter S of the Internal Revenue Code, 26 U.S.C., Section 1361 et seq., and Section  
21 2365 of this title, deductions pursuant to the provisions of the Accelerated Cost Recovery  
22 System as defined and allowed in the Economic Recovery Tax Act of 1981, Public Law 97-

1 34, 26 U.S.C., Section 168, for depreciation of assets placed into service after December  
2 31, 1981, shall not be allowed in calculating Oklahoma taxable income. Such  
3 corporations shall be allowed a deduction for depreciation of assets placed into service  
4 after December 31, 1981, in accordance with provisions of the Internal Revenue Code, 26  
5 U.S.C., Section 1 et seq., in effect immediately prior to the enactment of the Accelerated  
6 Cost Recovery System. The Oklahoma tax basis for all such assets placed into service  
7 after December 31, 1981, calculated in this section shall be retained and utilized for all  
8 Oklahoma income tax purposes through the final disposition of such assets.

9 Notwithstanding any other provisions of the Oklahoma Income Tax Act, Section  
10 2351 et seq. of this title, or of the Internal Revenue Code to the contrary, this subsection  
11 shall control calculation of depreciation of assets placed into service after December 31,  
12 1981, and before January 1, 1983.

13 For assets placed in service and held by a corporation in which accelerated cost  
14 recovery system was previously disallowed, an adjustment to taxable income is required  
15 in the first taxable year beginning after December 31, 1982, to reconcile the basis of such  
16 assets to the basis allowed in the Internal Revenue Code. The purpose of this  
17 adjustment is to equalize the basis and allowance for depreciation accounts between that  
18 reported to the Internal Revenue Service and that reported to Oklahoma.

19 2. For tax years beginning on or after January 1, 2009, and ending on or before  
20 December 31, 2009, there shall be added to Oklahoma taxable income any amount in  
21 excess of One Hundred Seventy-five Thousand Dollars (\$175,000.00) which has been

1 deducted as a small business expense under Internal Revenue Code, Section 179 as  
2 provided in the American Recovery and Reinvestment Act of 2009.

3 C. 1. For taxable years beginning after December 31, 1987, the taxable income of  
4 any corporation shall be further adjusted to arrive at Oklahoma taxable income for  
5 transfers of technology to qualified small businesses located in Oklahoma. Such  
6 transferor corporation shall be allowed an exemption from taxable income of an amount  
7 equal to the amount of royalty payment received as a result of such transfer; provided,  
8 however, such amount shall not exceed ten percent (10%) of the amount of gross proceeds  
9 received by such transferor corporation as a result of the technology transfer. Such  
10 exemption shall be allowed for a period not to exceed ten (10) years from the date of  
11 receipt of the first royalty payment accruing from such transfer. No exemption may be  
12 claimed for transfers of technology to qualified small businesses made prior to January 1,  
13 1988.

14 2. For purposes of this subsection:

15 a. "Qualified small business" means an entity, whether organized as a  
16 corporation, partnership, or proprietorship, organized for profit with  
17 its principal place of business located within this state and which  
18 meets the following criteria:

- 19 (1) Capitalization of not more than Two Hundred Fifty Thousand  
20 Dollars (\$250,000.00),  
21 (2) Having at least fifty percent (50%) of its employees and assets  
22 located in Oklahoma at the time of the transfer, and

- 1 (3) Not a subsidiary or affiliate of the transferor corporation;
- 2 b. "Technology" means a proprietary process, formula, pattern, device or
- 3 compilation of scientific or technical information which is not in the
- 4 public domain;
- 5 c. "Transferor corporation" means a corporation which is the exclusive
- 6 and undisputed owner of the technology at the time the transfer is
- 7 made; and
- 8 d. "Gross proceeds" means the total amount of consideration for the
- 9 transfer of technology, whether the consideration is in money or
- 10 otherwise.

11 D. 1. For taxable years beginning after December 31, 2005, the taxable income of

12 any corporation, estate or trust, shall be further adjusted for qualifying gains receiving

13 capital treatment. Such corporations, estates or trusts shall be allowed a deduction from

14 Oklahoma taxable income for the amount of qualifying gains receiving capital treatment

15 earned by the corporation, estate or trust during the taxable year and included in the

16 federal taxable income of such corporation, estate or trust.

17 2. As used in this subsection:

- 18 a. "qualifying gains receiving capital treatment" means the amount of net
- 19 capital gains, as defined in Section 1222(11) of the Internal Revenue
- 20 Code, included in the federal income tax return of the corporation,
- 21 estate or trust that result from:

- 1 (1) the sale of real property or tangible personal property located  
2 within Oklahoma that has been directly or indirectly owned by  
3 the corporation, estate or trust for a holding period of at least  
4 five (5) years prior to the date of the transaction from which  
5 such net capital gains arise,  
6 (2) the sale of stock or on the sale of an ownership interest in an  
7 Oklahoma company, limited liability company, or partnership  
8 where such stock or ownership interest has been directly or  
9 indirectly owned by the corporation, estate or trust for a holding  
10 period of at least three (3) years prior to the date of the  
11 transaction from which the net capital gains arise, or  
12 (3) the sale of real property, tangible personal property or  
13 intangible personal property located within Oklahoma as part of  
14 the sale of all or substantially all of the assets of an Oklahoma  
15 company, limited liability company, or partnership where such  
16 property has been directly or indirectly owned by such entity  
17 owned by the owners of such entity, and used in or derived from  
18 such entity for a period of at least three (3) years prior to the  
19 date of the transaction from which the net capital gains arise,  
20 b. "holding period" means an uninterrupted period of time. The holding  
21 period shall include any additional period when the property was held  
22 by another individual or entity, if such additional period is included in

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1 the taxpayer's holding period for the asset pursuant to the Internal  
2 Revenue Code,  
3 c. "Oklahoma company", "limited liability company", or "partnership"  
4 means an entity whose primary headquarters have been located in  
5 Oklahoma for at least three (3) uninterrupted years prior to the date of  
6 the transaction from which the net capital gains arise,  
7 d. "direct" means the taxpayer directly owns the asset, and  
8 e. "indirect" means the taxpayer owns an interest in a pass-through  
9 entity (or chain of pass-through entities) that sells the asset that gives  
10 rise to the qualifying gains receiving capital treatment.  
11 (1) With respect to sales of real property or tangible personal  
12 property located within Oklahoma, the deduction described in  
13 this subsection shall not apply unless the pass-through entity  
14 that makes the sale has held the property for not less than five  
15 (5) uninterrupted years prior to the date of the transaction that  
16 created the capital gain, and each pass-through entity included  
17 in the chain of ownership has been a member, partner, or  
18 shareholder of the pass-through entity in the tier immediately  
19 below it for an uninterrupted period of not less than five (5)  
20 years.  
21 (2) With respect to sales of stock or ownership interest in or sales of  
22 all or substantially all of the assets of an Oklahoma company,

1 limited liability company, or partnership, the deduction  
2 described in this subsection shall not apply unless the pass-  
3 through entity that makes the sale has held the stock or  
4 ownership interest or the assets for not less than three (3)  
5 uninterrupted years prior to the date of the transaction that  
6 created the capital gain, and each pass-through entity included  
7 in the chain of ownership has been a member, partner or  
8 shareholder of the pass-through entity in the tier immediately  
9 below it for an uninterrupted period of not less than three (3)  
10 years.

11 E. The Oklahoma adjusted gross income of any individual taxpayer shall be further  
12 adjusted as follows to arrive at Oklahoma taxable income:

- 13 1. a. In the case of individuals, there shall be added or deducted, as the case  
14 may be, the difference necessary to allow personal exemptions of One  
15 Thousand Dollars (\$1,000.00) in lieu of the personal exemptions  
16 allowed by the Internal Revenue Code.
- 17 b. There shall be allowed an additional exemption of One Thousand  
18 Dollars (\$1,000.00) for each taxpayer or spouse who is blind at the  
19 close of the tax year. For purposes of this subparagraph, an individual  
20 is blind only if the central visual acuity of the individual does not  
21 exceed 20/200 in the better eye with correcting lenses, or if the visual  
22 acuity of the individual is greater than 20/200, but is accompanied by a

1 limitation in the fields of vision such that the widest diameter of the  
2 visual field subtends an angle no greater than twenty (20) degrees.

3 c. There shall be allowed an additional exemption of One Thousand  
4 Dollars (\$1,000.00) for each taxpayer or spouse who is sixty-five (65)  
5 years of age or older at the close of the tax year based upon the filing  
6 status and federal adjusted gross income of the taxpayer. Taxpayers  
7 with the following filing status may claim this exemption if the federal  
8 adjusted gross income does not exceed:

- 9 (1) Twenty-five Thousand Dollars (\$25,000.00) if married and filing  
10 jointly;
- 11 (2) Twelve Thousand Five Hundred Dollars (\$12,500.00) if married  
12 and filing separately;
- 13 (3) Fifteen Thousand Dollars (\$15,000.00) if single; and
- 14 (4) Nineteen Thousand Dollars (\$19,000.00) if a qualifying head of  
15 household.

16 Provided, for taxable years beginning after December 31, 1999,  
17 amounts included in the calculation of federal adjusted gross income  
18 pursuant to the conversion of a traditional individual retirement  
19 account to a Roth individual retirement account shall be excluded from  
20 federal adjusted gross income for purposes of the income thresholds  
21 provided in this subparagraph.



1 c. For the taxable year beginning on January 1, 2007, and ending  
2 December 31, 2007, in the case of individuals who use the standard  
3 deduction in determining taxable income, there shall be added or  
4 deducted, as the case may be, the difference necessary to allow a  
5 standard deduction in lieu of the standard deduction allowed by the  
6 Internal Revenue Code, in an amount equal to:

- 7 (1) Five Thousand Five Hundred Dollars (\$5,500.00), if the filing  
8 status is married filing joint or qualifying widow; or  
9 (2) Four Thousand One Hundred Twenty-five Dollars (\$4,125.00)  
10 for a head of household; or  
11 (3) Two Thousand Seven Hundred Fifty Dollars (\$2,750.00), if the  
12 filing status is single or married filing separate.

13 d. For the taxable year beginning on January 1, 2008, and ending  
14 December 31, 2008, in the case of individuals who use the standard  
15 deduction in determining taxable income, there shall be added or  
16 deducted, as the case may be, the difference necessary to allow a  
17 standard deduction in lieu of the standard deduction allowed by the  
18 Internal Revenue Code, in an amount equal to:

- 19 (1) Six Thousand Five Hundred Dollars (\$6,500.00), if the filing  
20 status is married filing joint or qualifying widow, or  
21 (2) Four Thousand Eight Hundred Seventy-five Dollars (\$4,875.00)  
22 for a head of household, or

1 (3) Three Thousand Two Hundred Fifty Dollars (\$3,250.00), if the  
2 filing status is single or married filing separate.

3 e. For the taxable year beginning on January 1, 2009, and ending  
4 December 31, 2009, in the case of individuals who use the standard  
5 deduction in determining taxable income, there shall be added or  
6 deducted, as the case may be, the difference necessary to allow a  
7 standard deduction in lieu of the standard deduction allowed by the  
8 Internal Revenue Code, in an amount equal to:

9 (1) Eight Thousand Five Hundred Dollars (\$8,500.00), if the filing  
10 status is married filing joint or qualifying widow, or

11 (2) Six Thousand Three Hundred Seventy-five Dollars (\$6,375.00)  
12 for a head of household, or

13 (3) Four Thousand Two Hundred Fifty Dollars (\$4,250.00), if the  
14 filing status is single or married filing separate.

15 Oklahoma adjusted gross income shall be increased by any amounts  
16 paid for motor vehicle excise taxes which were deducted as allowed by  
17 the Internal Revenue Code.

18 f. For taxable years beginning on or after January 1, 2010, in the case of  
19 individuals who use the standard deduction in determining taxable  
20 income, there shall be added or deducted, as the case may be, the  
21 difference necessary to allow a standard deduction equal to the  
22 standard deduction allowed by the Internal Revenue Code of 1986, as

1                   amended, based upon the amount and filing status prescribed by such  
2                   Code for purposes of filing federal individual income tax returns.

3           3. In the case of resident and part-year resident individuals having adjusted gross  
4 income from sources both within and without the state, the itemized or standard  
5 deductions and personal exemptions shall be reduced to an amount which is the same  
6 portion of the total thereof as Oklahoma adjusted gross income is of adjusted gross  
7 income. To the extent itemized deductions include allowable moving expense, proration  
8 of moving expense shall not be required or permitted but allowable moving expense shall  
9 be fully deductible for those taxpayers moving within or into Oklahoma and no part of  
10 moving expense shall be deductible for those taxpayers moving without or out of  
11 Oklahoma. All other itemized or standard deductions and personal exemptions shall be  
12 subject to proration as provided by law.

13           4. A resident individual with a physical disability constituting a substantial  
14 handicap to employment may deduct from Oklahoma adjusted gross income such  
15 expenditures to modify a motor vehicle, home or workplace as are necessary to  
16 compensate for his or her handicap. A veteran certified by the Department of Veterans  
17 Affairs of the federal government as having a service-connected disability shall be  
18 conclusively presumed to be an individual with a physical disability constituting a  
19 substantial handicap to employment. The Tax Commission shall promulgate rules  
20 containing a list of combinations of common disabilities and modifications which may be  
21 presumed to qualify for this deduction. The Tax Commission shall prescribe necessary  
22 requirements for verification.

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1 compensation in any form, other than retirement benefits, as a  
2 member of any component of the Armed Forces of the United States  
3 shall be allowed.

4 e. Whenever the filing of a timely income tax return by a member of the  
5 Armed Forces of the United States is made impracticable or impossible  
6 of accomplishment by reason of:

7 (1) absence from the United States, which term includes only the  
8 states and the District of Columbia;

9 (2) absence from the State of Oklahoma while on active duty; or

10 (3) confinement in a hospital within the United States for  
11 treatment of wounds, injuries or disease,

12 the time for filing a return and paying an income tax shall be and is hereby  
13 extended without incurring liability for interest or penalties, to the fifteenth  
14 day of the third month following the month in which:

15 (a) Such individual shall return to the United States if the  
16 extension is granted pursuant to subparagraph a of this  
17 paragraph, return to the State of Oklahoma if the  
18 extension is granted pursuant to subparagraph b of this  
19 paragraph or be discharged from such hospital if the  
20 extension is granted pursuant to subparagraph c of this  
21 paragraph; or

1 (b) An executor, administrator, or conservator of the estate of  
2 the taxpayer is appointed, whichever event occurs the  
3 earliest.

4 Provided, that the Tax Commission may, in its discretion, grant any member of the  
5 Armed Forces of the United States an extension of time for filing of income tax returns  
6 and payment of income tax without incurring liabilities for interest or penalties. Such  
7 extension may be granted only when in the judgment of the Tax Commission a good  
8 cause exists therefor and may be for a period in excess of six (6) months. A record of  
9 every such extension granted, and the reason therefor, shall be kept.

10 6. Before July 1, 2010, the salary or any other form of compensation, received from  
11 the United States by a member of any component of the Armed Forces of the United  
12 States, shall be deducted from taxable income during the time in which the person is  
13 detained by the enemy in a conflict, is a prisoner of war or is missing in action and not  
14 deceased; provided, after July 1, 2010, all such salary or compensation shall be subject to  
15 the deduction as provided pursuant to paragraph 5 of this subsection.

16 7. Notwithstanding anything in the Internal Revenue Code or in the Oklahoma  
17 Income Tax Act to the contrary, it is expressly provided that, in the case of resident  
18 individuals, amounts received as dividends or distributions of earnings from savings and  
19 loan associations or credit unions located in Oklahoma, and interest received on savings  
20 accounts and time deposits from such sources or from state and national banks or trust  
21 companies located in Oklahoma, shall qualify as dividends for the purpose of the  
22 dividend exclusion, and taxable income shall be adjusted accordingly to arrive at

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1 Oklahoma taxable income; provided, however, that the dividend, distribution of earnings  
2 and/or interest exclusion provided for hereinabove shall not be cumulative to the  
3 maximum dividend exclusion allowed by the Internal Revenue Code. Any dividend  
4 exclusion already allowed by the Internal Revenue Code and reflected in the taxpayer's  
5 Oklahoma taxable income together with exclusion allowed herein shall not exceed the  
6 total of One Hundred Dollars (\$100.00) per individual or Two Hundred Dollars (\$200.00)  
7 per couple filing a joint return.

8 8. a. An individual taxpayer, whether resident or nonresident, may deduct  
9 an amount equal to the federal income taxes paid by the taxpayer  
10 during the taxable year.

11 b. Federal taxes as described in subparagraph a of this paragraph shall  
12 be deductible by any individual taxpayer, whether resident or  
13 nonresident, only to the extent they relate to income subject to  
14 taxation pursuant to the provisions of the Oklahoma Income Tax Act.  
15 The maximum amount allowable in the preceding paragraph shall be  
16 prorated on the ratio of the Oklahoma adjusted gross income to federal  
17 adjusted gross income.

18 c. For the purpose of this paragraph, "federal income taxes paid" shall  
19 mean federal income taxes, surtaxes imposed on incomes or excess  
20 profits taxes, as though the taxpayer was on the accrual basis. In  
21 determining the amount of deduction for federal income taxes for tax  
22 year 2001, the amount of the deduction shall not be adjusted by the

1 amount of any accelerated ten percent (10%) tax rate bracket credit or  
2 advanced refund of the credit received during the tax year provided  
3 pursuant to the federal Economic Growth and Tax Relief  
4 Reconciliation Act of 2001, P.L. No. 107-16, and the advanced refund of  
5 such credit shall not be subject to taxation.

6 d. The provisions of this paragraph shall apply to all taxable years ending  
7 after December 31, 1978, and beginning before January 1, 2006.

8 9. Retirement benefits not to exceed Five Thousand Five Hundred Dollars  
9 (\$5,500.00) for the 2004 tax year, Seven Thousand Five Hundred Dollars (\$7,500.00) for  
10 the 2005 tax year and Ten Thousand Dollars (\$10,000.00) for the 2006 tax year and all  
11 subsequent tax years, which are received by an individual from the civil service of the  
12 United States, the Oklahoma Public Employees Retirement System, the Teachers'  
13 Retirement System of Oklahoma, the Oklahoma Law Enforcement Retirement System,  
14 the Oklahoma Firefighters Pension and Retirement System, the Oklahoma Police  
15 Pension and Retirement System, the employee retirement systems created by counties  
16 pursuant to Section 951 et seq. of Title 19 of the Oklahoma Statutes, the Uniform  
17 Retirement System for Justices and Judges, the Oklahoma Wildlife Conservation  
18 Department Retirement Fund, the Oklahoma Employment Security Commission  
19 Retirement Plan, or the employee retirement systems created by municipalities pursuant  
20 to Section 48-101 et seq. of Title 11 of the Oklahoma Statutes shall be exempt from  
21 taxable income.

1           10. In taxable years beginning after December 31, 1984, Social Security benefits  
2 received by an individual shall be exempt from taxable income, to the extent such  
3 benefits are included in the federal adjusted gross income pursuant to the provisions of  
4 Section 86 of the Internal Revenue Code, 26 U.S.C., Section 86.

5           11. For taxable years beginning after December 31, 1994, lump-sum distributions  
6 from employer plans of deferred compensation, which are not qualified plans within the  
7 meaning of Section 401(a) of the Internal Revenue Code, 26 U.S.C., Section 401(a), and  
8 which are deposited in and accounted for within a separate bank account or brokerage  
9 account in a financial institution within this state, shall be excluded from taxable income  
10 in the same manner as a qualifying rollover contribution to an individual retirement  
11 account within the meaning of Section 408 of the Internal Revenue Code, 26 U.S.C.,  
12 Section 408. Amounts withdrawn from such bank or brokerage account, including any  
13 earnings thereon, shall be included in taxable income when withdrawn in the same  
14 manner as withdrawals from individual retirement accounts within the meaning of  
15 Section 408 of the Internal Revenue Code.

16           12. In taxable years beginning after December 31, 1995, contributions made to and  
17 interest received from a medical savings account established pursuant to Sections 2621  
18 through 2623 of Title 63 of the Oklahoma Statutes shall be exempt from taxable income.

19           13. For taxable years beginning after December 31, 1996, the Oklahoma adjusted  
20 gross income of any individual taxpayer who is a swine or poultry producer may be  
21 further adjusted for the deduction for depreciation allowed for new construction or  
22 expansion costs which may be computed using the same depreciation method elected for

1 federal income tax purposes except that the useful life shall be seven (7) years for  
2 purposes of this paragraph. If depreciation is allowed as a deduction in determining the  
3 adjusted gross income of an individual, any depreciation calculated and claimed  
4 pursuant to this section shall in no event be a duplication of any depreciation allowed or  
5 permitted on the federal income tax return of the individual.

