

1 **HOUSE OF REPRESENTATIVES - FLOOR VERSION**

2 STATE OF OKLAHOMA

3 1st Session of the 55th Legislature (2015)

4 COMMITTEE SUBSTITUTE
5 FOR
6 HOUSE BILL NO. 1741

By: Moore of the House

and

Newberry of the Senate

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10 COMMITTEE SUBSTITUTE

11 An Act relating to state government; creating the
12 State Agency Audit Act; directing state agencies to
13 meet requirements of competitive bidding for audit
14 services; prohibiting certain contracts with entities
15 providing audit services; providing for codification;
16 and providing an effective date.

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

18 SECTION 1. NEW LAW A new section of law to be codified
19 in the Oklahoma Statutes as Section 11001 of Title 74, unless there
20 is created a duplication in numbering, reads as follows:

21 This act shall be known and may be cited as the "State Agency
22 Audit Act".

23 SECTION 2. NEW LAW A new section of law to be codified
24 in the Oklahoma Statutes as Section 11002 of Title 74, unless there
is created a duplication in numbering, reads as follows:

1 A. The State Agency Audit Act shall require strict compliance
2 with the competitive bidding requirements set forth in The Oklahoma
3 Central Purchasing Act.

4 B. The State Agency Audit Act applies to every state agency and
5 political subdivision that audits or assesses third parties for any
6 purpose.

7 C. The State Agency Audit Act specifically prohibits a contract
8 between a state agency or political subdivision and a third-party
9 entity or person, the purpose of which is to provide audit services
10 or functions on behalf of the state, if the contract provides for
11 payment to the third-party entity performing the audit a percentage,
12 commission or contingency fee of the amount of any property
13 recovered.

14 D. Any contract between a state agency and a third-party entity
15 contracted to perform audits on behalf of the state shall not extend
16 beyond two (2) years.

17 SECTION 3. This act shall become effective November 1, 2015.

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19 COMMITTEE REPORT BY: COMMITTEE ON GOVERNMENT OVERSIGHT AND
20 ACCOUNTABILITY, dated 02/18/2015 - DO PASS, As Amended and
21 Coauthored.
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