

1 **SENATE FLOOR VERSION**

2 March 26, 2013

3 ENGROSSED HOUSE  
4 BILL NO. 1526

By: Banz, Jackson, Coody,  
Sherrer and Enns of the  
House

5 and

6 Schulz of the Senate  
7

8  
9 An Act relating to aircraft and airports; amending 3  
10 O.S. 2011, Section 85.3, which relates to the Center  
11 for Aerospace Supplier Quality; enacting the  
12 Aerospace and Defense Development Act of 2013;  
13 renaming Center for Aerospace Supplier Quality;  
14 providing additional industries to be served;  
15 directing center to serve as intermediary between  
16 certain entities; listing opportunities for center to  
17 facilitate; directing Oklahoma Aerospace Institute to  
18 gather information on certain industries; requiring  
19 Institute to match training providers and consulting  
20 services with certain industry professionals;  
21 providing an effective date; and declaring an  
22 emergency.

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

24 SECTION 1. AMENDATORY 3 O.S. 2011, Section 85.3, is  
amended to read as follows:

Section 85.3 A. This act shall be known and may be cited as  
the "Aerospace and Defense Development Act of ~~2008~~ 2013".

B. There is hereby created within the Oklahoma Aeronautics  
Commission, the Center for Aerospace and Defense Supplier Quality

1 (~~CASQ~~ CADSQ), and the Oklahoma Aerospace Institute (OAI) whose  
2 purpose shall be to create a partnership of service providers to  
3 more effectively respond to the needs of the aviation, aerospace  
4 industry and defense industries in the areas of education and  
5 training, research, and economic development. The ~~CASQ~~ CADSQ and  
6 OAI will focus available resources to promote cooperation and  
7 collaboration among businesses, manufacturers, military  
8 installations, commercial aviation, educational institutions,  
9 nonprofit research institutions, and state government for the  
10 purpose of strengthening the economy of the State of Oklahoma.  
11 Contingent upon the availability of funds, the Oklahoma Aeronautics  
12 Commission may employ established program processes or may contract  
13 with other qualified entities to operate the ~~CASQ~~ CADSQ and the OAI.

14 C. The ~~CASQ~~ CADSQ is designed to serve as a conduit between  
15 ~~Oklahoma's military installations and~~ the aviation, aerospace  
16 industry and defense industries in Oklahoma, as well as commercial  
17 and military aviation, to promote quick response to opportunities  
18 that will:

19 1. Increase ~~Department of Defense contracts with Oklahoma~~  
20 ~~aerospace companies and contracts between Oklahoma aerospace~~  
21 ~~companies~~ in the aviation, aerospace and defense industries in  
22 Oklahoma and the Department of Defense and its prime contractors ~~in~~  
23 ~~the aerospace and defense industries;~~

24 2. Create and retain more high-wage, high-skill jobs;

1 3. Strengthen collaborations between businesses and aviation,  
2 aerospace and defense interests;

3 4. Reduce the flow of federal defense contract dollars ~~to~~ out-  
4 of-state ~~businesses~~;

5 5. Expand the aviation, aerospace ~~industry~~ and defense  
6 industries in Oklahoma;

7 6. Provide engineering and technical assistance;

8 7. Provide more ~~manufacturing sources~~ suppliers for Oklahoma  
9 military installations and the aviation, aerospace ~~industry~~ and  
10 defense industries; and

11 8. Reduce costs for the Department of Defense and ~~increase~~  
12 ~~competitiveness for~~ Oklahoma military installations, and increase  
13 the competitiveness of aviation, aerospace ~~industry~~ and defense  
14 businesses in Oklahoma.

15 D. In order to streamline the use of resources with the goal of  
16 eliminating duplication of efforts, the OAI shall act as a  
17 clearinghouse of information and activities concerning the aviation,  
18 aerospace ~~industry~~ and defense industries. The OAI will provide a  
19 focal point to coordinate the plans and activities of state  
20 agencies, task forces, departments, boards, commissions, and other  
21 entities that have responsibilities or duties regarding the  
22 aviation, aerospace ~~industry~~ and defense industries with the goal of  
23 eliminating duplication of effort.

24

1 E. The OAI shall create a partnership of education and training  
2 providers to meet the specific needs of the aviation, aerospace  
3 ~~industry~~ and defense industries to build a credentialed work force  
4 for the future. Participating educational institutions shall act  
5 cooperatively to create complementary activities.

6 F. The OAI shall include a center for applied research and will  
7 primarily undertake applied research, development and technology  
8 transfer that have long-term potential for commercial development.  
9 The center shall build upon institutional strengths and conduct  
10 activity in areas of research in which the participating research  
11 institutions and businesses have achieved or have true promise of  
12 attaining a standard of excellence in applied research and  
13 development.

14 G. The OAI shall support and foster the growth of the aviation,  
15 aerospace ~~industry~~ and defense industries. The OAI shall acquire  
16 aerospace executive expertise and provide consulting services to the  
17 aviation, aerospace industry and defense industries, government  
18 agencies and organizations across the State of Oklahoma in order to  
19 strengthen the policy framework, economic development initiatives  
20 and activities of the state.

21 H. The OAI may accept funding that includes, but is not limited  
22 to:

- 23 1. Monetary contributions;
- 24 2. Contractual arrangements;

- 1 3. In-kind services;
- 2 4. Federal- and state-appropriated dollars;
- 3 5. Private and public foundation grants; and
- 4 6. Fee-for-service products.

5 SECTION 2. This act shall become effective July 1, 2013.

6 SECTION 3. It being immediately necessary for the preservation  
7 of the public peace, health and safety, an emergency is hereby  
8 declared to exist, by reason whereof this act shall take effect and  
9 be in full force from and after its passage and approval.

10 COMMITTEE REPORT BY: COMMITTEE ON TRANSPORTATION  
11 March 26, 2013 - DO PASS  
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