6 14. a. In taxable years beginning after December 31, 2002, nonrecurring  
7 adoption expenses paid by a resident individual taxpayer in connection  
8 with:

- 9 (1) the adoption of a minor, or  
10 (2) a proposed adoption of a minor which did not result in a decreed  
11 adoption,

12 may be deducted from the Oklahoma adjusted gross income.

13 b. The deductions for adoptions and proposed adoptions authorized by  
14 this paragraph shall not exceed Twenty Thousand Dollars (\$20,000.00)  
15 per calendar year.

16 c. The Tax Commission shall promulgate rules to implement the  
17 provisions of this paragraph which shall contain a specific list of  
18 nonrecurring adoption expenses which may be presumed to qualify for  
19 the deduction. The Tax Commission shall prescribe necessary  
20 requirements for verification.

21 d. "Nonrecurring adoption expenses" means adoption fees, court costs,  
22 medical expenses, attorney fees and expenses which are directly

1 related to the legal process of adoption of a child including, but not  
2 limited to, costs relating to the adoption study, health and  
3 psychological examinations, transportation and reasonable costs of  
4 lodging and food for the child or adoptive parents which are incurred to  
5 complete the adoption process and are not reimbursed by other  
6 sources. The term "nonrecurring adoption expenses" shall not include  
7 attorney fees incurred for the purpose of litigating a contested  
8 adoption, from and after the point of the initiation of the contest, costs  
9 associated with physical remodeling, renovation and alteration of the  
10 adoptive parents' home or property, except for a special needs child as  
11 authorized by the court.

12 15. a. In taxable years beginning before January 1, 2005, retirement benefits  
13 not to exceed the amounts specified in this paragraph, which are  
14 received by an individual sixty-five (65) years of age or older and whose  
15 Oklahoma adjusted gross income is Twenty-five Thousand Dollars  
16 (\$25,000.00) or less if the filing status is single, head of household, or  
17 married filing separate, or Fifty Thousand Dollars (\$50,000.00) or less  
18 if the filing status is married filing joint or qualifying widow, shall be  
19 exempt from taxable income. In taxable years beginning after  
20 December 31, 2004, retirement benefits not to exceed the amounts  
21 specified in this paragraph, which are received by an individual whose

1 Oklahoma adjusted gross income is less than the qualifying amount  
2 specified in this paragraph, shall be exempt from taxable income.

3 b. For purposes of this paragraph, the qualifying amount shall be as  
4 follows:

5 (1) in taxable years beginning after December 31, 2004, and prior to  
6 January 1, 2007, the qualifying amount shall be Thirty-seven  
7 Thousand Five Hundred Dollars (\$37,500.00) or less if the filing  
8 status is single, head of household, or married filing separate, or  
9 Seventy-Five Thousand Dollars (\$75,000.00) or less if the filing  
10 status is married filing jointly or qualifying widow,

11 (2) in the taxable year beginning January 1, 2007, the qualifying  
12 amount shall be Fifty Thousand Dollars (\$50,000.00) or less if  
13 the filing status is single, head of household, or married filing  
14 separate, or One Hundred Thousand Dollars (\$100,000.00) or  
15 less if the filing status is married filing jointly or qualifying  
16 widow,

17 (3) in the taxable year beginning January 1, 2008, the qualifying  
18 amount shall be Sixty-two Thousand Five Hundred Dollars  
19 (\$62,500.00) or less if the filing status is single, head of  
20 household, or married filing separate, or One Hundred Twenty-  
21 five Thousand Dollars (\$125,000.00) or less if the filing status is  
22 married filing jointly or qualifying widow,

- 1 (4) in the taxable year beginning January 1, 2009, the qualifying  
2 amount shall be One Hundred Thousand Dollars (\$100,000.00)  
3 or less if the filing status is single, head of household, or married  
4 filing separate, or Two Hundred Thousand Dollars (\$200,000.00)  
5 or less if the filing status is married filing jointly or qualifying  
6 widow, and
- 7 (5) in the taxable year beginning January 1, 2010, and subsequent  
8 taxable years, there shall be no limitation upon the qualifying  
9 amount.
- 10 c. For purposes of this paragraph, "retirement benefits" means the total  
11 distributions or withdrawals from the following:
- 12 (1) an employee pension benefit plan which satisfies the  
13 requirements of Section 401 of the Internal Revenue Code, 26  
14 U.S.C., Section 401,
- 15 (2) an eligible deferred compensation plan that satisfies the  
16 requirements of Section 457 of the Internal Revenue Code, 26  
17 U.S.C., Section 457,
- 18 (3) an individual retirement account, annuity or trust or simplified  
19 employee pension that satisfies the requirements of Section 408  
20 of the Internal Revenue Code, 26 U.S.C., Section 408,

- 1 (4) an employee annuity subject to the provisions of Section 403(a)  
2 or (b) of the Internal Revenue Code, 26 U.S.C., Section 403(a) or  
3 (b),  
4 (5) United States Retirement Bonds which satisfy the requirements  
5 of Section 86 of the Internal Revenue Code, 26 U.S.C., Section  
6 86, or  
7 (6) lump-sum distributions from a retirement plan which satisfies  
8 the requirements of Section 402(e) of the Internal Revenue Code,  
9 26 U.S.C., Section 402(e).
- 10 d. The amount of the exemption provided by this paragraph shall be  
11 limited to Five Thousand Five Hundred Dollars (\$5,500.00) for the  
12 2004 tax year, Seven Thousand Five Hundred Dollars (\$7,500.00) for  
13 the 2005 tax year and Ten Thousand Dollars (\$10,000.00) for the tax  
14 year 2006 and for all subsequent tax years. Any individual who claims  
15 the exemption provided for in paragraph 9 of this subsection shall not  
16 be permitted to claim a combined total exemption pursuant to this  
17 paragraph and paragraph 9 of this subsection in an amount exceeding  
18 Five Thousand Five Hundred Dollars (\$5,500.00) for the 2004 tax year,  
19 Seven Thousand Five Hundred Dollars (\$7,500.00) for the 2005 tax  
20 year and Ten Thousand Dollars (\$10,000.00) for the 2006 tax year and  
21 all subsequent tax years.

1           16. In taxable years beginning after December 31, 1999, for an individual engaged  
2 in production agriculture who has filed a Schedule F form with the taxpayer's federal  
3 income tax return for such taxable year, there shall be excluded from taxable income any  
4 amount which was included as federal taxable income or federal adjusted gross income  
5 and which consists of the discharge of an obligation by a creditor of the taxpayer incurred  
6 to finance the production of agricultural products.

7           17. In taxable years beginning December 31, 2000, an amount equal to one hundred  
8 percent (100%) of the amount of any scholarship or stipend received from participation in  
9 the Oklahoma Police Corps Program, as established in Section 2-140.3 of Title 47 of the  
10 Oklahoma Statutes shall be exempt from taxable income.

11           18.    a.    In taxable years beginning after December 31, 2001, and before  
12                            January 1, 2005, there shall be allowed a deduction in the amount of  
13                            contributions to accounts established pursuant to the Oklahoma  
14                            College Savings Plan Act. The deduction shall equal the amount of  
15                            contributions to accounts, but in no event shall the deduction for each  
16                            contributor exceed Two Thousand Five Hundred Dollars (\$2,500.00)  
17                            each taxable year for each account.

18                    b.    In taxable years beginning after December 31, 2004, each taxpayer  
19                            shall be allowed a deduction for contributions to accounts established  
20                            pursuant to the Oklahoma College Savings Plan Act. The maximum  
21                            annual deduction shall equal the amount of contributions to all such  
22                            accounts plus any contributions to such accounts by the taxpayer for

1 prior taxable years after December 31, 2004, which were not deducted,  
2 but in no event shall the deduction for each tax year exceed Ten  
3 Thousand Dollars (\$10,000.00) for each individual taxpayer or Twenty  
4 Thousand Dollars (\$20,000.00) for taxpayers filing a joint return. Any  
5 amount of a contribution that is not deducted by the taxpayer in the  
6 year for which the contribution is made may be carried forward as a  
7 deduction from income for the succeeding five (5) years. For taxable  
8 years beginning after December 31, 2005, deductions may be taken for  
9 contributions and rollovers made during a taxable year and up to April  
10 15 of the succeeding year, or the due date of a taxpayer's state income  
11 tax return, excluding extensions, whichever is later. Provided, a  
12 deduction for the same contribution may not be taken for two (2)  
13 different taxable years.

14 c. In taxable years beginning after December 31, 2006, deductions for  
15 contributions made pursuant to subparagraph b of this paragraph  
16 shall be limited as follows:

17 (1) for a taxpayer who qualified for the five-year carryforward  
18 election and who takes a rollover or nonqualified withdrawal  
19 during that period, the tax deduction otherwise available  
20 pursuant to subparagraph b of this paragraph shall be reduced  
21 by the amount which is equal to the rollover or nonqualified  
22 withdrawal, and

- 1 (2) for a taxpayer who elects to take a rollover or nonqualified  
2 withdrawal within the same tax year in which a contribution  
3 was made to the taxpayer's account, the tax deduction otherwise  
4 available pursuant to subparagraph b of this paragraph shall be  
5 reduced by the amount of the contribution which is equal to the  
6 rollover or nonqualified withdrawal.
- 7 d. If a taxpayer elects to take a rollover on a contribution for which a  
8 deduction has been taken pursuant to subparagraph b of this  
9 paragraph within one year of the date of contribution, the amount of  
10 such rollover shall be included in the adjusted gross income of the  
11 taxpayer in the taxable year of the rollover.
- 12 e. If a taxpayer makes a nonqualified withdrawal of contributions for  
13 which a deduction was taken pursuant to subparagraph b of this  
14 paragraph, such nonqualified withdrawal and any earnings thereon  
15 shall be included in the adjusted gross income of the taxpayer in the  
16 taxable year of the nonqualified withdrawal.
- 17 f. As used in this paragraph:
- 18 (1) "non-qualified withdrawal" means a withdrawal from an  
19 Oklahoma College Savings Plan account other than one of the  
20 following:  
21 (a) a qualified withdrawal,

- 1 (b) a withdrawal made as a result of the death or disability of  
2 the designated beneficiary of an account,
- 3 (c) a withdrawal that is made on the account of a scholarship  
4 or the allowance or payment described in Section  
5 135(d)(1)(B) or (C) or by the Internal Revenue Code,  
6 received by the designated beneficiary to the extent the  
7 amount of the refund does not exceed the amount of the  
8 scholarship, allowance, or payment, or
- 9 (d) a rollover or change of designated beneficiary as  
10 permitted by subsection F of Section 3970.7 of Title 70 of  
11 Oklahoma Statutes, and
- 12 (2) “rollover” means the transfer of funds from the Oklahoma  
13 College Savings Plan to any other plan under Section 529 of the  
14 Internal Revenue Code.

15 19. For taxable years beginning after December 31, 2005, retirement benefits  
16 received by an individual from any component of the Armed Forces of the United States  
17 in an amount not to exceed the greater of seventy-five percent (75%) of such benefits or  
18 Ten Thousand Dollars (\$10,000.00) shall be exempt from taxable income but in no case  
19 less than the amount of the exemption provided by paragraph 15 of this subsection.

20 20. For taxable years beginning after December 31, 2006, retirement benefits  
21 received by federal civil service retirees, including survivor annuities, paid in lieu of  
22 Social Security benefits shall be exempt from taxable income to the extent such benefits

1 are included in the federal adjusted gross income pursuant to the provisions of Section 86  
2 of the Internal Revenue Code, 26 U.S.C., Section 86, according to the following schedule:

- 3 a. in the taxable year beginning January 1, 2007, twenty percent (20%) of  
4 such benefits shall be exempt,
- 5 b. in the taxable year beginning January 1, 2008, forty percent (40%) of  
6 such benefits shall be exempt,
- 7 c. in the taxable year beginning January 1, 2009, sixty percent (60%) of  
8 such benefits shall be exempt,
- 9 d. in the taxable year beginning January 1, 2010, eighty percent (80%) of  
10 such benefits shall be exempt, and
- 11 e. in the taxable year beginning January 1, 2011, and subsequent taxable  
12 years, one hundred percent (100%) of such benefits shall be exempt.

- 13 21. a. For taxable years beginning after December 31, 2007, a resident  
14 individual may deduct up to Ten Thousand Dollars (\$10,000.00) from  
15 Oklahoma adjusted gross income if the individual, or the dependent of  
16 the individual, while living, donates one or more human organs of the  
17 individual to another human being for human organ transplantation.  
18 As used in this paragraph, "human organ" means all or part of a liver,  
19 pancreas, kidney, intestine, lung, or bone marrow. A deduction that is  
20 claimed under this paragraph may be claimed in the taxable year in  
21 which the human organ transplantation occurs.

- 1           b.     An individual may claim this deduction only once, and the deduction  
2                     may be claimed only for unreimbursed expenses that are incurred by  
3                     the individual and related to the organ donation of the individual.
- 4           c.     The Oklahoma Tax Commission shall promulgate rules to implement  
5                     the provisions of this paragraph which shall contain a specific list of  
6                     expenses which may be presumed to qualify for the deduction. The  
7                     Tax Commission shall prescribe necessary requirements for  
8                     verification.

9           22. For taxable years beginning after December 31, 2008, there shall be exempt  
10           from taxable income any amount received by the beneficiary of the death benefit for an  
11           emergency medical technician provided by Section 1-2505.1 of Title 63 of the Oklahoma  
12           Statutes.

13           23. For taxable years beginning after December 31, 2008, taxable income shall be  
14           increased by any unemployment compensation exempted under Section 85 (c) of the  
15           Internal Revenue Code, 26 U.S.C., Section 85(c)(2009).

16           24. For taxable years beginning after December 31, 2008, there shall be exempt  
17           from taxable income any payment in an amount less than Six Hundred Dollars (\$600.00)  
18           received by a person as an award for participation in a competitive livestock show event.  
19           For purposes of this paragraph, the payment shall be treated as a scholarship amount  
20           paid by the entity sponsoring the event and the sponsoring entity shall cause the  
21           payment to be categorized as a scholarship in its books and records.

1 F. 1. For taxable years beginning after December 31, 2004, a deduction from the  
2 Oklahoma adjusted gross income of any individual taxpayer shall be allowed for  
3 qualifying gains receiving capital treatment that are included in the federal adjusted  
4 gross income of such individual taxpayer during the taxable year.

5 2. As used in this subsection:

6 a. "qualifying gains receiving capital treatment" means the amount of net  
7 capital gains, as defined in Section 1222(11) of the Internal Revenue  
8 Code, included in an individual taxpayer's federal income tax return  
9 that result from:

10 (1) the sale of real property or tangible personal property located  
11 within Oklahoma that has been directly or indirectly owned by  
12 the individual taxpayer for a holding period of at least five (5)  
13 years prior to the date of the transaction from which such net  
14 capital gains arise,

15 (2) the sale of stock or the sale of a direct or indirect ownership  
16 interest in an Oklahoma company, limited liability company, or  
17 partnership where such stock or ownership interest has been  
18 directly or indirectly owned by the individual taxpayer for a  
19 holding period of at least two (2) years prior to the date of the  
20 transaction from which the net capital gains arise, or

21 (3) the sale of real property, tangible personal property or  
22 intangible personal property located within Oklahoma as part of

1 the sale of all or substantially all of the assets of an Oklahoma  
2 company, limited liability company, or partnership or an  
3 Oklahoma proprietorship business enterprise where such  
4 property has been directly or indirectly owned by such entity or  
5 business enterprise or owned by the owners of such entity or  
6 business enterprise for a period of at least two (2) years prior to  
7 the date of the transaction from which the net capital gains  
8 arise,

9 b. "holding period" means an uninterrupted period of time. The holding  
10 period shall include any additional period when the property was held  
11 by another individual or entity, if such additional period is included in  
12 the taxpayer's holding period for the asset pursuant to the Internal  
13 Revenue Code,

14 c. "Oklahoma company," "limited liability company," or "partnership"  
15 means an entity whose primary headquarters have been located in  
16 Oklahoma for at least three (3) uninterrupted years prior to the date of  
17 the transaction from which the net capital gains arise,

18 d. "direct" means the individual taxpayer directly owns the asset,

19 e. "indirect" means the individual taxpayer owns an interest in a pass-  
20 through entity (or chain of pass-through entities) that sells the asset  
21 that gives rise to the qualifying gains receiving capital treatment.

- 1 (1) With respect to sales of real property or tangible personal  
2 property located within Oklahoma, the deduction described in  
3 this subsection shall not apply unless the pass-through entity  
4 that makes the sale has held the property for not less than five  
5 (5) uninterrupted years prior to the date of the transaction that  
6 created the capital gain, and each pass-through entity included  
7 in the chain of ownership has been a member, partner, or  
8 shareholder of the pass-through entity in the tier immediately  
9 below it for an uninterrupted period of not less than five (5)  
10 years.
- 11 (2) With respect to sales of stock or ownership interest in or sales of  
12 all or substantially all of the assets of an Oklahoma company,  
13 limited liability company, partnership or Oklahoma  
14 proprietorship business enterprise, the deduction described in  
15 this subsection shall not apply unless the pass-through entity  
16 that makes the sale has held the stock or ownership interest for  
17 not less than two (2) uninterrupted years prior to the date of the  
18 transaction that created the capital gain, and each pass-through  
19 entity included in the chain of ownership has been a member,  
20 partner or shareholder of the pass-through entity in the tier  
21 immediately below it for an uninterrupted period of not less  
22 than two (2) years. For purposes of this division, uninterrupted

1 ownership prior to the effective date of this act shall be included  
2 in the determination of the required holding period prescribed  
3 by this division, and

4 f. "Oklahoma proprietorship business enterprise" means a business  
5 enterprise whose income and expenses have been reported on Schedule  
6 C or F of an individual taxpayer's federal income tax return, or any  
7 similar successor schedule published by the Internal Revenue Service  
8 and whose primary headquarters have been located in Oklahoma for at  
9 least three (3) uninterrupted years prior to the date of the transaction  
10 from which the net capital gains arise.

11 G. 1. For purposes of computing its Oklahoma taxable income under this section,  
12 the dividends-paid deduction otherwise allowed by federal law in computing net income  
13 of a real estate investment trust that is subject to federal income tax shall be added back  
14 in computing the tax imposed by this state under this title if the real estate investment  
15 trust is a captive real estate investment trust.

16 2. For purposes of computing its Oklahoma taxable income under this section, a  
17 taxpayer shall add back otherwise deductible rents and interest expenses paid to a  
18 captive real estate investment trust that is not subject to the provisions of paragraph 1 of  
19 this subsection. As used in this subsection:

20 a. the term "real estate investment trust" or "REIT" means the meaning  
21 ascribed to such term in Section 856 of the Internal Revenue Code of  
22 1986, as amended,

- 1           b.     the term “captive real estate investment trust” means a real estate  
2                     investment trust, the shares or beneficial interests of which are not  
3                     regularly traded on an established securities market and more than  
4                     fifty percent (50%) of the voting power or value of the beneficial  
5                     interests or shares of which are owned or controlled, directly or  
6                     indirectly, or constructively, by a single entity that is:
- 7                     (1)     treated as an association taxable as a corporation under the  
8                                 Internal Revenue Code of 1986, as amended, and  
9                     (2)     not exempt from federal income tax pursuant to the provisions of  
10                                 Section 501(a) of the Internal Revenue Code of 1986, as  
11                                 amended.

