

BILL SUMMARY
2nd Session of the 52nd Legislature

Bill No.:	SB 1898
Version:	Engrossed
Author:	McNiel
Date:	3/24/2010
Impact:	GRDA projects a \$100,000 revenue increase; DCS projects a loss of \$100,000 to GRDA; no impact to General Revenue

Bill Summary

Research Analyst: Dusty Darr

Engrossed Senate Bill (ESB) 1898 relates to certain exemptions provided to the Grand River Dam Authority (GRDA). The measure provides the GRDA with a new exemption from the Oklahoma Surplus Property Act for the purpose of disposing of surplus property, provided that the resulting revenue is retained by the district solely for the benefit of its customers and the public.

In addition, the measure requires the GRDA to implement procedures governing the disposal of surplus property that are similar to the requirements of the Oklahoma Surplus Property Act and are in compliance with other state laws governing public property and funds. The GRDA Board of Directors is required to approve all records of surplus property maintained by the district. The measure also authorizes the GRDA to enter into an agreement with the Department of Central Services (DCS) to utilize the Department's services in disposing of surplus property and to pay DCS a fee to cover the administrative costs of such transactions.

The title and enacting clause have been stricken from the measure in its current form.

Fiscal Summary

Fiscal Analyst: Mark Nichols

The engrossed version of SB 1898 exempts the Grand River Dam Authority from the Oklahoma Surplus Property Act. The measure authorizes GRDA to enter into an agreement with the Department of Central Services to dispose of surplus property.

Fiscal Analysis

Officials at the GRDA state that they lose approximately \$100,000 to the Department of Central Services in surplus auction revenue. GRDA believes that the items that are auctioned are property of GRDA and paid for by GRDA customers and thus, GRDA should retain the right to sell their own equipment.

Officials at the Department of Central Services state that their consolidated surplus auctions increase revenue from sales by an estimated 30%, and that the measure, if passed, would constitute a loss to GRDA of approximately \$100,000.

Long Term Fiscal Considerations

None

Fiscal Analysis Reviewed By:

Janice Buchanan

House Fiscal Director