12                     The term shall not include a real estate investment trust that is  
13                     intended to be regularly traded on an established securities market,  
14                     and that satisfies the requirements of Section 856(a)(5) and (6) of the  
15                     U.S. Internal Revenue Code by reason of Section 856(h)(2) of the  
16                     Internal Revenue Code,

- 17           c.     the term “association taxable as a corporation” shall not include the  
18                     following entities:
- 19                     (1)     any real estate investment trust as defined in paragraph a of  
20                                 this subsection other than a “captive real estate investment  
21                                 trust”, or

- 1                   (2)     any qualified real estate investment trust subsidiary under  
2                                    Section 856(i) of the Internal Revenue Code of 1986, as  
3                                    amended, other than a qualified REIT subsidiary of a “captive  
4                                    real estate investment trust”, or
- 5                   (3)     any Listed Australian Property Trust (meaning an Australian  
6                                    unit trust registered as a “Managed Investment Scheme” under  
7                                    the Australian Corporations Act in which the principal class of  
8                                    units is listed on a recognized stock exchange in Australia and is  
9                                    regularly traded on an established securities market), or an  
10                                  entity organized as a trust, provided that a Listed Australian  
11                                  Property Trust owns or controls, directly or indirectly, seventy-  
12                                  five percent (75%) or more of the voting power or value of the  
13                                  beneficial interests or shares of such trust, or
- 14                   (4)     any Qualified Foreign Entity, meaning a corporation, trust,  
15                                    association or partnership organized outside the laws of the  
16                                    United States and which satisfies the following criteria:
- 17                                  (a)     at least seventy-five percent (75%) of the entity's total  
18    asset value at the close of its taxable year is represented  
19    by real estate assets, as defined in Section 856(c)(5)(B) of  
20    the Internal Revenue Code of 1986, as amended, thereby  
21    including shares or certificates of beneficial interest in

- 1 any real estate investment trust, cash and cash  
2 equivalents, and U.S. Government securities,
- 3 (b) the entity receives a dividend-paid deduction comparable  
4 to Section 561 of the Internal Revenue Code of 1986, as  
5 amended, or is exempt from entity level tax,
- 6 (c) the entity is required to distribute at least eighty-five  
7 percent (85%) of its taxable income, as computed in the  
8 jurisdiction in which it is organized, to the holders of its  
9 shares or certificates of beneficial interest on an annual  
10 basis,
- 11 (d) not more than ten percent (10%) of the voting power or  
12 value in such entity is held directly or indirectly or  
13 constructively by a single entity or individual, or the  
14 shares or beneficial interests of such entity are regularly  
15 traded on an established securities market, and
- 16 (e) the entity is organized in a country which has a tax treaty  
17 with the United States.

18 3. For purposes of this subsection, the constructive ownership rules of Section  
19 318(a) of the Internal Revenue Code of 1986, as amended, as modified by Section  
20 856(d)(5) of the Internal Revenue Code of 1986, as amended, shall apply in determining  
21 the ownership of stock, assets, or net profits of any person.

1           4. A real estate investment trust that does not become regularly traded on an  
2 established securities market within one (1) year of the date on which it first becomes a  
3 real estate investment trust shall be deemed not to have been regularly traded on an  
4 established securities market, retroactive to the date it first became a real estate  
5 investment trust, and shall file an amended return reflecting such retroactive  
6 designation for any tax year or part year occurring during its initial year of status as a  
7 real estate investment trust. For purposes of this subsection, a real estate investment  
8 trust becomes a real estate investment trust on the first day it has both met the  
9 requirements of Section 856 of the Internal Revenue Code and has elected to be treated  
10 as a real estate investment trust pursuant to Section 856(c)(1) of the Internal Revenue  
11 Code.

12           SECTION 67.   REPEALER   68 O.S. 2001, Section 2358, as last amended by  
13 Section 10, Chapter 426, O.S.L. 2009 (68 O.S. Supp. 2009, Section 2358), is hereby  
14 repealed.

15           SECTION 68.   AMENDATORY   68 O.S. 2001, Section 2902, as last amended by  
16 Section 13, Chapter 426, O.S.L. 2009 (68 O.S. Supp. 2009, Section 2902), is amended to  
17 read as follows:

18           Section 2902. A. Except as otherwise provided by subsection H of Section 3658 of  
19 this title pursuant to which the exemption authorized by this section may not be claimed,  
20 a qualifying manufacturing concern, as defined by Section 6B of Article X of the  
21 Oklahoma Constitution, and as further defined herein, shall be exempt from the levy of  
22 any ad valorem taxes upon new, expanded or acquired manufacturing facilities, including

1 facilities engaged in research and development, for a period of five (5) years. The  
2 provisions of Section 6B of Article X of the Oklahoma Constitution requiring an existing  
3 facility to have been unoccupied for a period of twelve (12) months prior to acquisition  
4 shall be construed as a qualification for a facility to initially receive an exemption, and  
5 shall not be deemed to be a qualification for that facility to continue to receive an  
6 exemption in each of the four (4) years following the initial year for which the exemption  
7 was granted. Such facilities are hereby classified for the purposes of taxation as provided  
8 in Section 22 of Article X of the Oklahoma Constitution.

9 B. For purposes of this section, the following definitions shall apply:

- 10 1. "Manufacturing facilities" means facilities engaged in the mechanical or  
11 chemical transformation of materials or substances into new products and shall include:
- 12 a. establishments which have received a manufacturer exemption permit  
13 pursuant to the provisions of Section 1359.2 of this title,
  - 14 b. facilities, including repair and replacement parts, primarily engaged in  
15 aircraft repair, building and rebuilding whether or not on a factory  
16 basis,
  - 17 c. establishments primarily engaged in computer services and data  
18 processing as defined under Industrial Group Numbers 5112 and 5415,  
19 and U.S. Industry Number 334611 and 519130 of the NAICS Manual,  
20 latest revision, and which derive at least fifty percent (50%) of their  
21 annual gross revenues from the sale of a product or service to an out-  
22 of-state buyer or consumer, and as defined under Industrial Group

1 Number 5142 of the NAICS Manual, latest revision, which derive at  
2 least eighty percent (80%) of their annual gross revenues from the sale  
3 of a product or service to an out-of-state buyer or consumer. Eligibility  
4 as a manufacturing facility pursuant to this subparagraph shall be  
5 established, subject to review by the Oklahoma Tax Commission, by  
6 annually filing an affidavit with the Tax Commission stating that the  
7 facility so qualifies and such other information as required by the Tax  
8 Commission. For purposes of determining whether annual gross  
9 revenues are derived from sales to out-of-state buyers, all sales to the  
10 federal government shall be considered to be an out-of-state buyer,  
11 d. for which the investment cost of the construction, acquisition or  
12 expansion of the manufacturing facility is Two Hundred Fifty  
13 Thousand Dollars (\$250,000.00) or more. Provided, "investment cost"  
14 shall not include the cost of direct replacement, refurbish, repair or  
15 maintenance of existing machinery or equipment, and  
16 e. establishments primarily engaged in distribution as defined under  
17 Industry Numbers 49311, 49312, 49313 and 49319 and Industry Sector  
18 Number 42 of the NAICS Manual, latest revision, and which meet the  
19 following qualifications;  
20 (1) construction with an initial capital investment of at least Five  
21 Million Dollars (\$5,000,000.00),

- 1                   (2)    employment of at least one hundred (100) full-time-equivalent  
2   employees, as certified by the Oklahoma Employment Security  
3   Commission,  
4                   (3)    payment of wages or salaries to its employees at a wage which  
5   equals or exceeds one hundred seventy-five percent (175%) of  
6   the federally mandated minimum wage, as certified by the  
7   Oklahoma Employment Security Commission, and  
8                   (4)    commencement of construction on or after November 1, 2007,  
9   with construction to be completed within three (3) years from  
10    the date of the commencement of construction.

11           Eligibility as a manufacturing facility pursuant to this subparagraph shall be  
12 established, subject to review by the Tax Commission, by annually filing an affidavit  
13 with the Tax Commission stating that the facility so qualifies and containing such other  
14 information as required by the Tax Commission.

15           Provided, eating and drinking places, as well as other retail establishments, shall  
16 not qualify as manufacturing facilities for purposes of this section, nor shall centrally  
17 assessed properties.

18           Eligibility as a manufacturing facility pursuant to this subparagraph shall be  
19 established, subject to review by the Tax Commission, by annually filing an application  
20 with the Tax Commission stating that the facility so qualifies and containing such other  
21 information as required by the Tax Commission;

1           2. "Facility" and "facilities" means and includes the land, buildings, structures,  
2 improvements, machinery, fixtures, equipment and other personal property used directly  
3 and exclusively in the manufacturing process; and

4           3. "Research and development" means activities directly related to and conducted  
5 for the purpose of discovering, enhancing, increasing or improving future or existing  
6 products or processes or productivity.

7           C. The following provisions shall apply:

8           1. A manufacturing concern shall be entitled to the exemption herein provided for  
9 each new manufacturing facility constructed, each existing manufacturing facility  
10 acquired and the expansion of existing manufacturing facilities on the same site, as such  
11 terms are defined by Section 6B of Article X of the Oklahoma Constitution and by this  
12 section;

13          2. Except as otherwise provided in paragraph 5 of this subsection, no  
14 manufacturing concern shall receive more than one five-year exemption for any one  
15 manufacturing facility unless the expansion which qualifies the manufacturing facility  
16 for an additional five-year exemption meets the requirements of paragraph 4 of this  
17 subsection and the employment level established for any previous exemption is  
18 maintained;

19          3. Any exemption as to the expansion of an existing manufacturing facility shall be  
20 limited to the increase in ad valorem taxes directly attributable to the expansion;

1           4. Except as provided in paragraphs 5 and 6 of this subsection, all initial  
2 applications for any exemption for a new, acquired or expanded manufacturing facility  
3 shall be granted only if:

- 4           a.       there is a net increase in annualized payroll of at least Two Hundred  
5                   Fifty Thousand Dollars (\$250,000.00) if the facility is located in a  
6                   county with a population of fewer than seventy-five thousand (75,000),  
7                   according to the most recent federal decennial census, while  
8                   maintaining or increasing payroll in subsequent years, or at least One  
9                   Million Dollars (\$1,000,000.00) if the facility is located in a county with  
10                  a population of seventy-five thousand (75,000) or more, according to  
11                  the most recent federal decennial census, while maintaining or  
12                  increasing payroll in subsequent years; provided the payroll  
13                  requirement of this subparagraph shall be waived for claims for  
14                  exemptions, including claims previously denied or on appeal on the  
15                  effective date of this act, for all initial applications for exemption filed  
16                  on or after January 1, 2004, and on or before March 31, 2009, and all  
17                  subsequent annual exemption applications filed related to said initial  
18                  application for exemption, for an applicant, if the facility has been  
19                  located in Oklahoma for at least fifteen (15) years engaged in marine  
20                  engine manufacturing as defined under U.S. Industry Number 333618  
21                  of the NAICS Manual, latest revision, and has maintained an average  
22                  employment of five hundred (500) or more full-time-equivalent

1 employees over a ten-year period. Any applicant that qualifies for the  
2 payroll requirement waiver as outlined in the previous sentence and  
3 subsequently closes its Oklahoma manufacturing plant prior to  
4 January 1, 2012, may be disqualified for exemption and subject to  
5 recapture.

6 The Tax Commission shall verify payroll information through the  
7 Oklahoma Employment Security Commission by using reports from  
8 the Oklahoma Employment Security Commission for the calendar year  
9 immediately preceding the year for which initial application is made  
10 for base-line payroll, which must be maintained or increased for each  
11 subsequent year; provided, a manufacturing facility shall have the  
12 option of excluding from its payroll, for purposes of this section,  
13 payments to sole proprietors, members of a partnership, members of a  
14 limited liability company who own at least ten percent (10%) of the  
15 capital of the limited liability company or stockholder-employees of a  
16 corporation who own at least ten percent (10%) of the stock in the  
17 corporation. A manufacturing facility electing this option shall  
18 indicate such election upon its application for an exemption under this  
19 section. Any manufacturing facility electing this option shall submit  
20 such information as the Tax Commission may require in order to verify  
21 payroll information. Payroll information submitted pursuant to the

1 provisions of this paragraph shall be submitted to the Tax Commission  
2 and shall be subject to the provisions of Section 205 of this title, and  
3 b. the facility offers, or will offer within one hundred eighty (180) days of  
4 the date of employment, a basic health benefits plan to the full-time-  
5 equivalent employees of the facility, which is determined by the  
6 Department of Commerce to consist of the elements specified in  
7 subparagraph b of paragraph 1 of subsection A of Section 3603 of this  
8 title or elements substantially equivalent thereto.

9 For purposes of this section, calculation of the amount of increased payroll shall be  
10 measured from the start of initial construction or expansion to the completion of such  
11 construction or expansion or for three (3) years from the start of initial construction or  
12 expansion, whichever occurs first. The amount of increased payroll shall include payroll  
13 for full-time-equivalent employees in this state who are employed by an entity other than  
14 the facility which has previously or is currently qualified to receive an exemption  
15 pursuant to the provisions of this section and who are leased or otherwise provided to the  
16 facility, if such employment did not exist in this state prior to the start of initial  
17 construction or expansion of the facility. The manufacturing concern shall submit an  
18 affidavit to the Tax Commission, signed by an officer, stating that the construction,  
19 acquisition or expansion of the facility will result in a net increase in the annualized  
20 payroll as required by this paragraph and that full-time-equivalent employees of the  
21 facility are or will be offered a basic health benefits plan as required by this paragraph.  
22 If, after the completion of such construction or expansion or after three (3) years from the

UNDERLINED language denotes Amendments to present Statutes.  
**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.

1 start of initial construction or expansion, whichever occurs first, the construction,  
2 acquisition or expansion has not resulted in a net increase in the amount of annualized  
3 payroll, if required, or any other qualification specified in this paragraph has not been  
4 met, the manufacturing concern shall pay an amount equal to the amount of any  
5 exemption granted, including penalties and interest thereon, to the Tax Commission for  
6 deposit to the Ad Valorem Reimbursement Fund;

7 5. If a facility fails to meet the payroll requirement of subparagraph a of paragraph  
8 4 of this subsection, the payroll requirement shall be waived for claims for exemptions,  
9 including claims previously denied or on appeal on the effective date of this act, for all  
10 initial applications for exemption filed on or after January 1, 2004, and on or before  
11 March 31, 2009, and all subsequent annual exemption applications filed related to such  
12 initial application for exemption, for an applicant, if the facility:

- 13 a. has been located for at least five (5) years as of March 31, 2009, in a  
14 county in Oklahoma with a population of six hundred thousand  
15 (600,000) or more;
- 16 b. is owned by an applicant that has been engaged in manufacturing as  
17 defined under U.S. Industry Numbers 323110, 323111, 323121 and  
18 323122 of the NAICS Manual, latest revision;
- 19 c. is owned by an applicant that maintains a workforce of at least three  
20 hundred (300) employees on the effective date of this act;
- 21 d. is owned by an applicant that has filed multiple applications for  
22 exemption pursuant to this section; and

1 e. is owned by an applicant that operates at least one facility in this state  
2 of at least seven hundred thirty thousand (730,000) square feet on the  
3 effective date of this act.

4 In the event that any applicant obtaining a waiver of the payroll requirement pursuant  
5 to this paragraph ceases to operate all of its facilities in this state on or before a date that  
6 is four years after any initial application for an exemption is filed by such applicant, all  
7 sums of property taxes exempted under this paragraph through a waiver of the payroll  
8 requirement that relate to such application shall become due and payable as if such sums  
9 were assessed in the year in which the applicant ceases to operate all of its facilities in  
10 the state.

11 6. Any new, acquired or expanded automotive final assembly manufacturing  
12 facility which does not meet the requirements of paragraph 4 of this subsection shall be  
13 granted an exemption only if all other requirements of this section are met and only if  
14 the investment cost of the construction, acquisition or expansion of the manufacturing  
15 facility is Three Hundred Million Dollars (\$300,000,000.00) or more and the  
16 manufacturing facility retains an average employment of one thousand seven hundred  
17 fifty (1,750) or more full-time-equivalent employees in the year in which the exemption is  
18 initially granted and in each of the four (4) subsequent years only if an average  
19 employment of one thousand seven hundred fifty (1,750) or more full-time-equivalent  
20 employees is maintained in the subsequent year. Any property installed to replace  
21 property damaged by the tornado or natural disaster that occurred May 8, 2003, may  
22 continue to receive the exemption provided in this paragraph for the full five-year period

1 based on the value of the previously qualifying assets as of January 1, 2003. The  
2 exemption shall continue in effect as long as all other qualifications in this paragraph are  
3 met. If the average employment of one thousand seven hundred fifty (1,750) or more full-  
4 time-equivalent employees is reduced as a result of temporary layoffs because of a  
5 tornado or natural disaster on May 8, 2003, then the average employment requirement  
6 shall be waived for year 2003 of the exemption period. Calculation of the number of  
7 employees shall be made in the same manner as required under Section 2357.4 of this  
8 title for an investment tax credit. As used in this paragraph, "expand" and "expansion"  
9 shall mean and include any increase to the size or scope of a facility as well as any  
10 renovation, restoration, replacement or remodeling of a facility which permits the  
11 manufacturing of a new or redesigned product;

12 7. Any new, acquired, or expanded computer data processing, data preparation, or  
13 information processing services provider classified in Industrial Group Number 7374 of  
14 the SIC Manual, latest revision, and U.S. Industry Number 514210 of the North  
15 American Industrial Classification System (NAICS) Manual, latest revision, may apply  
16 for exemptions under this section for each year in which new, acquired, or expanded  
17 capital improvements to the facility are made if:

18 a. there is a net increase in annualized payroll of the applicant at any  
19 facility or facilities of the applicant in this state of at least Two  
20 Hundred Fifty Thousand Dollars (\$250,000.00), which is attributable  
21 to the capital improvements, or a net increase of Seven Million Dollars  
22 (\$7,000,000.00) or more in capital improvements, while maintaining or

1 increasing payroll at the facility or facilities in this state which are  
2 included in the application, and  
3 b. the facility offers, or will offer within one hundred eighty (180) days of  
4 the date of employment of new employees attributable to the capital  
5 improvements, a basic health benefits plan to the full-time-equivalent  
6 employees of the facility, which is determined by the Department of  
7 Commerce to consist of the elements specified in subparagraph b of  
8 paragraph 1 of subsection A of Section 3603 of this title or elements  
9 substantially equivalent thereto; and

10 8. An entity engaged in electric power generation by means of wind, as described by  
11 the North American Industry Classification System, No. 221119, which does not meet the  
12 requirements of paragraph 4 of this subsection shall be granted an exemption only if all  
13 other requirements of this section are met and only if there is a net increase in  
14 annualized payroll at the facility of at least Two Hundred Fifty Thousand Dollars  
15 (\$250,000.00) or a net increase of Two Million Dollars (\$2,000,000.00) or more in capital  
16 improvements while maintaining or increasing payroll.

17 D. 1. Except as provided in paragraph 2 of this subsection, the five-year period of  
18 exemption from ad valorem taxes for any qualifying manufacturing facility property shall  
19 begin on January 1 following the initial qualifying use of the property in the  
20 manufacturing process.

21 2. The five-year period of exemption from ad valorem taxes for any qualifying  
22 manufacturing facility, as defined in subparagraph c of paragraph 1 of subsection B of

1 this section which is located within a tax incentive district created pursuant to the Local  
2 Development Act by a county having a population of at least five hundred thousand  
3 (500,000), according to the most recent federal decennial census, shall begin on January  
4 1 following the expiration or termination of the ad valorem exemption, abatement, or  
5 other incentive provided through the tax incentive district.

6 E. Any person, firm or corporation claiming the exemption herein provided for shall  
7 file each year for which exemption is claimed, an application therefor with the county  
8 assessor of the county in which the new, expanded or acquired facility is located. The  
9 application shall be on a form or forms prescribed by the Tax Commission, and shall be  
10 filed on or before March 15, except as provided in Section 2902.1 of this title, of each year  
11 in which the facility desires to take the exemption or within thirty (30) days from and  
12 after receipt by such person, firm or corporation of notice of valuation increase,  
13 whichever is later. In a case where completion of the facility or facilities will occur after  
14 January 1 of a given year, a facility may apply to claim the ad valorem tax exemption for  
15 that year. If such facility is found to be qualified for exemption, the ad valorem tax  
16 exemption provided for herein shall be granted for that entire year and shall apply to the  
17 ad valorem valuation as of January 1 of that given year. For applicants which qualify  
18 under the provisions of subparagraph b of paragraph 1 of subsection B of this section, the  
19 application shall include a copy of the affidavit and any other information required to be  
20 filed with the Tax Commission.

21 F. The application shall be examined by the county assessor and approved or  
22 rejected in the same manner as provided by law for approval or rejection of claims for

1 homestead exemptions. The taxpayer shall have the same right of review by and appeal  
2 from the county board of equalization, in the same manner and subject to the same  
3 requirements as provided by law for review and appeals concerning homestead  
4 exemption claims. Approved applications shall be filed by the county assessor with the  
5 Tax Commission no later than June 15, except as provided in Section 2902.1 of this title,  
6 of the year in which the facility desires to take the exemption. Incomplete applications  
7 and applications filed after June 15 will be declared null and void by the Tax  
8 Commission. In the event that a taxpayer qualified to receive an exemption pursuant to  
9 the provisions of this section shall make payment of ad valorem taxes in excess of the  
10 amount due, the county treasurer shall have the authority to credit the taxpayer's real or  
11 personal property tax overpayment against current taxes due. The county treasurer may  
12 establish a schedule of up to five (5) years of credit to resolve the overpayment.

13 G. Nothing herein shall in any manner affect, alter or impair any law relating to  
14 the assessment of property, and all property, real or personal, which may be entitled to  
15 exemption hereunder shall be valued and assessed as is other like property and as  
16 provided by law. The valuation and assessment of property for which an exemption is  
17 granted hereunder shall be performed by the Tax Commission.

18 H. The Tax Commission shall have the authority and duty to prescribe forms and  
19 to promulgate rules as may be necessary to carry out and administer the terms and  
20 provisions of this section.

1 SECTION 69. REPEALER 68 O.S. 2001, Section 2902, as last amended by  
2 Section 2, Chapter 387, O.S.L. 2009 (68 O.S. Supp. 2009, Section 2902), is hereby  
3 repealed.

4 SECTION 70. AMENDATORY 68 O.S. 2001, Section 3603, as last amended by  
5 Section 1, Chapter 369, O.S.L. 2009 (68 O.S. Supp. 2009, Section 3603), is amended to  
6 read as follows:

7 Section 3603. A. As used in Section 3601 et seq. of this title:

8 1. a. "Basic industry" means:

9 (1) those manufacturing activities defined or classified in the  
10 NAICS Manual under Industry Sector Nos. 31, 32 and 33,  
11 Industry Group No. 5111 or Industry No. 11331,

12 (2) those electric power generation, transmission and distribution  
13 activities defined or classified in the NAICS Manual under U.S.  
14 Industry Nos. 221111 through 221122, if:

15 (a) an establishment engaged therein qualifies as an exempt  
16 wholesale generator as defined by 15 U.S.C., Section 79z-  
17 5a,

18 (b) the exempt wholesale generator facility consumes from  
19 sources located within the state at least ninety percent  
20 (90%) of the total energy used to produce the electrical  
21 output which qualifies for the specialized treatment  
22 provided by the Energy Policy Act of 1992, P.L. 102-486,

1 106 Stat. 2776, as amended, and federal regulations  
2 adopted pursuant thereto,  
3 (c) the exempt wholesale generator facility sells to  
4 purchasers located outside the state for consumption in  
5 activities located outside the state at least ninety percent  
6 (90%) of the total electrical energy output which qualifies  
7 for the specialized treatment provided by the Energy  
8 Policy Act of 1992, P.L. 102-486, 106 Stat. 2776, as  
9 amended, and federal regulations adopted pursuant  
10 thereto, and  
11 (d) the facility is constructed on or after July 1, 1996,  
12 (3) those administrative and facilities support service activities  
13 defined or classified in the NAICS Manual under Industry  
14 Group Nos. 5611 and 5612, Industry Nos. 51821, 519130, 52232,  
15 56142 and 54191 or U.S. Industry Nos. 524291 and 551114, ~~and~~  
16 those other support activities for air transportation defined or  
17 classified in the NAICS Manual under Industry Group No.  
18 488190, and those support, repair, and maintenance service  
19 activities for the wind industry defined or classified in the  
20 NAICS Manual under Industry Group No. 811310,

- 1 (4) those professional, scientific and technical service activities  
2 defined or classified in the NAICS Manual under U.S. Industry  
3 Nos. 541710 and 541380,
- 4 (5) distribution centers for retail or wholesale businesses defined or  
5 classified in the NAICS Manual under Sector No. 42, if forty  
6 percent (40%) or more of the inventory processed through such  
7 warehouse is shipped out-of-state,
- 8 (6) those adjustment and collection service activities defined or  
9 classified in the NAICS Manual under U.S. Industry No.  
10 561440, if seventy-five percent (75%) of the loans to be serviced  
11 were made by out-of-state debtors,
- 12 (7) (a) those air transportation activities defined or classified in  
13 the NAICS Manual under Industry Group No. 4811, if the  
14 following facilities are located in this state:
- 15 (i) the corporate headquarters of an establishment  
16 classified therein, and
- 17 (ii) a facility or facilities at which reservations for  
18 transportation provided by such an establishment  
19 are processed, whether such services are performed  
20 by employees of the establishment, by employees of  
21 a subsidiary of or other entity affiliated with the  
22 establishment or by employees of an entity with

1 whom the establishment has contracted for the  
2 performance of such services; provided, this  
3 provision shall not disqualify an establishment  
4 which uses an out-of-state entity or employees for  
5 some reservations services, or

6 (b) those air transportation activities defined or classified in  
7 the NAICS Manual under Industry Group No. 4811, if an  
8 establishment classified therein has or will have within  
9 one (1) year sales of at least seventy-five percent (75%) of  
10 its total sales, as determined by the Incentive Approval  
11 Committee pursuant to the provisions of subsection B of  
12 this section, to out-of-state customers or buyers, to in-  
13 state customers or buyers if the product or service is  
14 resold by the purchaser to an out-of-state customer or  
15 buyer for ultimate use, or to the federal government,

16 (8) flight training services activities defined or classified in the  
17 NAICS Manual under U.S. Industry Group No. 611512, which  
18 for purposes of Section 3601 et seq. of this title shall include new  
19 direct jobs for which gross payroll existed on or after January 1,  
20 2003, as identified in the NAICS Manual,

21 (9) the following, if an establishment classified therein has or will  
22 have within one (1) year sales of at least seventy-five percent

1 (75%) of its total sales, as determined by the Incentive Approval  
2 Committee pursuant to the provisions of subsection B of this  
3 section, to out-of-state customers or buyers, to in-state  
4 customers or buyers if the product or service is resold by the  
5 purchaser to an out-of-state customer or buyer for ultimate use,  
6 or to the federal government:

7 (a) those transportation and warehousing activities defined  
8 or classified in the NAICS Manual under Industry  
9 Subsector No. 493, if not otherwise listed in this  
10 paragraph, Industry Subsector No. 484 and Industry  
11 Group Nos. 4884 through 4889,

12 (b) those passenger transportation activities defined or  
13 classified in the NAICS Manual under Industry Nos.  
14 561510, 561520 and 561599,

15 (c) those freight or cargo transportation activities defined or  
16 classified in the NAICS Manual under Industry No.  
17 541614,

18 (d) those insurance activities defined or classified in the  
19 NAICS Manual under Industry Group No. 5241,

20 (e) those mailing, reproduction, commercial art and  
21 photography and stenographic service activities defined or

- 1 classified in the NAICS Manual under U.S. Industry Nos.  
2 541430, 541860, 541922, 561439 and 561492,
- 3 (f) those services to dwellings and other buildings, as defined  
4 or classified in the NAICS Manual under Industry Group  
5 No. 5617, excluding U.S. Industry No. 561730,
- 6 (g) those equipment rental and leasing activities defined or  
7 classified in the NAICS Manual under Industry Group  
8 Nos. 5323 and 5324,
- 9 (h) those employment services defined or classified in the  
10 NAICS Manual under Industry Group No. 5613,
- 11 (i) those information technology and other computer-related  
12 service activities defined or classified in the NAICS  
13 Manual under Industry Group Nos. 5112, 5182, 5191 and  
14 5415,
- 15 (j) those business support service activities defined or  
16 classified in the NAICS Manual under U.S. Industry Nos.  
17 561410 through 561439, Industry Group No. 5616 and  
18 Industry No. 51911,
- 19 (k) those medical and diagnostic laboratory activities defined  
20 or classified in the NAICS Manual under Industry Group  
21 No. 6215,

- 1 (l) those professional, scientific and technical service  
2 activities defined or classified in the NAICS Manual  
3 under Industry Group Nos. 5412, 5414, 5415, 5416 and  
4 5417, Industry Nos. 54131, 54133, 54136, 54137 and  
5 54182, and U.S. Industry No. 541990, if not otherwise  
6 listed in this paragraph,
- 7 (m) those communication service activities defined or  
8 classified in the NAICS Manual under Industry Nos.  
9 51741 and 51791,
- 10 (n) those refuse systems activities defined or classified in the  
11 NAICS Manual under Industry Group No. 5622, provided  
12 that the establishment is primarily engaged in the  
13 capture and distribution of methane gas produced within  
14 a landfill,
- 15 (o) general wholesale distribution of groceries, defined or  
16 classified in the NAICS Manual under Industry Group  
17 Nos. 4244 and 4245,
- 18 (p) those activities relating to processing of insurance claims,  
19 defined or classified in the NAICS Manual under U.S.  
20 Industry Nos. 524210 and 524292; provided, activities  
21 described in U.S. Industry Nos. 524210 and 524292 in the

1 NAICS Manual other than processing of insurance claims  
2 shall not be included for purposes of this subdivision,  
3 (q) those agricultural activities classified in the NAICS  
4 Manual under U.S. Industry Nos. 112120 and 112310,  
5 and  
6 (r) those professional organization activities classified in the  
7 NAICS Manual under U.S. Industry No. 813920;  
8 (10) those activities related to extraction of crude petroleum and  
9 natural gas defined or classified in the NAICS Manual under  
10 Industry Group No. 2111, subject to the limitations provided in  
11 paragraph 3 of this subsection and paragraph 3 of subsection B  
12 of this section,  
13 (11) those activities performed by the federal civilian workforce at a  
14 facility of the Federal Aviation Administration located in this  
15 state if the Director of the Department of Commerce determines  
16 or is notified that the federal government is soliciting proposals  
17 or otherwise inviting states to compete for additional federal  
18 civilian employment or expansion of federal civilian employment  
19 at such facilities,  
20 (12) those activities defined or classified in the NAICS Manual under  
21 U.S. Industry No. 711211 (2007 version), or

1 (13) those real estate or brokerage activities classified in the NAICS  
2 Manual under U.S. Industry No. 53120 for which at least  
3 seventy-five percent (75%) of the establishment's revenues are  
4 attributed to out-of-state sales and at least seventy-five percent  
5 (75%) of the real estate transactions generating those revenues  
6 are attributed to real property located outside the State of  
7 Oklahoma.

8 b. An establishment described in subparagraph a of this paragraph shall  
9 not be considered to be engaged in a basic industry unless it offers, or  
10 will offer within one hundred eighty (180) days of employment, a basic  
11 health benefits plan to the individuals it employs in new direct jobs in  
12 this state which is determined by the Oklahoma Department of  
13 Commerce to consist of the following elements or elements  
14 substantially equivalent thereto:

- 15 (1) not more than fifty percent (50%) of the premium shall be paid  
16 by the employee,  
17 (2) coverage for basic hospital care,  
18 (3) coverage for physician care,  
19 (4) coverage for mental health care,  
20 (5) coverage for substance abuse treatment,  
21 (6) coverage for prescription drugs, and  
22 (7) coverage for prenatal care;

1           2. “Change in control event” means the transfer to one or more unrelated  
2 establishments or unrelated persons, of either:

- 3           a.       beneficial ownership of more than fifty percent (50%) in value and  
4                   more than fifty percent (50%) in voting power of the outstanding equity  
5                   securities of the transferred establishment, or  
6           b.       more than fifty percent (50%) in value of the assets of an  
7                   establishment.

8           A transferor shall be treated as related to a transferee if more than fifty percent  
9 (50%) of the voting interests of the transferor and transferee are owned, directly or  
10 indirectly, by the other or are owned, directly or indirectly, by the same person or  
11 persons, unless such transferred establishment has an outstanding class of equity  
12 securities registered under Sections 12(b) or 15(d) of the Securities Exchange Act of 1934,  
13 as amended, in which event the transferor and transferee will be treated as unrelated;  
14 provided, an establishment applying for the Oklahoma Quality Jobs Program Act as a  
15 result of a change of control event is required to apply within one hundred eighty (180)  
16 days of the change in control event to qualify for consideration. An establishment  
17 entering the Oklahoma Quality Jobs Program Act as the result of a change of control  
18 event shall be required to maintain a level of new direct jobs as agreed to in its contract  
19 with the Department of Commerce and to pay new direct jobs an average annualized  
20 wage which equals or exceeds one hundred twenty-five percent (125%) of the average  
21 county wage as that percentage is determined by the Oklahoma State Data Center based  
22 upon the most recent U.S. Department of Commerce data for the county in which the

1 new jobs are located. For purposes of this paragraph, healthcare premiums paid by the  
2 applicant for individuals in new direct jobs shall not be included in the annualized wage.  
3 Such establishment entering the Quality Jobs Program Act as the result of a change of  
4 control event shall be required to retain the contracted average annualized wage and  
5 maintain the contracted maintenance level of new direct jobs numbers as certified by the  
6 Oklahoma Tax Commission. If the required average annualized wage or the required  
7 new direct jobs numbers do not equal or exceed such contracted level during any quarter,  
8 the quarterly incentive payments shall not be made and shall not be resumed until such  
9 time as such requirements are met. An establishment described in this paragraph shall  
10 be required to repay all incentive payments received under the Quality Jobs Program Act  
11 if the establishment is determined by the Oklahoma Tax Commission to no longer have  
12 business operations in the state within three (3) years from the beginning of the calendar  
13 quarter for which the first incentive payment claim is filed.

14 3. "New direct job":

15 a. means full-time-equivalent employment in this state in an  
16 establishment which has qualified to receive an incentive payment  
17 pursuant to the provisions of Section 3601 et seq. of this title which  
18 employment did not exist in this state prior to the date of approval by  
19 the Department of the application of the establishment pursuant to the  
20 provisions of Section 3604 of this title and with respect to an  
21 establishment qualifying for incentive payments pursuant to division  
22 (12) of subparagraph a of paragraph 1 of this subsection shall not

1 include compensation paid to an employee or independent contractor  
2 for an athletic contest conducted in the state if the compensation is  
3 paid by an entity that does not have its principal place of business in  
4 the state or that does not own real or personal property having a  
5 market value of at least One Million Dollars (\$1,000,000.00) located in  
6 the state, and the employees or independent contractors of such entity  
7 are compensated to compete against the employees or independent  
8 contractors of an establishment that qualifies for incentive payments  
9 pursuant to division (12) of subparagraph a of paragraph 1 of this  
10 subsection and which is organized under Oklahoma law or that is  
11 lawfully registered to do business in the state and which does have its  
12 principal place of business located in the state and owns real or  
13 personal property having a market value of at least One Million  
14 Dollars (\$1,000,000.00) located in the state; provided, that if an  
15 application of an establishment is approved by the Department of  
16 Commerce after a change in control event and the Director of the  
17 Department of Commerce determines that the jobs located at such  
18 establishment are likely to leave the state, “new direct job” shall  
19 include employment that existed in this state prior to the date of  
20 application which is retained in this state by the new establishment  
21 following a change in control event, if such job otherwise qualifies as a  
22 new direct job, and

1           b.     shall include full-time-equivalent employment in this state of  
2                   employees who are employed by an employment agency or similar  
3                   entity other than the establishment which has qualified to receive an  
4                   incentive payment and who are leased or otherwise provided under  
5                   contract to the qualified establishment, if such job did not exist in this  
6                   state prior to the date of approval by the Department of the application  
7                   of the establishment or the job otherwise qualifies as a new direct job  
8                   following a change in control event. A job shall be deemed to exist in  
9                   this state prior to approval of an application if the activities and  
10                  functions for which the particular job exists have been ongoing at any  
11                  time within six (6) months prior to such approval. With respect to  
12                  establishments defined in division (10) of subparagraph a of paragraph  
13                  1 of this subsection, new direct jobs shall be limited to those jobs  
14                  directly comprising the corporate headquarters of or directly relating  
15                  to administrative, financial, engineering, surveying, geological or  
16                  geophysical services performed by the establishment. Under no  
17                  circumstances shall employment relating to drilling or field services be  
18                  considered new direct jobs;

19           4. “Estimated direct state benefits” means the tax revenues projected by the  
20   Department to accrue to the state as a result of new direct jobs;

1           5. “Estimated direct state costs” means the costs projected by the Department to  
2 accrue to the state as a result of new direct jobs. Such costs shall include, but not be  
3 limited to:

- 4           a.     the costs of education of new state resident children,
- 5           b.     the costs of public health, public safety and transportation services to  
6                 be provided to new state residents,
- 7           c.     the costs of other state services to be provided to new state residents,  
8                 and
- 9           d.     the costs of other state services;

10          6. “Estimated net direct state benefits” means the estimated direct state benefits  
11 less the estimated direct state costs;

12          7. “Net benefit rate” means the estimated net direct state benefits computed as a  
13 percentage of gross payroll; provided:

- 14           a.     except as otherwise provided in this paragraph, the net benefit rate  
15                 may be variable and shall not exceed five percent (5%),
- 16           b.     the net benefit rate shall not exceed six percent (6%) in connection  
17                 with an establishment which is owned and operated by an entity which  
18                 has been awarded a United States Department of Defense contract for  
19                 which:
  - 20                 (1)    bids were solicited and accepted by the United States  
21                         Department of Defense from facilities located outside this state,

- 1 (2) the term is or is renewable for not less than twenty (20) years,  
2 and  
3 (3) the average annual salary, excluding benefits which are not  
4 subject to Oklahoma income taxes, for new direct jobs created as  
5 a direct result of the awarding of the contract is projected by the  
6 Department of Commerce to equal or exceed Forty Thousand  
7 Dollars (\$40,000.00) within three (3) years of the date of the first  
8 incentive payment,
- 9 c. except as otherwise provided in subparagraph d of this paragraph, in  
10 no event shall incentive payments, cumulatively, exceed the estimated  
11 net direct state benefits,
- 12 d. the net benefit rate shall be five percent (5%) for an establishment  
13 locating:
- 14 (1) in an opportunity zone located in a high-employment county, as  
15 such terms are defined in subsection G of Section 3604 of this  
16 title, or  
17 (2) in a county in which:  
18 (a) the per capita personal income, as determined by the  
19 Department, is eighty-five percent (85%) or less of the  
20 statewide average per capita personal income,

- 1 (b) the population has decreased over the previous ten (10)  
2 years, as determined by the State Data Center based on  
3 the most recent U.S. Department of Commerce data, or  
4 (c) the unemployment rate exceeds the lesser of five percent  
5 (5%) or two percentage points above the state average  
6 unemployment rate as certified by the Oklahoma  
7 Employment Security Commission,
- 8 e. the net benefit rate shall not exceed six percent (6%) in connection  
9 with an establishment which:
- 10 (1) is, as of the date of application, receiving incentive payments  
11 pursuant to the Oklahoma Quality Jobs Program Act and has  
12 been receiving such payments for at least one (1) year prior to  
13 the date of application, and  
14 (2) expands its operations in this state by creating additional new  
15 direct jobs which pay average annualized wages which equal or  
16 exceed one hundred fifty percent (150%) of the average  
17 annualized wages of new direct jobs on which incentive  
18 payments were received during the preceding calendar year, and
- 19 f. with respect to an establishment defined or classified in the NAICS  
20 Manual under U.S. Industry No. 711211 (2007 version) or any  
21 establishment defined or classified in the NAICS Manual as a U.S.  
22 Industry Number which is not included within the definition of "basic

1 industry" as such term is defined in this section on April 17, 2008, the  
2 net benefit rate shall not exceed the highest rate of income tax  
3 imposed upon the Oklahoma taxable income of individuals pursuant to  
4 subparagraph (g) or subparagraph (h), as applicable, of paragraph 1  
5 and paragraph 2 of subsection B of Section 2355 of this title. Any  
6 change in such highest rate of individual income tax imposed  
7 pursuant to the provisions of Section 2355 of this title shall be  
8 applicable to the computation of incentive payments to an  
9 establishment as described by this subparagraph and shall be effective  
10 for purposes of incentive payments based on payroll paid by such  
11 establishment on or after January 1 of any applicable year for which  
12 the net benefit rate is modified as required by this subparagraph.

13 Incentive payments made pursuant to the provisions of this subparagraph shall be  
14 based upon payroll associated with such new direct jobs. For purposes of this  
15 subparagraph, the amount of health insurance premiums or other benefits paid by the  
16 establishment shall not be included for purposes of computation of the average  
17 annualized wage;

18 8. "Gross payroll" means wages, as defined in Section 2385.1 of this title for new  
19 direct jobs;

20 9. a. "Establishment" means any business or governmental entity, no  
21 matter what legal form, including, but not limited to, a sole  
22 proprietorship; partnership; limited liability company; corporation or

1 combination of corporations which have a central parent corporation  
2 which makes corporate management decisions such as those involving  
3 consolidation, acquisition, merger or expansion; federal agency;  
4 political subdivision of the State of Oklahoma; or trust authority;  
5 provided, distinct, identifiable subunits of such entities may be  
6 determined to be an establishment, for all purposes of Section 3601 et  
7 seq. of this title, by the Department subject to the following conditions:  
8 (1) within three (3) years of the first complete calendar quarter  
9 following the start date, the entity must have a minimum  
10 payroll of Two Million Five Hundred Thousand Dollars  
11 (\$2,500,000.00) and the subunit must also have or will have a  
12 minimum payroll of Two Million Five Hundred Thousand  
13 Dollars (\$2,500,000.00),  
14 (2) the subunit is engaged in an activity or service or produces a  
15 product which is demonstratively independent and separate  
16 from the entity's other activities, services or products and could  
17 be conducted or produced in the absence of any other activity,  
18 service or production of the entity,  
19 (3) has an accounting system capable of tracking or facilitating an  
20 audit of the subunit's payroll, expenses, revenue and production.  
21 Limited interunit overlap of administrative and purchasing

1 functions shall not disqualify a subunit from consideration as an  
2 establishment by the Department,

3 (4) the entity has not previously had a subunit determined to be an  
4 establishment pursuant to this section; provided, the restriction  
5 set forth in this division shall not apply to subunits which  
6 qualify pursuant to the provisions of subparagraph b of  
7 paragraph 6 of this subsection, and

8 (5) it is determined by the Department that the entity will have a  
9 probable net gain in total employment within the incentive  
10 period.

11 b. The Department may promulgate rules to further limit the  
12 circumstances under which a subunit may be considered an  
13 establishment. The Department shall promulgate rules to determine  
14 whether a subunit of an entity achieves a net gain in total  
15 employment. The Department shall establish criteria for determining  
16 the period of time within which such gain must be demonstrated and a  
17 method for determining net gain in total employment;

18 10. "NAICS Manual" means any manual, book or other publication containing the  
19 North American Industry Classification System, United States, 1997, promulgated by  
20 the Office of Management and Budget of the United States of America, or the latest  
21 revised edition;

1           11. “Qualified federal contract” means a contract between an agency or  
2 instrumentality of the United States government, including but not limited to the  
3 Department of Defense or any branch of the United States Armed Forces, but exclusive  
4 of any contract performed for the Federal Emergency Management Agency as a direct  
5 result of a natural disaster declared by the Governor or the President of the United  
6 States with respect to damage to property located in Oklahoma or loss of life or personal  
7 injury to persons in Oklahoma, and a lawfully recognized business entity, whether or not  
8 the business entity is organized under the laws of the State of Oklahoma or whether or  
9 not the principal place of business of the business entity is located within the State of  
10 Oklahoma, for the performance of services, including but not limited to testing, research,  
11 development, consulting or other services, if the contract involves the performance of  
12 such services performed on or after the effective date of this act by the employees of the  
13 business entity within the State of Oklahoma or if the contract involves the performance  
14 of such services performed on or after the effective date of this act by employees of a  
15 lawfully recognized business entity that is a subcontractor of the business entity with  
16 which the prime contract has been formed;

17           12. “Qualified federal contractor verifier” means a nonprofit entity organized under  
18 the laws of the State of Oklahoma, having an affiliation with a comprehensive university  
19 which is part of The Oklahoma State System of Higher Education, and having the  
20 following characteristics:

- 1 a. established multiyear classified and unclassified indefinite-  
2 delivery/indefinite-quantity federal contract vehicles in excess of Fifty  
3 Million Dollars (\$50,000,000.00),  
4 b. current capability to sponsor and maintain personnel security  
5 clearances and authorized by the federal government to handle and  
6 perform classified work up to the Top Secret Sensitive Compartmented  
7 Information levels,  
8 c. at least one on-site federally certified Sensitive Compartmented  
9 Information Facility,  
10 d. on-site secure mass data storage complex with the capability of  
11 isolating, segregating and protecting corporate proprietary and  
12 classified information,  
13 e. trusted agent status by maintaining no ownership of, vested interest  
14 in, nor royalty production from any intellectual property,  
15 f. at least one hundred thousand (100,000) square feet of configurable  
16 laboratory and support space,  
17 g. the direct access to restricted air space through a formalized  
18 memorandum of agreement with the Department of Defense,  
19 h. at least five thousand (5,000) acres available for outdoor testing and  
20 training facilities, and



1           B. The Incentive Approval Committee is hereby created and shall consist of the  
2 Director of State Finance, the Director of the Department and one member of the  
3 Oklahoma Tax Commission appointed by the Tax Commission, or a designee from each  
4 agency approved by such member. It shall be the duty of the Committee to determine:

5           1. Upon initial application on a form approved by the Committee, if an  
6 establishment is engaged in a basic industry as defined in subdivision (b) of division (7)  
7 or in subdivisions (a) through (p) of division (9) of subparagraph a of paragraph 1 of  
8 subsection A of this section or as otherwise provided by subsection C of this section;

9           2. If an establishment would have been defined as a “basic industry” prior to the  
10 amendments to this section to convert from SIC Codes to NAICS Codes. If the  
11 Committee so determines, the establishment shall be considered as a “basic industry” for  
12 purposes of the Oklahoma Quality Jobs Program Act; and

13           3. If employees of an establishment as defined in division (10) of subparagraph a of  
14 paragraph 1 of subsection A of this section meet the requirements to be considered  
15 employed in new direct jobs as specified in paragraph 3 of subsection A of this section.

16           C. For an establishment defined as a “basic industry” pursuant to division (4) of  
17 subparagraph a of paragraph 1 of subsection A of this section, the Incentive Approval  
18 Committee shall consist of the members provided by subsection B of this section and the  
19 Executive Director of the Oklahoma Center for the Advancement of Science and  
20 Technology, or a designee from the Center appointed by the Executive Director.

1 SECTION 71. REPEALER 68 O.S. 2001, Section 3603, as last amended by  
2 Section 1, Chapter 339, O.S.L. 2009 (68 O.S. Supp. 2009, Section 3603), is hereby  
3 repealed.

4 SECTION 72. REPEALER Section 1, Chapter 60, O.S.L. 2009 (69 O.S. Supp.  
5 2009, Section 1698.43), is hereby repealed.

6 SECTION 73. AMENDATORY 70 O.S. 2001, Section 3-104, as amended by  
7 Section 1, Chapter 448, O.S.L. 2009 (70 O.S. Supp. 2009, Section 3-104), is amended to  
8 read as follows:

9 Section 3-104. The control of the State Department of Education and the  
10 supervision of the public school system of Oklahoma shall be vested in the State Board of  
11 Education and, subject to limitations otherwise provided by law, the State Board of  
12 Education shall:

13 1. Establish and prescribe the duties of an executive officer who shall be the State  
14 Superintendent of Public Instruction and whose duties shall include the responsibility to  
15 give advice and make recommendations to the Board on all matters pertaining to the  
16 policies and administration of the State Department of Education and the public school  
17 system;

18 2. Adopt policies and make rules for the operation of the State Department of  
19 Education and the public school system of the state;

20 3. Organize and have control of the administrative and supervisory agencies,  
21 divisions, personnel and their appointment and salaries and other operations necessary  
22 to carry out the powers, duties and functions of the Board and its executive officer;

UNDERLINED language denotes Amendments to present Statutes.  
**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.

1           4. Have authority to require the coordination of all divisions of the State  
2 Department of Education through its executive officer, delegate general supervision of all  
3 employees to its executive officer, require all recommendations to be presented through  
4 its executive officer, require its executive officer to be responsible for interpretation of the  
5 Board's policy, require any employee of the Board to present any specific matter directly  
6 to the Board;

7           5. Appoint, prescribe the duties and fix the compensation of a secretary, an  
8 attorney and all other personnel necessary for the proper performance of the functions of  
9 the State Board of Education. The secretary shall not be a member of the Board;

10          6. Submit to the Governor a departmental budget based upon major functions of  
11 the Department supported by detailed data on needs and proposed operations as  
12 partially determined by the budgetary needs of local school districts filed with the State  
13 Board of Education for the ensuing fiscal year. Appropriations therefor shall be made in  
14 lump-sum form for each major item in the budget as follows:

- 15           a.     State Aid to schools,  
16           b.     the supervision of all other functions of general and special education  
17                   including general control, free textbooks, school lunch, Indian  
18                   education and all other functions of the Board and an amount  
19                   sufficient to adequately staff and administer these services, and  
20           c.     the Board shall determine the details by which the budget and the  
21                   appropriations are administered. Annually, the Board shall make  
22                   preparations to consolidate all of the functions of the Department in



1           9. Have authority in matters pertaining to the licensure and certification of persons  
2 for instructional, supervisory and administrative positions and services in the public  
3 schools of the state subject to the provisions of Section 6-184 of this title, and shall  
4 formulate rules governing the issuance and revocation of certificates for superintendents  
5 of schools, principals, supervisors, librarians, clerical employees, school nurses, school  
6 bus drivers, visiting teachers, classroom teachers and for other personnel performing  
7 instructional, administrative and supervisory services, but not including members of  
8 boards of education and other employees who do not work directly with pupils, and may  
9 charge and collect reasonable fees for the issuance of such certificates:

10           a.       the State Department of Education shall not issue a certificate to and  
11                   shall revoke the certificate of any person who has been convicted,  
12                   whether upon a verdict or plea of guilty or upon a plea of nolo  
13                   contendere, or received a suspended sentence or any probationary term  
14                   for a crime or an attempt to commit a crime provided for in Section  
15                   ~~7115~~ 843.5 of Title ~~10~~ 21 of the Oklahoma Statutes if the offense  
16                   involved sexual abuse or sexual exploitation as those terms are defined  
17                   in Section ~~7102~~ 1-1-105 of Title ~~10~~ 10A of the Oklahoma Statutes,  
18                   Sections 741, 843.1, if the offense included sexual abuse or sexual  
19                   exploitation, 865 et seq., 885, 888, 891, 1021, 1021.2, 1021.3, 1040.13a,  
20                   ~~1040.51~~, 1087, 1088, 1111.1, 1114 or 1123 of Title 21 of the Oklahoma  
21                   Statutes or who enters this state and who has been convicted, received  
22                   a suspended sentence or received a deferred judgement for a crime or

1 attempted crime which, if committed or attempted in this state, would  
2 be a crime or an attempt to commit a crime provided for in any of said  
3 laws,  
4 b. all funds collected by the State Department of Education for the  
5 issuance of certificates to instructional, supervisory and administrative  
6 personnel in the public schools of the state shall be deposited in the  
7 "Teachers' Certificate Fund" in the State Treasury and may be  
8 expended by the State Board of Education to finance the activities of  
9 the State Department of Education necessary to administer the  
10 program, for consultative services, publication costs, actual and  
11 necessary travel expenses as provided in the State Travel  
12 Reimbursement Act incurred by persons performing research work,  
13 and other expenses found necessary by the State Board of Education  
14 for the improvement of the preparation and certification of teachers in  
15 Oklahoma. Provided, any unobligated balance in the Teachers'  
16 Certificate Fund in excess of Ten Thousand Dollars (\$10,000.00) on  
17 June 30 of any fiscal year shall be transferred to the General Revenue  
18 Fund of the State of Oklahoma. Until July 1, 1997, the State Board of  
19 Education shall have authority for approval of teacher education  
20 programs. The State Board of Education shall also have authority for  
21 the administration of teacher residency and professional development,  
22 subject to the provisions of the Oklahoma Teacher Preparation Act;

1           10. Promulgate rules governing the classification, inspection, supervision and  
2 accrediting of all public nursery, kindergarten, elementary and secondary schools and on-  
3 site educational services provided by public school districts or state-accredited private  
4 schools in partial hospitalization programs, day treatment programs, and day hospital  
5 programs as defined in this act for persons between the ages of three (3) and twenty-one  
6 (21) years of age in the state. However, no school shall be denied accreditation solely on  
7 the basis of average daily attendance.

8           Any school district which maintains an elementary school and faces the necessity of  
9 relocating its school facilities because of construction of a lake, either by state or federal  
10 authority, which will inundate the school facilities, shall be entitled to receive  
11 probationary accreditation from the State Board of Education for a period of five (5) years  
12 after the effective date of this act and any school district, otherwise qualified, shall be  
13 entitled to receive probationary accreditation from the State Board of Education for a  
14 period of two (2) consecutive years to attain the minimum average daily attendance. The  
15 Head Start and public nurseries or kindergartens operated from Community Action  
16 Program funds shall not be subjected to the accrediting rules of the State Board of  
17 Education. Neither will the State Board of Education make rules affecting the operation  
18 of the public nurseries and kindergartens operated from federal funds secured through  
19 Community Action Programs even though they may be operating in the public schools of  
20 the state. However, any of the Head Start or public nurseries or kindergartens operated  
21 under federal regulations may make application for accrediting from the State Board of  
22 Education but will be accredited only if application for the approval of the programs is

1 made. The status of no school district shall be changed which will reduce it to a lower  
2 classification until due notice has been given to the proper authorities thereof and an  
3 opportunity given to correct the conditions which otherwise would be the cause of such  
4 reduction.

5 Private and parochial schools may be accredited and classified in like manner as  
6 public schools or, if an accrediting association is approved by the State Board of  
7 Education, by procedures established by the State Board of Education to accept  
8 accreditation by such accrediting association, if application is made to the State Board of  
9 Education for such accrediting;

10 11. Be the legal agent of the State of Oklahoma to accept, in its discretion, the  
11 provisions of any Act of Congress appropriating or apportioning funds which are now, or  
12 may hereafter be, provided for use in connection with any phase of the system of public  
13 education in Oklahoma. It shall prescribe such rules as it finds necessary to provide for  
14 the proper distribution of such funds in accordance with the state and federal laws;

15 12. Be and is specifically hereby designated as the agency of this state to cooperate  
16 and deal with any officer, board or authority of the United States Government under any  
17 law of the United States which may require or recommend cooperation with any state  
18 board having charge of the administration of public schools unless otherwise provided by  
19 law;

20 13. Be and is hereby designated as the "State Educational Agency" referred to in  
21 Public Law 396 of the 79th Congress of the United States, which law states that said act  
22 may be cited as the "National School Lunch Act", and said State Board of Education is

1 hereby authorized and directed to accept the terms and provisions of said act and to  
2 enter into such agreements, not in conflict with the Constitution of Oklahoma or the  
3 Constitution and Statutes of the United States, as may be necessary or appropriate to  
4 secure for the State of Oklahoma the benefits of the school lunch program established  
5 and referred to in said act;

6 14. Have authority to secure and administer the benefits of the National School  
7 Lunch Act, Public Law 396 of the 79th Congress of the United States, in the State of  
8 Oklahoma and is hereby authorized to employ or appoint and fix the compensation of  
9 such additional officers or employees and to incur such expenses as may be necessary for  
10 the accomplishment of the above purpose, administer the distribution of any state funds  
11 appropriated by the Legislature required as federal matching to reimburse on children's  
12 meals;

13 15. Accept and provide for the administration of any land, money, buildings, gifts,  
14 donation or other things of value which may be offered or bequeathed to the schools  
15 under the supervision or control of said Board;

16 16. Have authority to require persons having administrative control of all school  
17 districts in Oklahoma to make such regular and special reports regarding the activities of  
18 the schools in said districts as the Board may deem needful for the proper exercise of its  
19 duties and functions. Such authority shall include the right of the State Board of  
20 Education to withhold all state funds under its control, to withhold official recognition,  
21 including accrediting, until such required reports have been filed and accepted in the

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~~Strike thru~~ language denotes deletion from present Statutes.

1 office of said Board and to revoke the certificates of persons failing or refusing to make  
2 such reports;

3 17. Have general supervision of the school lunch program. The State Board of  
4 Education may sponsor workshops for personnel and participants in the school lunch  
5 program and may develop, print and distribute free of charge or sell any materials, books  
6 and bulletins to be used in such school lunch programs. There is hereby created in the  
7 State Treasury a revolving fund for the Board, to be designated the School Lunch  
8 Workshop Revolving Fund. The fund shall consist of all fees derived from or on behalf of  
9 any participant in any such workshop sponsored by the State Board of Education, or  
10 from the sale of any materials, books and bulletins, and such funds shall be disbursed for  
11 expenses of such workshops and for developing, printing and distributing of such  
12 materials, books and bulletins relating to the school lunch program. The fund shall be  
13 administered in accordance with the Revolving Fund Procedures Act;

14 18. Prescribe all forms for school district and county officers to report to the State  
15 Board of Education where required. The State Board of Education shall also prescribe a  
16 list of appropriation accounts by which the funds of school districts shall be budgeted,  
17 accounted for and expended; and it shall be the duty of the State Auditor and Inspector  
18 in prescribing all budgeting, accounting and reporting forms for school funds to conform  
19 to such lists;

20 19. Provide for the establishment of a uniform system of pupil and personnel  
21 accounting, records and reports;

1           20. Have authority to provide for the health and safety of school children and  
2 school personnel while under the jurisdiction of school authorities;

3           21. Provide for the supervision of the transportation of pupils;

4           22. Have authority, upon request of the local school board, to act in behalf of the  
5 public schools of the state in the purchase of transportation equipment;

6           23. Have authority and is hereby required to perform all duties necessary to the  
7 administration of the public school system in Oklahoma as specified in the Oklahoma  
8 School Code; and, in addition thereto, those duties not specifically mentioned herein if  
9 not delegated by law to any other agency or official;

10          24. Administer the State Public Common School Building Equalization Fund  
11 established by Section 32 of Article X of the Oklahoma Constitution. Any royalties,  
12 bonuses, rentals or other monies derived from oil and gas and all other mineral leases on  
13 lands that have been or may be granted by the United States to the state for the use and  
14 benefit of the common schools, or lands that are or may be held by the Commissioners of  
15 the Land Office for the use and benefit of the common schools, the proceeds of the sale of  
16 easements, improvements and sand and gravel on any such lands, any monies as may be  
17 appropriated or designated by the Legislature, other than ad valorem taxes, any other  
18 funds identified by the State Department of Education, which may include, but not be  
19 limited to, grants-in-aid from the federal government for building purposes, the proceeds  
20 of all property that shall fall to the state by escheat, penalties for unlawful holding of  
21 real estate by corporations, and capital gains on assets of the permanent school funds,  
22 shall be deposited in the State Public Common School Building Equalization Fund. The

1 fund shall be used to aid school districts in acquiring buildings, subject to the limitations  
2 fixed by Section 32 of Article X of the Oklahoma Constitution. It is hereby declared that  
3 the term “acquiring buildings” as used in Section 32 of Article X of the Oklahoma  
4 Constitution shall mean acquiring or improving school sites, constructing, repairing,  
5 remodeling or equipping buildings, or acquiring school furniture, fixtures, or equipment.  
6 If sufficient monies are available in the fund, the Board shall solicit proposals for grants  
7 from school districts and shall determine the process for consideration of proposals.  
8 Grants shall be awarded only to school districts which have a total assessed property  
9 valuation per average daily membership that is less than the state average total assessed  
10 property valuation per average daily membership and, at the time of application, the  
11 district has voted the five-mill building fund levy authorized in Section 10 of Article X of  
12 the Oklahoma Constitution, and has voted indebtedness through the issuance of new  
13 bonds for at least eighty-five percent (85%) within the last three (3) years of the  
14 maximum allowable pursuant to the provisions of Section 26 of Article X of the  
15 Oklahoma Constitution as shown on the school district budget filed with the State Board  
16 of Equalization for the current school year and certifications by the Attorney General  
17 prior to April 1 of the school year. The amount of each grant awarded by the Board each  
18 year shall not exceed One Million Dollars (\$1,000,000.00). The Board shall give priority  
19 consideration to school districts which have a total assessed property valuation per  
20 average daily membership that is equal to or less than twenty-five percent (25%) of the  
21 state average total assessed property valuation per average daily membership. The  
22 Board is authorized to prorate grants awarded if monies are not sufficient in the fund to

1 award grants to qualified districts. The State Board of Education shall prescribe rules  
2 for making grants of aid from, and for otherwise administering, the fund pursuant to the  
3 provisions of this paragraph, and may employ and fix the duties and compensation of  
4 technicians, aides, clerks, stenographers, attorneys and other personnel deemed  
5 necessary to carry out the provisions of this paragraph. The cost of administering the  
6 fund shall be paid from monies appropriated to the State Board of Education for the  
7 operation of the State Department of Education;

8 25. Recognize that the Director of the Oklahoma Department of Corrections shall  
9 be the administrative authority for the schools which are maintained in the state  
10 reformatories and shall appoint the principals and teachers in such schools. Provided,  
11 that rules of the State Board of Education for the classification, inspection and  
12 accreditation of public schools shall be applicable to such schools; and such schools shall  
13 comply with standards set by the State Board of Education;

14 26. Have authority to administer a revolving fund which is hereby created in the  
15 State Treasury, to be designated the Statistical Services Revolving Fund. The fund shall  
16 consist of all monies received from the various school districts of the state, the United  
17 States Government, and other sources for the purpose of furnishing or financing  
18 statistical services and for any other purpose as designated by the Legislature. The  
19 State Board of Education is hereby authorized to enter into agreements with school  
20 districts, municipalities, the United States Government, foundations and other agencies  
21 or individuals for services, programs or research projects. The Statistical Services

1 Revolving Fund shall be administered in accordance with the Revolving Fund Procedures  
2 Act, Section 155 et seq. of Title 62 of the Oklahoma Statutes; and

3 27. Have authority to review preliminary plans for new construction and major  
4 alteration of public school buildings where structural changes are proposed. No bids  
5 shall be let for the construction or major alteration of any public school building until  
6 preliminary plans and specifications for such construction or alteration have been  
7 submitted to and reviewed by the State Department of Education. The period of time  
8 during which such review is conducted by the State Department of Education shall not  
9 exceed thirty (30) days. The State Department of Education shall advise each local  
10 school district regarding said review of preliminary plans and specifications. Provided,  
11 nothing in this subsection shall be construed as repealing any ordinance or building code  
12 of any city, town or county.

13 SECTION 74. REPEALER 70 O.S. 2001, Section 3-104, as amended by Section  
14 155, Chapter 234, O.S.L. 2009 (70 O.S. Supp. 2009, Section 3-104), is hereby repealed.

15 SECTION 75. REPEALER Section 1, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
16 2009, Section 6-101.7), is hereby repealed.

17 SECTION 76. REPEALER Section 2, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
18 2009, Section 6-140), is hereby repealed.

19 SECTION 77. REPEALER Section 3, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
20 2009, Section 6-141), is hereby repealed.

21 SECTION 78. REPEALER Section 4, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
22 2009, Section 6-142), is hereby repealed.

1 SECTION 79. REPEALER Section 5, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
2 2009, Section 6-143), is hereby repealed.

3 SECTION 80. REPEALER Section 6, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
4 2009, Section 6-144), is hereby repealed.

5 SECTION 81. REPEALER Section 7, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
6 2009, Section 6-145), is hereby repealed.

7 SECTION 82. REPEALER Section 8, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
8 2009, Section 6-146), is hereby repealed.

9 SECTION 83. REPEALER Section 9, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
10 2009, Section 6-147), is hereby repealed.

11 SECTION 84. REPEALER Section 10, Chapter 98, O.S.L. 2009 (70 O.S. Supp.  
12 2009, Section 6-148), is hereby repealed.

13 SECTION 85. AMENDATORY 70 O.S. 2001, Section 14-108, as last amended  
14 by Section 1, Chapter 235, O.S.L. 2009 (70 O.S. Supp. 2009, Section 14-108), is amended  
15 to read as follows:

16 Section 14-108. A. The State Board of Career and Technology Education shall  
17 prescribe criteria and procedures for the establishment and governance of technology  
18 center school districts, as provided by Section 9B, Article X, Oklahoma Constitution, and  
19 such districts so established shall be operated in accordance with rules of the State Board  
20 of Career and Technology Education, except as otherwise provided in this title.

21 B. A technology center school district shall be a body corporate and shall possess  
22 the usual powers of a corporation for public purposes. Its official name shall be

1 designated by the State Board of Career and Technology Education, in which name it  
2 may sue and be sued, and be capable of contracting and being contracted with, and  
3 holding real and personal estate.

4 C. The governing board of a technology center school district shall be a board of  
5 education consisting of not less than five (5) nor more than seven (7) members. Except as  
6 otherwise provided for in subsection D of this section, all members of the board of  
7 education shall be elected in a manner prescribed by the State Board of Career and  
8 Technology Education. The State Board shall promulgate rules prescribing the manner  
9 in which the elections required by this subsection are held.

10 D. In a technology center school district that serves seventy or more public school  
11 districts, the territory of the school district shall be divided into district zones by the  
12 State Board of Career and Technology Education. Between August 1 and December 31 of  
13 the year following the submission by the United States Department of Commerce to the  
14 President of the United States of the official Federal Decennial Census, the Board shall  
15 reapportion the territory of the technology center school district into district zones. All  
16 boundaries of district zones shall follow clearly visible, definable, and observable physical  
17 boundaries which are based upon criteria established and recognized by the Bureau of  
18 the Census of the United States Department of Commerce for purposes of defining  
19 census blocks for its decennial census and shall follow, as much as possible, precinct  
20 boundaries. District zones shall be compact, contiguous and shall be as equal in  
21 population as practical with not more than a five-percent variance between the most  
22 populous and least populous district zones. The board of education of a technology center

1 school district shall consist of one member elected from each of the district zones of the  
2 school district created pursuant to this subsection. The electors of each district zone  
3 shall elect a person, who is a resident of the district zone, to represent the district zone  
4 on the school board. If during the term of office to which a person was elected, that  
5 member ceases to be a resident of the district zone for which the person was elected, the  
6 office shall become vacant and the vacancy shall be filled as provided in Section 13A-110  
7 of Title 26 of the Oklahoma Statutes. The State Board of Career and Technology  
8 Education shall promulgate rules prescribing the manner in which the elections required  
9 by this subsection are held.

10 E. The board of education of a technology center school district shall have the same  
11 powers and duties that boards of education of independent school districts have. It may  
12 require nonresident students to pay reasonable tuition fees, which may be paid for a  
13 student by the independent or elementary school district in which the student resides.

14 F. An election to vote on the question of making a levy of not to exceed five (5) mills  
15 on the dollar valuation of the taxable property in a technology center school district  
16 under the provisions of subsection A, Section 9B, Article X, Oklahoma Constitution, shall  
17 be called by the board of education and conducted by the county election board of such  
18 district in the same manner that elections for emergency levies in school districts under  
19 the provisions of Section 9(d), Article X, Oklahoma Constitution, are called and  
20 conducted. When such levy is approved by a majority of the electors of the technology  
21 center school district voting on the question at such election, the levy shall be made each  
22 fiscal year thereafter until repealed by a majority of the electors of the district voting on

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1 the question at an election called for such purpose. An election to vote on the question of  
2 making a local incentive levy of not to exceed five (5) mills on the dollar valuation of the  
3 taxable property in a technology center school district under the provisions of subsection  
4 B of Section 9B of Article X of the Oklahoma Constitution, may be called by the board of  
5 education; and elections on a levy for a building fund for an area school district under the  
6 provisions of Section 10, Article X, Oklahoma Constitution, shall be called by the board of  
7 education of such district and conducted by the county election board in the same  
8 manner that elections for similar levies are called and conducted in independent school  
9 districts.

10 G. Annual estimates of needs of technology center school districts shall be made  
11 and approved in the same manner that those of independent school districts are made  
12 and approved. Provided, that the State Board of Career and Technology Education shall  
13 prescribe a list of appropriation accounts by which the funds of technology center school  
14 districts shall be budgeted, accounted for and expended. Any such estimate of needs may  
15 include an estimate of federal funds as probable income from sources other than ad  
16 valorem tax of the district and other than any excise or other tax assessed by legislative  
17 enactment and distributed in lieu of ad valorem taxes. If a technology center school  
18 district lies in more than one county, the district's estimate of needs shall be filed with  
19 and approved by the county excise board of the county designated by the school district  
20 board of education.

21 H. Territory may be annexed to or detached from a technology center school  
22 district, in accordance with rules prescribed by the State Board of Career and Technology

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1 Education. If the State Board of Career and Technology Education requires the  
2 submission of a petition in order for an election to be called for the purpose of annexation  
3 or deannexation of territory to a technology center school district, such petition shall not  
4 be required to bear a number of technology center school district electors' signatures  
5 which exceed fifty percent (50%) of the number of technology center school district  
6 electors who voted in the last school board election in the territory proposed to be  
7 annexed or deannexed. Provided, the period of time from which the petition is initiated  
8 to its time of filing with the State Board shall not exceed ninety (90) days.

9 I. Schools of technology center school districts shall be subject to classification,  
10 inspection and accreditation by the State Board of Education.

11 J. The technology center school board of education may designate a county  
12 treasurer to serve as treasurer of the school district or may appoint an independent  
13 treasurer.

14 K. Within four (4) years after the creation of a technology center school district,  
15 such school district may, at its discretion, permit a teacher to transfer any or all accrued  
16 benefits upon employment including credit for years of service in the previous school  
17 district by the technology center school district, if the teacher at the time of hiring is  
18 employed as a teacher by an independent or elementary school district which is all or  
19 partly within the boundaries of the technology center school district or is employed as a  
20 teacher in a skills center within the boundaries of the school district.

21 L. The board of education of a technology center school district may convey surplus  
22 personal property without consideration to a:

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1        1. A school district that is within the boundary of the technology center school  
2 district ~~or a;~~

3        2. A public school offering secondary level education which was created and is  
4 operated by the State of Oklahoma and that is within the boundary of the technology  
5 center school district;

6        3. A technology center school district; or

7        4. The Oklahoma Department of Career and Technology Education for the support  
8 or delivery of department initiatives.

9        M. The board of education of a technology center school district may, without prior  
10 approval of the State Board of Career and Technology Education, approve all plans and  
11 specifications for technology center school buildings, additions, and major modifications  
12 to school buildings that are designed to provide for the offering of vocational-technical  
13 education programs and services when the cost of the building project is to be paid with  
14 local levies or state bond monies or both local levies and state bond monies.

15        SECTION 86.    REPEALER    70 O.S. 2001, Section 14-108, as last amended by  
16 Section 1, Chapter 202, O.S.L. 2009 (70 O.S. Supp. 2009, Section 14-108), is hereby  
17 repealed.

18        SECTION 87.    REPEALER    70 O.S. 2001, Section 24-101.3, as last amended by  
19 Section 11, Chapter 98, O.S.L. 2009 (70 O.S. Supp. 2009, Section 24-101.3), is hereby  
20 repealed.

1 SECTION 88. AMENDATORY Section 1, Chapter 160, O.S.L. 2006, as  
2 amended by Section 1, Chapter 175, O.S.L. 2009 (70 O.S. Supp. 2009, Section 1210.284),  
3 is amended to read as follows:

4 Section 1210.284. A. 1. The parent or guardian of each student enrolled in  
5 kindergarten at a public school in this state shall provide certification to school personnel  
6 that the student passed a vision screening within the previous twelve (12) months or  
7 during the school year. Such screening shall be conducted by personnel listed on the  
8 statewide registry as maintained by the State Department of Health.

9 2. The parent or guardian of each student enrolled in first or third grade at a public  
10 school in this state shall provide within thirty (30) days of the beginning of the school  
11 year certification to school personnel that the student passed a vision screening within  
12 the previous twelve (12) months. Such screening shall be conducted by personnel listed  
13 on the statewide registry as maintained by the State Department of Health.

14 3. The parent or guardian of each student who receives a vision screening as  
15 required by this section shall receive notification that a vision screening is not the  
16 equivalent of a comprehensive eye exam.

17 B. 1. The State Department of Health shall form an advisory committee comprised  
18 of:

- 19 a. one licensed Oklahoma optometrist,
- 20 b. one licensed Oklahoma ophthalmologist,
- 21 c. the State Commissioner of Health, or designee,
- 22 d. the State Superintendent of Public Instruction, or designee, and

1 e. one representative of a statewide organization for the prevention of  
2 blindness.

3 2. The advisory committee shall make recommendations to the State Board of  
4 Health on:

- 5 a. standards for vision screening and referral,
- 6 b. qualifications for initial recognition and renewal of recognition of  
7 vision screeners,
- 8 c. qualifications for initial recognition and renewal of recognition of  
9 vision screener trainers,
- 10 d. qualifications for initial recognition and renewal of recognition of  
11 trainers of vision screener trainers, and
- 12 e. grounds for denial, refusal, suspension or revocation of recognition of  
13 vision screeners, vision screener trainers and trainers of vision  
14 screener trainers.

15 3. The advisory committee shall provide to the Department a list of:

- 16 a. qualified vision screeners,
- 17 b. qualified vision screener trainers, and
- 18 c. qualified trainers of vision screener trainers which are recognized by  
19 another state or national entity involved with vision screening with  
20 substantially similar published standards and qualifications.

21 4. The Department shall:

- 1 a. establish and thereafter maintain a statewide registry, available via
- 2 the Internet, which shall contain a list of approved vision screeners,
- 3 b. maintain a list of approved vision screener trainers and trainers of
- 4 vision screener trainers, and
- 5 c. maintain the standards for vision screening and referral.

6 5. After notice and hearing, the Department may deny, refuse, suspend or revoke  
7 approval to an applicant which has a history of:

- 8 a. noncompliance or incomplete or partial compliance with the provisions
- 9 of this section or the rules adopted by the Board to implement the
- 10 provisions of this section,
- 11 b. referring persons to a business in which the applicant has a financial
- 12 interest or a business which is owned or operated by someone within
- 13 the third degree of consanguinity or affinity of the applicant, or
- 14 c. conduct which demonstrates that the applicant is providing services in
- 15 a manner which does not warrant public trust.

16 6. The advisory committee may make recommendations to the Board for  
17 establishing a requirement for background checks and provide a listing of offenses that  
18 disqualify a vision screener, vision screener trainer or trainer of vision screener trainers  
19 for recognition pursuant to this section.

20 7. The advisory committee may also serve as a sports eye-safety resource for  
21 Oklahoma K-12 public school districts and nonprofit community sports organizations by  
22 developing and providing educational materials to the school districts and organizations

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1 which detail the risk of eye injuries associated with different types of sports and the  
2 availability of protective eyewear that reduces the risk of eye injuries due to sports.

3 8. The Board shall promulgate rules to implement the provisions of this section.

4 C. 1. The parent or guardian of each student who fails the vision screening  
5 required in subsection A of this section shall receive a recommendation to undergo a  
6 comprehensive eye examination performed by an ophthalmologist or optometrist.

7 2. The ophthalmologist or optometrist shall forward a written report of the results  
8 of the comprehensive eye examination to the student's school, parent or guardian, and  
9 primary health care provider designated by the parent or guardian. The report shall  
10 include, but not be limited to:

- 11 a. date of report,
- 12 b. name, address and date of birth of the student,
- 13 c. name of the student's school,
- 14 d. type of examination,
- 15 e. a summary of significant findings, including diagnoses, medication  
16 used, duration of action of medication, treatment, prognosis, whether  
17 or not a return visit is recommended and, if so when,
- 18 f. recommended educational adjustments for the child, if any, which may  
19 include: preferential seating in the classroom, eyeglasses for full-time  
20 use in school, eyeglasses for part-time use in school, sight-saving  
21 eyeglasses, and any other recommendations, and  
22 g. name, address and signature of the examiner;

1 D. No student shall be prohibited from attending school for a parent's or guardian's  
2 failure to furnish a report of the student's vision screening or an examiner's failure to  
3 furnish the results of a student's comprehensive eye examination required by this  
4 section.

5 E. School districts shall notify parents or guardians of students who enroll in  
6 kindergarten, first, or third grade for the 2007-08 school year and each year thereafter of  
7 the requirements of this section.

8 F. The State Board of Education shall adopt rules for the implementation of this  
9 section except as provided in subsection B of this section. The State Department of  
10 Education shall issue a report annually on the impact and effectiveness of this section.

11 SECTION 89. REPEALER Section 1, Chapter 160, O.S.L. 2006, as amended by  
12 Section 1, Chapter 109, O.S.L. 2009 (70 O.S. Supp. 2009, Section 1210.284), is hereby  
13 repealed.

14 SECTION 90. AMENDATORY 74 O.S. 2001, Section 78, as last amended by  
15 Section 1, Chapter 371, O.S.L. 2009 (74 O.S. Supp. 2009, Section 78), is amended to read  
16 as follows:

17 Section 78. A. There is hereby created and established within the Department of  
18 Central Services, the Fleet Management Division. The Division shall provide oversight  
19 of and advice to state agencies that own, operate and utilize motor vehicles, except for  
20 the Department of Public Safety, the Department of Transportation, the Oklahoma State  
21 Bureau of Narcotics and Dangerous Drugs Control, the Oklahoma State Bureau of  
22 Investigation, and The Oklahoma State System of Higher Education.

- 1 B. The Director of Central Services shall:
- 2 1. Appoint and fix duties and compensation for a Fleet Manager who shall serve as
- 3 the administrative head of the division;
- 4 2. Hire personnel as necessary to provide fleet services;
- 5 3. Acquire facilities to maintain vehicles;
- 6 4. Construct, install, acquire, operate and provide alternative fueling infrastructure
- 7 for use by state agencies and political subdivisions of the state or for leasing and
- 8 transferring to political subdivisions;
- 9 5. Promulgate rules for efficient and economical operations to provide fleet services;
- 10 and
- 11 6. Report to the Governor, Speaker of the House of Representatives, and President
- 12 Pro Tempore of the Senate those agencies that fail to comply with the provisions of law
- 13 and the rules of the Fleet Management Division regarding submission of reports, vehicle
- 14 use, and vehicle maintenance.
- 15 C. The rules shall include provisions to:
- 16 1. Establish uniform written vehicle acquisition, leasing, maintenance, repairs, and
- 17 disposal standards for use by all state agencies to justify actual need for vehicles;
- 18 2. Establish standards for routine vehicle inspection and maintenance;
- 19 3. Provide standards and forms for recordkeeping of fleet operation, maintenance,
- 20 and repair costs for mandatory use by all state agencies to report the data to the Fleet
- 21 Management Division on a monthly basis;

1 4. Provide standards and utilize methods for disposal of vehicles pursuant to the  
2 Oklahoma Surplus Property Act and any other applicable state laws;

3 5. Establish mandatory maintenance contracts throughout the state for all agencies  
4 to access for vehicle repairs and service at discounted rates and parts;

5 6. Require all agencies with in-house repair and service facilities to assign a value  
6 to the preventive maintenance services, track those services with a dollar value, and  
7 report costs to the Fleet Manager for the prior month no later than the twentieth day  
8 following the close of each month;

9 7. Promulgate rules requiring all state-owned motor vehicles to be marked in a  
10 uniform, highly visible manner, except for certain vehicles driven by law enforcement  
11 agencies or other agencies requiring confidentiality;

12 8. Require agencies to produce and maintain written justification for any vehicle  
13 that travels fewer than twelve thousand (12,000) miles annually and report to the Fleet  
14 Manager such information by October 1 of each year; and

15 9. Address any other matter or practice which relates to the responsibilities of the  
16 Director of Central Services.

17 D. The Fleet Manager shall:

18 1. Develop specifications for contracts for vehicle maintenance for state vehicles not  
19 serviced or maintained by state agencies;

20 2. Conduct on-site inspections to verify state agency or supplier compliance with  
21 Division standards for inspections, maintenance and recordkeeping;

22 3. Assess state agency needs for vehicles and types of vehicles;

1           4. Assign, transfer or lease vehicles to a state agency to meet the needs of the state  
2 agency;

3           5. Unless otherwise provided by law, determine whether a state agency may use or  
4 operate a vehicle without state identifying markings, bearing a license plate used by a  
5 privately owned vehicle to perform the duties of the state agency without hindrance;

6           6. Report to the Director of Central Services occurrences of agencies failing to  
7 comply with the provisions of law and the rules of the Fleet Management Division  
8 regarding submission of reports, vehicle use, and vehicle maintenance;

9           7. Offer guidelines to agencies to assist in determining the most cost-effective and  
10 reasonable modes of travel for single trips from the following options: state vehicle,  
11 private rental, or mileage reimbursement; and

12           8. Provide, upon the request of the Governor, the President Pro Tempore of the  
13 Senate or the Speaker of the House of Representatives, reports from data the Fleet  
14 Manager collects.

15           E. The Director of Central Services may enter into agreements with any political  
16 subdivision of this state for the purpose of providing fleet services established by the  
17 Fleet Management Division pursuant to this section and rules promulgated pursuant to  
18 this section.

19           F. The Director of Central Services, through the Fleet Management Division, may  
20 enter into partnership agreements with political subdivisions and private entities for the  
21 purposes of applying for, participating in, and administering federal grant funds. The

1 partnership agreements and activities authorized in this subsection are hereby declared  
2 to be a public purpose.

3 G. The Department may offer public access to alternative fueling infrastructure  
4 owned and operated by the Department in areas of the state in which access to an  
5 alternative fueling infrastructure is not readily available to the public. The Department  
6 shall cease allowing public access to an alternative fueling infrastructure operated by the  
7 Department if a privately owned alternative fueling infrastructure locates within a five-  
8 mile radius of the infrastructure operated by the Department.

9 H. When used in relation to the Fleet Management Division:

10 1. "Alternative fueling infrastructure" shall mean a fill station or charge station  
11 used to deliver or provide alternative fuels as defined in Section 130.2 of this title; and

12 2. "Alternative fuel vehicle" shall mean a motor vehicle originally designed by the  
13 manufacturer to operate lawfully and principally on streets and highways which is  
14 propelled by an alternative fuel as defined in Section 130.2 of this title.

15 SECTION 91. REPEALER 74 O.S. 2001, Section 78, as amended by Section 18,  
16 Chapter 442, O.S.L. 2009 (74 O.S. Supp. 2009, Section 78), is hereby repealed.

17 SECTION 92. AMENDATORY 74 O.S. 2001, Section 78a, as amended by  
18 Section 16, Chapter 454, O.S.L. 2009 (74 O.S. Supp. 2009, Section 78a), is amended to  
19 read as follows:

20 Section 78a. A. State agencies with authority to own motor vehicles shall submit a  
21 requisition to the Director of Central Services prior to acquisition of a motor vehicle. The  
22 requisition shall state the type of vehicle, the intended purpose of the vehicle, a

1 statement that the agency has actual need for the vehicle, the supplier of the vehicle,  
2 that the state agency has sufficient funds to acquire and maintain the vehicle and cite  
3 the statutory authority of the state agency to acquire a vehicle.

4 B. The Director of Central Services shall review the requisition and approve or  
5 deny the request of the state agency within fifteen (15) days of receipt by the Director of  
6 Central Services. The Director of State Finance shall not approve a purchase order or  
7 claim for a motor vehicle unless the acquisition of the motor vehicle was approved by the  
8 Director of Central Services.

9 C. The provisions of subsections A and B of this section shall not apply to the  
10 Department of Public Safety or the Oklahoma State Bureau of Narcotics and Dangerous  
11 Drugs Control.

12 D. The provisions of subsections A and B of this section shall not apply to  
13 CompSource Oklahoma if CompSource Oklahoma is operating pursuant to a pilot  
14 program authorized by Sections 1 and 2 of this act.

15 SECTION 93. REPEALER 74 O.S. 2001, Section 78a, as last amended by  
16 Section 19, Chapter 442, O.S.L. 2009 (74 O.S. Supp. 2009, Section 78a), is hereby  
17 repealed.

18 SECTION 94. AMENDATORY 74 O.S. 2001, Section 85.3A, as last amended by  
19 Section 11, Chapter 433, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.3A), is amended to  
20 read as follows:

21 Section 85.3A. Compliance with the provisions of The Oklahoma Central  
22 Purchasing Act shall not be required of:

- 1           1. County government;
- 2           2. The Oklahoma State Regents for Higher Education, the institutions, centers, or
- 3 other constituent agencies of The Oklahoma State System of Higher Education;
- 4           3. The telecommunications network known as OneNet;
- 5           4. The Department of Public Safety gun range; ~~or~~
- 6           5. The State Treasurer for the following purchases:
  - 7               a.       services, including, but not limited to, legal services to assist in the
  - 8                       administration of the Uniform Unclaimed Property Act, as provided in
  - 9                       Section 668 of Title 60 of the Oklahoma Statutes, and
  - 10               b.       software, hardware and associated services to assist in the
  - 11                       administration of funds and securities held by the state, as provided in
  - 12                       Section 7 of this act; or
- 13           6. CompSource Oklahoma if CompSource Oklahoma is operating pursuant to a
- 14 pilot program authorized by Sections 3316 and 3317 of this title.

15           SECTION 95.    REPEALER    74 O.S. 2001, Section 85.3A, as last amended by  
16 Section 18, Chapter 454, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.3A), is hereby  
17 repealed.

18           SECTION 96.    AMENDATORY    74 O.S. 2001, Section 85.5, as last amended by  
19 Section 6, Chapter 322, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.5), is amended to  
20 read as follows:

21           Section 85.5. A. ~~Pursuant~~ Except as otherwise provided in this section, pursuant to  
22 the provisions of Section 85.4 of this title, the State Purchasing Director, under the

1 supervision of the Director of the Department of Central Services, shall have sole and  
2 exclusive authority and responsibility for all acquisitions used or consumed by state  
3 agencies. In order to carry out the powers and duties established in Section 34.11.1 of  
4 Title 62 of the Oklahoma Statutes, the Chief Information Officer shall have sole and  
5 exclusive authority and responsibility for all acquisitions of information and  
6 telecommunications technology, equipment, software, products and related peripherals  
7 and services used or consumed by state agencies.

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

13 C. The Director of the Department of Central Services shall have authority and  
14 responsibility to promulgate rules pursuant to provisions of The Oklahoma Central  
15 Purchasing Act governing, providing for, prescribing, or authorizing any act, practice, or  
16 requirement for which regulatory power is delegated for:

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

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

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

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

4           5. Obtaining acquisitions produced by state institutions;

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

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

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

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

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

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

- 1           a.     state agencies shall make acquisitions not exceeding Five Thousand  
2                   Dollars (\$5,000.00), provided the acquisition process is fair and  
3                   reasonable and is conducted pursuant to rules authorized pursuant to  
4                   this section, and
- 5           b.     state agencies with certified procurement officers and internal  
6                   purchasing procedures found compliant by the Director of the  
7                   Department of Central Services pursuant to this section may make  
8                   acquisitions in excess of Five Thousand Dollars (\$5,000.00) and not  
9                   exceeding One Hundred Thousand Dollars (\$100,000.00), pursuant to  
10                  rules authorized by this section;
- 11         12. Training by the State Purchasing Director of state agency procurement officers;
- 12         13. Review and audit by the State Purchasing Director of state agency acquisitions;
- 13         14. The conditions for increasing acquisition limits for state agencies which have  
14         had a prior reduction in acquisition limit by the Director of the Department of Central  
15         Services;
- 16         15. Use of a state purchase card to make acquisitions;
- 17         16. Any other matter or practice which relates to the responsibilities of the Director  
18         of the Department of Central Services;
- 19         17. Conditions for determination and authorization of acquisition limits of state  
20         agencies pursuant to Section 85.7 of this title; and

1 18. The form and manner of verification by suppliers that the supplier is eligible to  
2 do business in the State of Oklahoma and has obtained all necessary permits and  
3 licenses, pursuant to applicable provisions of law.

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

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

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

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

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

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

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

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

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

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

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

21           4. Transmit to the Attorney General or the State Auditor and Inspector for further  
22 investigation a report made by the State Purchasing Director that the Director of the

1 Department of Central Services reasonably believes indicates that an action that  
2 constitutes a criminal violation pursuant to The Oklahoma Central Purchasing Act or  
3 other laws has been taken by any state agency, state agency official, bidder, or supplier;  
4 or

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

8 G. 1. Pursuant to the requirements of The Oklahoma Central Purchasing Act, the  
9 State Purchasing Director shall have authority to enter into any statewide, multistate or  
10 multigovernmental contract. The state entity designated by law, as specified in Section  
11 1010.3 of Title 56 of the Oklahoma Statutes, shall participate in the purchase of  
12 pharmaceuticals available through such multistate or multigovernmental contracts  
13 entered into by the State Purchasing Director.

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

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

18 4. Prior to exercising the authority to cancel a contract, the State Purchasing  
19 Director may authorize renegotiation of an existing contract with an incumbent supplier  
20 for the purposes of obtaining more favorable terms for the state provided the State  
21 Purchasing Director shall not renegotiate the term of the contract.

1           5. In order to carry out the powers and duties established in Section 34.11.1 of Title  
2 62 of the Oklahoma Statutes, the Chief Information Officer shall have the authority to  
3 designate certain information technology and telecommunication contracts for state  
4 agencies as statewide contracts and mandatory statewide contracts.

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

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

12           J. The State Purchasing Director shall undertake the following:

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

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

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

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

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

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

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

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

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

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

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

- 20           a. purchases from statewide contracts issued by the State Purchasing  
21           Director, and  
22           b. regulated utilities; and

1           2. For any other transaction with a state purchase card, the transaction shall not  
2 exceed Five Thousand Dollars (\$5,000.00).

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

5           N. Prior to the award of a contract to a supplier, the State Purchasing Director  
6 shall verify, pursuant to applicable provisions of law, that the supplier is eligible to do  
7 business in the State of Oklahoma by confirming registration with the Secretary of State  
8 and franchise tax payment status pursuant to Sections 1203 and 1204 of Title 68 of the  
9 Oklahoma Statutes. The provisions of this subsection shall be applicable only if the  
10 contract amount is Twenty-five Thousand Dollars (\$25,000.00) or greater.

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

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

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

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

7 S. On an annual basis, the State Purchasing Director shall transmit to the  
8 Governor, Speaker of the House of Representatives and President Pro Tempore of the  
9 State Senate a report documenting the savings realized by each agency through the  
10 application of best spend practices including the collection and tracking of spend data,  
11 strategic sourcing programs, and implementation of managed and mandatory statewide  
12 contracts. The report shall document the reasons for the failure to issue a mandatory  
13 statewide contract for any items comprising total statewide spend in the amount of Five  
14 Million Dollars (\$5,000,000.00) or greater.

15 T. The acquisition limitations provided for in subparagraph b of paragraph 11 of  
16 subsection C of this section and paragraph 1 of subsection A of Section 85.7 of this title  
17 shall not apply to agency purchases provided the agency has subject matter experts on  
18 staff having the specialized expertise to purchase said goods or services, the agency  
19 possesses the necessary legal and procurement staff to procure and monitor the contracts  
20 and provided the Director of Central Services shall certify that the proposed purchase  
21 does not conflict with consolidated statewide spend initiatives.

1           1. Nothing in this subsection shall give an agency authority to issue statewide,  
2 multistate, or multigovernmental contracts.

3           2. Agencies making purchases pursuant to this subsection shall:

- 4           a.       be responsible for contracts awarded pursuant to this subsection,  
5                       which includes, but may not be limited to, contract management, all  
6                       costs connected with or incurred as a result of the contract, including  
7                       legal representation,  
8           b.       comply with rules and policies of the Department of Central Services,  
9                       and  
10          c.       report contracts issued pursuant to this subsection to the Department  
11                       of Central Services, Central Purchasing Division, on a quarterly basis.

12          3. Purchases made in accordance with this subsection shall be made pursuant to  
13 rules authorized by this section.

14          SECTION 97.    REPEALER    74 O.S. 2001, Section 85.5, as last amended by  
15 Section 23, Chapter 451, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.5), is hereby  
16 repealed.

17          SECTION 98.    AMENDATORY   74 O.S. 2001, Section 85.12, as last amended by  
18 Section 3, Chapter 273, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.12), is amended to  
19 read as follows:

20          Section 85.12. A. The provisions of this section shall not be construed to affect any  
21 law relating to fiscal or accounting procedure except as they may be directly in conflict

1 herewith; and all claims, warrants, and bonds shall be examined, inspected, and  
2 approved as now provided by law.

3 B. Except as otherwise provided by this section, the acquisitions specified in this  
4 subsection shall be made in compliance with Section 85.39 of this title but are not subject  
5 to other provisions of The Oklahoma Central Purchasing Act:

6 1. Food and other products produced by state institutions and agencies;

7 2. The printing or duplication of publications or forms of whatsoever kind or  
8 character by state agencies if the work is performed upon their own equipment by their  
9 own employees. Pursuant to this paragraph, the state agency may only use equipment  
10 owned or leased by the agency and may only utilize that equipment for printing services  
11 required by the agency in performing duties imposed upon the agency or functions  
12 authorized to be performed by the agency. Any use of the equipment by the agency  
13 pursuant to an agreement or contract with any other entity resulting in delivery of  
14 intermediate or finished products to the entity purchasing or using the products shall be  
15 subject to the provisions of The Oklahoma Central Purchasing Act;

16 3. Department of Transportation and Transportation Commission contractual  
17 services or right-of-way purchases; contracts awarded pursuant to bids let by the  
18 Transportation Commission for the maintenance or construction of streets, roads,  
19 highways, bridges, underpasses, or any other transportation facilities under the control  
20 of the Department of Transportation, the acquisitions of equipment or materials accruing  
21 to the Department of Transportation required in Federal-Aid contracts; and contracts for

1 public service type announcements initiated by the Department of Transportation; but  
2 not contractual services for advertising or public relations or employment services;

3 4. Utility services where rates therefor are regulated by a state or federal  
4 regulatory commission, or by municipal ordinance, or by an Indian Tribal Council for use  
5 by the Department of Corrections only;

6 5. Acquisitions by the University Hospitals Authority. The Authority shall develop  
7 standards for the acquisition of products and services and may elect to utilize the  
8 Purchasing Division. The standards shall foster economy and short response time and  
9 shall include appropriate safeguards and record-keeping requirements to ensure  
10 appropriate competition and economical and efficient purchasing;

11 6. Contracts for custom harvesting by the Department of Corrections for the  
12 Department or its institutions;

13 7. Contracts with private prison contractors which are subject to the contracting  
14 procedures of Section 561 of Title 57 of the Oklahoma Statutes;

15 8. Acquisitions by the Oklahoma Municipal Power Authority;

16 9. Acquisitions by the Grand River Dam Authority;

17 10. Acquisitions by rural water, sewer, gas, or solid waste management districts  
18 created pursuant to the Rural Water, Sewer, Gas and Solid Waste Management Districts  
19 Act;

20 11. Acquisitions by the Oklahoma Ordnance Works Authority, the Northeast  
21 Oklahoma Public Facilities Authority, or the Midwestern Oklahoma Development  
22 Authority;

1           12. Contracts entered into by the Oklahoma Industrial Finance Authority for the  
2 services of an appraiser or for acquisition of insurance when the Authority's Board of  
3 Directors determines that an emergency exists, and contracts for the services of legal  
4 counsel when approved by the Attorney General;

5           13. Expenditure of monies appropriated to the State Board of Education for Local  
6 and State Supported Financial Support of Public Schools, except monies allocated  
7 therefrom for the Administrative and Support Functions of the State Department of  
8 Education;

9           14. Expenditure of monies appropriated to the State Department of Rehabilitation  
10 Services for educational programs or educational materials for the Oklahoma School for  
11 the Blind and the Oklahoma School for the Deaf;

12           15. Contracts entered into by the Oklahoma Department of Career and Technology  
13 Education for the development, revision, or updating of vocational curriculum materials,  
14 and contracts entered into by the Oklahoma Department of Career and Technology  
15 Education for training and supportive services that address the needs of new or  
16 expanding industries;

17           16. Contracts entered into by the Oklahoma Center for the Advancement of Science  
18 and Technology for professional services;

19           17. Contracts entered into by the Oklahoma Department of Commerce pursuant to  
20 the provisions of Section 5066.4 of this title;

21           18. Acquisitions made by the Oklahoma Historical Society from monies used to  
22 administer the White Hair Memorial;

1           19. Acquisitions available to an agency through a General Services Administration  
2 (GSA) contract or other federal contract if the acquisition is on current statewide contract  
3 and the terms of the GSA or other federal contract, as determined by the State  
4 Purchasing Director, are more favorable to the agency than the terms of a statewide  
5 contract for the same products;

6           20. Purchases of pharmaceuticals available through a multistate or  
7 multigovernmental contract if such pharmaceuticals are or have been on state contract  
8 within the last fiscal year, and the terms of such contract are more favorable to the state  
9 or agency than the terms of a state contract for the same products, as determined by the  
10 State Purchasing Director. The state entity designated by law, as specified in Section  
11 1010.3 of Title 56 of the Oklahoma Statutes, shall participate in the purchase of  
12 pharmaceuticals available through such contracts;

13           21. Contracts for managed health care services entered into by the state entity  
14 designated by law or the Department of Human Services, as specified in paragraph 1 of  
15 subsection A of Section 1010.3 of Title 56 of the Oklahoma Statutes;

16           22. Acquisitions by the Forestry Service of the Oklahoma Department of  
17 Agriculture, Food, and Forestry as authorized by the federal General Services  
18 Administration through a General Services Administration contract or other federal  
19 contract if the acquisitions are not on current statewide contract or the terms of the  
20 federal contract are more favorable to the agency than the terms of a statewide contract  
21 for the same products;

1           23. Acquisitions of clothing for clients of the Department of Human Services and  
2 acquisitions of food for group homes operated by the Department of Human Services;

3           24. Acquisitions by the Oklahoma Energy Resources Board;

4           25. Acquisitions of clothing for juveniles in the custody of the Office of Juvenile  
5 Affairs and acquisitions of food for group homes operated by the Office of Juvenile  
6 Affairs;

7           26. State contracts for flexible benefits plans pursuant to the Oklahoma State  
8 Employees Benefits Act, Section 1361 et seq. of this title;

9           27. Acquisitions by the Department of Securities to investigate, initiate, or pursue  
10 administrative, civil, or criminal proceedings involving potential violations of the acts  
11 under the Department's jurisdiction;

12           28. Acquisitions by the Native America Cultural and Educational Authority and  
13 acquisitions by the Oklahoma Department of Commerce to assist the Native American  
14 Cultural and Educational Authority pursuant to Section 5017 of this title;

15           29. Acquisitions for resale in and through canteens operated pursuant to Section  
16 537 of Title 57 of the Oklahoma Statutes;

17           30. Acquisitions by the Oklahoma Boll Weevil Eradication Organization for  
18 employment and personnel services, and for acquiring sprayers, blowers, traps, and  
19 attractants related to the eradication of boll weevils in this state or as part of a national  
20 or regional boll weevil eradication program;

1           31. Contracts entered into by the Oklahoma Indigent Defense System for expert  
2 services pursuant to the provisions of subsection D of Section 1355.4 of Title 22 of the  
3 Oklahoma Statutes;

4           32. Acquisitions by the Oklahoma Correctional Industries and the Agri-Services  
5 programs of the Department of Corrections of raw materials, component parts and other  
6 products, any equipment excluding vehicles, and any services excluding computer  
7 consultant services used to produce goods or services for resale and for the production of  
8 agricultural products;

9           33. Contracts entered into by the Department of Human Services for provision of  
10 supported living services to members of the plaintiff class in Homeward Bound, Inc., et.  
11 al., v. The Hissom Memorial Center, et. al., Case Number 85-C-437-E, United States  
12 District Court for the Northern District of Oklahoma;

13           34. Contracts negotiated by the Office of Juvenile Affairs with designated Youth  
14 Services Agencies and the Oklahoma Association of Youth Services, or another  
15 Oklahoma nonprofit corporation whose membership consists solely of Youth Services  
16 Agencies and of whom at least a majority of Youth Services Agencies are members,  
17 pursuant to the provisions of Section ~~7302-3-6a~~ 2-7-306 of Title ~~10~~ 10A of the Oklahoma  
18 Statutes; and

19           35. Contracts not to exceed One Hundred Thousand Dollars (\$100,000.00) entered  
20 into by the Department of Environmental Quality for engineering services to assist  
21 qualifying small municipalities or rural water or sewer districts with engineering reports

1 or plans and specifications needed for construction or repairs to achieve compliance with  
2 federal and state public water supply or wastewater laws and regulations.

3 C. Pursuant to the terms of a contract the State Purchasing Director enters into or  
4 awards, a state agency, common school, municipality, rural fire protection district,  
5 county officer, or any program contract, purchase, acquisition or expenditure that is not  
6 subject to the provisions of The Oklahoma Central Purchasing Act, may, unless acting  
7 pursuant to a contract with the state that specifies otherwise, make use of statewide  
8 contracts and the services of the Purchasing Division and the State Purchasing Director.  
9 Any political subdivision or rural fire protection district may designate the State  
10 Purchasing Director as its agent for any acquisition from a statewide contract or  
11 otherwise available to the state.

12 D. The State Purchasing Director shall make periodic audits of the purchasing  
13 procedures of the Oklahoma Ordnance Works Authority, the Northeast Oklahoma Public  
14 Facilities Authority, the University Hospitals Authority, and the Midwestern Oklahoma  
15 Development Authority to ensure that the procedures are being followed.

16 SECTION 99. REPEALER 74 O.S. 2001, Section 85.12, as last amended by  
17 Section 160, Chapter 234, O.S.L. 2009 (74 O.S. Supp. 2009, Section 85.12), is hereby  
18 repealed.

19 SECTION 100. REPEALER 74 O.S. 2001, Section 324.8, as last amended by  
20 Section 2, Chapter 80, O.S.L. 2009 (74 O.S. Supp. 2009, Section 324.8), is hereby  
21 repealed.

1 SECTION 101. AMENDATORY 74 O.S. 2001, Section 840-2.27C, as last  
2 amended by Section 1, Chapter 38, O.S.L. 2009 (74 O.S. Supp. 2009, Section 840-2.27C),  
3 is amended to read as follows:

4 Section 840-2.27C. A. At least sixty (60) days before the scheduled beginning of  
5 reduction-in-force separations or as otherwise provided by law, the appointing authority  
6 shall post in each office of executive branch agencies affected by the proposed reduction-  
7 in-force notice that a reduction-in-force will be conducted in accordance with the  
8 Oklahoma Personnel Act and Merit rules. The reduction-in-force implementation plan  
9 shall be provided to the Director of State Finance and any state employee association  
10 representing state employees at such time. The notice shall not be posted unless  
11 approved by the cabinet secretary for the agency conducting the reduction-in-force. If  
12 there is no incumbent cabinet secretary for the agency, the cabinet-secretary-notice-  
13 approval requirement shall not be applicable. If the appointing authority is governed by  
14 an elected official, the cabinet-secretary-notice-approval requirement shall not be  
15 applicable. The approved notice shall be posted in each office affected by the proposed  
16 plan for five (5) days. The appointing authority shall provide a copy of the notice to the  
17 Administrator. A reduction-in-force shall not be used as a disciplinary action.

18 B. The reduction-in-force implementation plan and subsequent personnel  
19 transactions directly related to the reduction-in-force in executive branch agencies shall  
20 be in compliance with rules adopted by the Administrator. The reduction-in-force  
21 implementation plan, including the description of and reasons for displacement limits  
22 and protections from displacement actions, and severance benefits that will be offered

1 pursuant to Section 840-2.27D of this title shall be posted in each office affected by the  
2 plan within five (5) business days after posting of the reduction-in-force notice. The  
3 reduction-in-force implementation plan shall:

4 1. Provide for the appointing authority to determine the specific position or  
5 positions to be abolished within specified units, divisions, facilities, agency-wide or any  
6 parts thereof;

7 2. Provide for retention of affected employees based on type of appointment;

8 3. Require the separation of probationary classified affected employees in affected  
9 job family levels, except those affected employees on probationary status after  
10 reinstatement from permanent classified status without a break in service, prior to the  
11 separation or displacement of any permanent classified affected employee in an affected  
12 job family level;

13 4. Provide for retention of permanent classified affected employees in affected job  
14 family levels and those affected employees on probationary status after reinstatement  
15 from permanent classified status without a break in service based upon consideration of  
16 years of service;

17 5. Provide for exercise of displacement opportunities by permanent classified  
18 affected employees and those affected employees on probationary status after  
19 reinstatement from permanent classified status without a break in service if any  
20 displacement opportunities exist; and

21 6. Provide outplacement assistance and employment counseling from the  
22 Oklahoma Employment Security Commission and any other outplacement assistance

1 and employment counseling made available by the agency to affected employees  
2 regarding the options available pursuant to the State Government Reduction-in-Force  
3 and Severance Benefits Act prior to the date that a reduction-in-force is implemented.

4 C. If an agency implements a reduction-in-force then it shall give a veteran's  
5 preference over affected nonveterans who have equal retention points to the affected  
6 veteran.

7 D. The Director of the Office of State Finance shall review the fiscal components of  
8 the reduction-in-force implementation plan and within five (5) business days of receipt  
9 reject any plan that does not:

10 1. Demonstrate that funds are available to cover projected costs;

11 2. Contain an estimate of the number of affected employees likely to participate in  
12 the education voucher program established in Section 840-2.27D of this title; and

13 3. Contain an estimate of the cost savings or reduced expenditures likely to be  
14 achieved by the agency.

15 If the reduction-in-force is conducted pursuant to a reorganization, the fiscal  
16 components of the reduction-in-force implementation plan shall contain reasons for the  
17 reorganization, which may include, but not be limited to, increased efficiency, improved  
18 service delivery, or enhanced quality of service.

19 E. The appointing authority may limit displacement of affected employees at the  
20 time of a reduction-in-force. Displacement limits shall not be subject to the approval of  
21 the Administrator. Any limitation shall be based upon reasonable, written, articulated  
22 criteria as certified by the appointing authority. If displacement is limited, the

1 appointing authority shall take action to avoid or minimize any adverse impact on  
2 minorities or women.

3 1. The appointing authority may protect from displacement action up to twenty  
4 percent (20%) of projected post-reduction-in-force employees in affected positions within  
5 displacement limits; provided, that any fractional number resulting from the final  
6 mathematical calculation of the number of those positions shall be rounded to the next  
7 higher whole number. The appointing authority must explain why affected employees  
8 are being protected.

9 2. If the affected employee has not held within the last five (5) years a position in  
10 the job family level or predecessor class in which the affected employee is otherwise  
11 eligible for a displacement opportunity, the appointing authority may determine that the  
12 affected employee does not possess the recent relevant experience for the position and  
13 deny in writing the displacement opportunity.

14 3. An affected permanent classified employee may exercise a displacement  
15 privilege, if one exists, if the affected employee has received an overall rating of at least  
16 “meets standards”, or its equivalent, on the most recent annual service rating. If an  
17 affected employee has not been rated in accordance with the time limits established in  
18 Section 840-4.17 of this title, the employee shall be deemed to have received an overall  
19 rating of at least “meets standards” or its equivalent on the most recent service rating.

20 4. An affected employee who exercises a displacement privilege pursuant to this  
21 section shall:

- 1 a. be required, as a condition of continued employment by the agency, to  
2 sign an agreement, in a form to be prescribed by the Administrator of  
3 the Office of Personnel Management, acknowledging that the employee  
4 had an opportunity to receive severance benefits and affirmatively  
5 elected to exercise a displacement privilege and to forego such benefits.  
6 An affected employee who signs the agreement required by this  
7 subparagraph waives any privilege which might otherwise have been  
8 available to the affected employee pursuant to the agreement for the  
9 provision of severance benefits, and
- 10 b. not have the right to exercise any subsequent right to receive  
11 severance benefits from the agency for which the affected employee  
12 performs services on the date that the employee exercises a  
13 displacement privilege. The provisions of this section shall not  
14 prohibit any person from exercising a displacement privilege in, or  
15 accepting severance benefits from, more than one agency during  
16 employment with the State of Oklahoma or from the agency which the  
17 affected employee exercised a displacement privilege in any future  
18 reduction-in-force.

19 F. An affected employee who does not agree pursuant to Section 840-2.27E of this  
20 title to accept severance benefits and who does not have a displacement opportunity or  
21 does not accept a displacement opportunity shall be separated by the reduction-in-force

1 and shall not receive any severance benefits that would have otherwise been provided  
2 pursuant to Section 840-2.27D of this title.

3 G. Permanent classified affected employees and those affected employees on  
4 probationary status after reinstatement from permanent classified status without a  
5 break in service who were removed from a job family level by taking a position in another  
6 job family level through displacement or separated after foregoing severance benefits  
7 shall be recalled by the agency to the job family level from which they were removed in  
8 inverse order of removal before the agency may appoint other persons to the job family  
9 level, from the employment register, by internal action or from Priority Reemployment  
10 Consideration Rosters as provided by this section. Upon declination of an offer of  
11 reappointment to the job family level from which the employee was removed or eighteen  
12 (18) months after the date of removal from the job family level, whichever is first, this  
13 right to be recalled shall expire.

14 H. The names of permanent classified affected employees and those affected  
15 employees on probationary status after reinstatement from permanent classified status  
16 without a break in service who have been separated pursuant to the State Government  
17 Reduction-in-Force and Severance Benefits Act, who apply and meet all requirements for  
18 state jobs in the classified service shall be placed on Priority Reemployment  
19 Consideration Rosters ~~in accordance with their individual final earned ratings~~ for a  
20 maximum of eighteen (18) months after the date of separation. Before any vacant  
21 position is filled by any individual eligible for initial appointment from the employment  
22 register, individuals on the Priority Reemployment Consideration Rosters shall be given

1 priority consideration for reemployment by any state agency within eighteen (18) months  
2 after the date of the reduction-in-force. Upon declination of an offer of reemployment to a  
3 job family level having the same or higher pay band than the job family level from which  
4 the employee was removed, or eighteen (18) months after the date of separation,  
5 whichever is first, this priority consideration for reemployment shall expire. If an agency  
6 has posted a reduction-in-force plan and implementation schedule, all affected employees  
7 in positions covered by the plan and any within the displacement limits established by  
8 the appointing authority of the agency who have been separated shall be eligible for  
9 priority reemployment consideration.

10 I. If an agency or any part thereof is scheduled to be closed or abolished as a result  
11 of legislation or a court order, the affected employees, who would be eligible for Priority  
12 Reemployment Consideration after their separation in accordance with subsection H of  
13 this section, may apply and, if qualified and eligible, shall be accorded Priority  
14 Reemployment Consideration not to exceed twelve (12) months before the scheduled date  
15 of separation. If an agency has posted a reduction-in-force plan and implementation  
16 schedule, all affected employees in positions covered by the plan and any within the  
17 displacement limits established by the appointing authority of the agency shall be  
18 eligible for Priority Reemployment Consideration beginning with the date the schedule is  
19 posted, not to exceed twelve (12) months before the scheduled date of separation.

20 J. When the Legislature is not in session, the Contingency Review Board may,  
21 upon the request of the Governor, direct agencies, boards and commissions to reduce the  
22 number of employees working for the agency, board or commission whenever it is deemed

1 necessary and proper. Such reduction shall be made pursuant to reduction-in-force plans  
2 as provided in this section.

3 K. 1. When the Legislature is not in session, the Contingency Review Board may,  
4 upon the request of the Governor, direct and require mandatory furloughs for all state  
5 employees whenever it is deemed necessary and proper. The Contingency Review Board  
6 shall specify the effective dates for furloughs and shall note any exceptions to state  
7 employees affected by same. All classified, unclassified, exempt or nonmerit employees,  
8 including those employees of agencies or offices established by statute or the  
9 Constitution, shall be affected by such actions.

10 2. Mandatory furlough means the involuntary temporary reduction of work hours  
11 or the placement of an employee on involuntary leave without pay. Rules governing  
12 leave, longevity pay and participation in the State Employees Group Health, Dental,  
13 Disability, and Life Insurance program shall not be affected by mandatory furloughs.  
14 Furlough, as provided for in this section or by rules adopted by the Administrator of the  
15 Office of Personnel Management, shall not be appealable under the provisions of the  
16 Oklahoma Personnel Act.

17 3. Notwithstanding existing laws or provisions to the contrary, members of state  
18 boards and commissions shall not receive per diem expenses during periods of mandatory  
19 furlough. The Contingency Review Board shall additionally call upon elected officials,  
20 members of the judiciary, and other public officers whose salary or emoluments cannot be  
21 altered during current terms of office, to voluntarily donate to the General Revenue Fund

1 any portion of their salary which would otherwise have been affected by a mandatory  
2 furlough.

3 L. All agencies directed by the Contingency Review Board to terminate or furlough  
4 employees, shall report the cumulative cost savings achieved by the reductions-in-force  
5 or furloughs to the Governor, President Pro Tempore of the Senate and Speaker of the  
6 House of Representatives on a quarterly basis for one (1) year following the effective date  
7 of the action.

8 M. The appointing authority of an agency which has an approved reduction-in-force  
9 plan pursuant to the State Government Reduction-in-Force and Severance Benefits Act  
10 may request the Administrator of the Office of Personnel Management to appoint an  
11 interagency advisory task force for the purpose of assisting the agency and its employees  
12 with the implementation of the reduction-in-force. The appointing authority of state  
13 agencies requested by the Administrator to participate on a task force shall assign  
14 appropriate administrative personnel necessary to facilitate the necessary assistance  
15 required for the efficient implementation of the approved reduction-in-force.

16 SECTION 102. REPEALER 74 O.S. 2001, Section 840-2.27C, as last amended  
17 by Section 5, Chapter 12, O.S.L. 2009 (74 O.S. Supp. 2009, Section 840-2.27C), is hereby  
18 repealed.

19 SECTION 103. AMENDATORY Section 34, Chapter 368, O.S.L. 2004, as last  
20 amended by Section 2, Chapter 255, O.S.L. 2009 (76 O.S. Supp. 2009, Section 32), is  
21 amended to read as follows:

1 Section 32. A. This section shall be known and may be cited as the “Volunteer  
2 Professional Services Immunity Act”.

3 B. Any volunteer professional or volunteer health practitioner and any organization  
4 that arranges for the care given by the volunteer professional shall be immune from  
5 liability in a civil action on the basis of any act or omission of the volunteer professional  
6 or volunteer health practitioner resulting in damage or injury if:

7 1. The volunteer professional or volunteer health practitioner services were  
8 provided at a free clinic where neither the professional or practitioner nor the clinic  
9 receives any kind of compensation for any treatment provided at the clinic;

10 2. The volunteer professional or volunteer health practitioner was acting in good  
11 faith and, if licensed, the services provided were within the scope of the license of the  
12 volunteer professional or volunteer health practitioner;

13 3. The volunteer professional or volunteer health practitioner commits the act or  
14 omission in the course of providing services; and

15 4. The damage or injury was not caused by gross negligence or willful and wanton  
16 misconduct by the volunteer professional or volunteer health practitioner; ~~and~~

17 ~~5. Before the volunteer professional or volunteer health practitioner provides~~  
18 ~~services, the volunteer professional and the person receiving the services or, if that~~  
19 ~~person is a minor or otherwise legally incapacitated, the person’s parent, conservator,~~  
20 ~~legal guardian, or other person with legal responsibility for the care of the person signs a~~  
21 ~~written statement that acknowledges:~~

- 1 a. ~~that the volunteer professional or volunteer health practitioner~~  
2 ~~providing services has no expectation of and will receive no~~  
3 ~~compensation of any kind for providing the services, and~~
- 4 b. ~~an understanding of the limitations on the recovery of damages from~~  
5 ~~the volunteer professional or volunteer health practitioner in exchange~~  
6 ~~for receiving free services.~~

7 C. In the event the volunteer professional or volunteer health practitioner refers  
8 the patient covered by this section to another volunteer professional or volunteer health  
9 practitioner for additional treatment, the referred volunteer professional or volunteer  
10 health practitioner shall be subject to the provisions of this section if:

- 11 1. The referred volunteer professional or volunteer health practitioner provides  
12 services without receiving any compensation for the treatment;
- 13 2. The referred volunteer professional or volunteer health practitioner was acting  
14 in good faith and, if licensed, the services provided were within the scope of the license of  
15 the referred volunteer professional or volunteer health practitioner;
- 16 3. The referred volunteer professional or volunteer health practitioner commits the  
17 act or omission in the course of providing services; and
- 18 4. The damage or injury was not caused by gross negligence or willful and wanton  
19 misconduct by the referred volunteer professional or volunteer health practitioner; ~~and~~
- 20 ~~5. Before the referred volunteer professional or volunteer health practitioner~~  
21 ~~provides services, the referred volunteer professional or volunteer health practitioner~~  
22 ~~and the person receiving the services or, if that person is a minor or otherwise legally~~

1 ~~incapacitated, the person's parent, conservator, legal guardian, or other person with legal~~  
2 ~~responsibility for the care of the person signs a written statement that acknowledges:~~

- 3 ~~a. that the referred volunteer professional or volunteer health~~  
4 ~~practitioner providing services has no expectation of and will receive~~  
5 ~~no compensation of any kind for providing the services, and~~  
6 ~~b. an understanding of the limitations on the recovery of damages from~~  
7 ~~the volunteer professional or volunteer health practitioner in exchange~~  
8 ~~for receiving free services.~~

9 D. The provisions of this section shall not affect the liability that any person may  
10 have which arises from the operation of a motor vehicle, watercraft, or aircraft in  
11 rendering the service, care, assistance, advice or other benefit as a volunteer  
12 professional or volunteer health practitioner.

13 E. The immunity from civil liability provided by this section shall extend only to  
14 the actions taken by a person rendering the service, care, assistance, advice or other  
15 benefit as a volunteer professional or volunteer health practitioner, and does not confer  
16 any immunity to any person for actions taken by the volunteer professional or volunteer  
17 health practitioner prior to or after the rendering of the service, care, assistance, advice  
18 or other benefit as a volunteer professional or volunteer health practitioner.

19 F. For the purpose of this section, the term "volunteer professional" and "referred  
20 volunteer professional" means a person who voluntarily provides professional medically  
21 related services without compensation or expectation of compensation of any kind. A  
22 volunteer professional or a referred volunteer professional shall include the following

1 licensed professionals, including those persons licensed in accordance with Section 493.5  
2 of Title 59 of the Oklahoma Statutes:

- 3 1. Physician;
- 4 2. Physician assistant;
- 5 3. Registered nurse;
- 6 4. Advanced practice nurse or vocational nurse;
- 7 5. Pharmacist;
- 8 6. Podiatrist;
- 9 7. Dentist or dental hygienist; or
- 10 8. Optometrist.

11 A volunteer professional shall be engaged in the active practice of a medical professional  
12 or retired from a medically related profession, if still eligible to provide medically related  
13 professional services within this state.

14 G. For the purposes of this section, the term “volunteer health practitioner” and  
15 “referred volunteer health practitioner” means a person who voluntarily provides health-  
16 related services without compensation or expectation of compensation of any kind. A  
17 volunteer health practitioner or referred volunteer health practitioner shall include the  
18 following:

- 19 1. Certified nurse aide;
- 20 2. Chiropractor;
- 21 3. Dental assistant;
- 22 4. Dental technician;

- 1 5. Dietitian/nutritionist;
- 2 6. Emergency medical technician;
- 3 7. Licensed alcohol and drug counselor;
- 4 8. Licensed behavioral practitioner;
- 5 9. Licensed clinical social worker;
- 6 10. Licensed practical nurse;
- 7 11. Licensed professional counselor;
- 8 12. Marital/family therapist;
- 9 13. Medical assistant;
- 10 14. Medical laboratory technologist;
- 11 15. Medical technician;
- 12 16. Nuclear medicine technologist;
- 13 17. Occupational therapist;
- 14 18. Orthopedic technologist;
- 15 19. Paramedic;
- 16 20. Pharmacy technician;
- 17 21. Physical therapist;
- 18 22. Psychologist;
- 19 23. Radiology technician/technologist;
- 20 24. Respiratory therapist;
- 21 25. Sonographer;
- 22 26. Speech/language pathologist;

- 1        27. Veterinarian; and
- 2        28. Veterinary technician.

3 A volunteer health practitioner shall be engaged as an active health practitioner or  
4 retired from a health-related practice if still eligible to provide health-related services  
5 within this state.

6        H. Any person or entity participating in the Oklahoma Medical Reserve Corps and  
7 assisting with emergency management, emergency operations, or hazard mitigation in  
8 response to any emergency, man-made disaster, or natural disaster, or participating as  
9 authorized in public health initiatives, disaster drills, or other activities designed to  
10 strengthen emergency response that are endorsed by a city-county health department,  
11 county health department or the state health department in the State of Oklahoma, shall  
12 not be liable for civil damages on the basis of any act or omission, if:

- 13        1. The person was acting in good faith and within the scope of the official duties  
14 and functions of the Oklahoma Medical Reserve Corps; and
- 15        2. The acts or omissions were not caused from gross, willful, or wanton acts of  
16 negligence.

- 17        I. This section shall apply to all civil actions filed on or after:
  - 18        1. November 1, 2004, for those persons listed in subsection F of this section; and
  - 19        2. November 1, 2009, for all other persons listed in subsection G of this section.

20        SECTION 104. REPEALER    Section 34, Chapter 368, O.S.L. 2004, as last  
21 amended by Section 2, Chapter 247, O.S.L. 2009 (76 O.S. Supp. 2009, Section 32), is  
22 hereby repealed.

1 SECTION 105. REPEALER Section 34, Chapter 368, O.S.L. 2004, as last  
2 amended by Section 2, Chapter 313, O.S.L. 2009 (76 O.S. Supp. 2009, Section 32), is  
3 hereby repealed.

4 SECTION 106. The provisions of Sections 32 through 43 and Sections 96 and 97 of  
5 this act shall be effective and shall become operative on the effective date of the  
6 appointment of the first Chief Information Officer by the Governor as provided in Section  
7 34.11.1 of Title 62 of the Oklahoma Statutes.

8 SECTION 107. Sections 66 and 67 of this act shall become effective July 1, 2010.

9 SECTION 108. It being immediately necessary for the preservation of the public  
10 peace, health and safety, an emergency is hereby declared to exist, by reason whereof  
11 this act shall take effect and be in full force from and after its passage and approval.

12 DIRECT TO CALENDAR.

UNDERLINED language denotes Amendments to present Statutes.  
**BOLD FACE CAPITALIZED** language denotes Committee Amendments.  
~~Strike thru~~ language denotes deletion from present Statutes.