

1 ENGROSSED HOUSE
2 BILL NO. 1704

By: Derby, Murphey, Pittman and
Nelson of the House

3 and

4 Coffee of the Senate

5
6
7 (technology - Oklahoma Information Services Act -
8 amending 21 sections in Title 62 - Information Services
9 Division of the Office of State Finance - amending 74
10 O.S., Section 85.5 - amending 17 O.S., Section 139.109 -
11 repealing 62 O.S., Section 41.5a-2 - codification -
12 noncodification - recodification -
13 effective date)

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15
16 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

17 SECTION 1. NEW LAW A new section of law to be codified
18 in the Oklahoma Statutes as Section 50 of Title 74, unless there is
19 created a duplication in numbering, reads as follows:

20 This act shall be known and may be cited as the "Oklahoma
21 Information Services Act".

22 SECTION 2. NEW LAW A new section of law to be codified
23 in the Oklahoma Statutes as Section 50.1 of Title 74, unless there
24 is created a duplication in numbering, reads as follows:

1 A. There is hereby created the Office of Information Services.
2 The Office of Information Services shall be operated and
3 administered by a Chief Information Officer who shall be appointed
4 by the Governor. The salary of the Chief Information Officer shall
5 be comparable with the prevailing salaries for similar private
6 sector positions. The first Chief Information Officer shall be
7 appointed no later than January 1, 2010.

8 B. Any person appointed to the position of Chief Information
9 Officer shall meet the following eligibility requirements:

10 1. A baccalaureate degree in Computer Information Systems,
11 Information Systems or Technology Management, Business
12 Administration, Finance, or other similar degree;

13 2. A minimum of ten (10) years of professional experience with
14 responsibilities for management and support of information systems
15 and information technology, including seven (7) years of direct
16 management of a major information technology operation;

17 3. Familiarity with local and wide-area network design,
18 implementation, and operation;

19 4. Experience with data and voice convergence service
20 offerings;

21 5. Experience in developing technology budgets;

22 6. Experience in developing request for proposals and
23 administering the bid process;

1 7. Experience managing professional staff, teams, and
2 consultants;

3 8. Knowledge of telecommunications operations;

4 9. Ability to develop and set strategic direction for
5 information technology and telecommunications and to manage daily
6 development and operations functions;

7 10. An effective communicator who is able to build consensus;

8 11. Ability to analyze and resolve complex issues, both logical
9 and interpersonal;

10 12. Effective verbal and written communications skills and
11 effective presentation skills, geared toward coordination and
12 education;

13 13. Ability to negotiate and defuse conflict; and

14 14. A self-motivator, independent, cooperative, flexible and
15 creative.

16 C. For the fiscal year ending June 30, 2010, the salary and any
17 other expenses for the Chief Information Officer shall be budgeted
18 through the Office of the State Treasurer and the Office of the
19 State Treasurer shall provide office space, equipment and support to
20 the Chief Information Officer.

21 D. 1. Within nine (9) months of appointment, the Chief
22 Information Officer shall complete an assessment of the
23 implementation of the transfer, coordination, and modernization of
24 all information technology and telecommunication systems of all

1 state agencies in the state as provided for in the Oklahoma
2 Information Services Act.

3 2. Within twelve (12) months of appointment, the Chief
4 Information Officer shall issue a report setting out a plan of
5 action which will include the following:

- 6 a. the implementation of an information technology and
7 telecommunications centralized infrastructure
8 environment and centralized applications that are
9 utilized across multiple agencies,
- 10 b. define the services that shall be centralized under
11 the control of the Office of Information Services,
- 12 c. define the roadmap to implement the proposed
13 centralized model. The roadmap shall include
14 recommendations on the transfer, coordination, and
15 modernization of all information technology and
16 telecommunication systems of all the state agencies in
17 the state,
- 18 d. recommendations on the reallocation of information
19 technology and telecommunication resources and
20 personnel,
- 21 e. recommendations on the alignment and operation of the
22 communications and data transfer network known as
23 OneNet,

- 1 f. a cost benefit analysis to support the recommendations
2 on the reallocation of information technology and
3 telecommunication resources and personnel, and
4 g. a calculation of the net savings realized through the
5 reallocation and consolidation of information
6 technology and telecommunication resources and
7 personnel after compensating for the upfront cost of
8 the creation of the Office of Information Services and
9 the ongoing costs of the office.

10 3. The plan of action report shall be presented to the
11 Governor, Speaker of the House of Representatives, and the President
12 Pro Tempore of the State Senate.

13 4. The Chief Information Officer may contract with a private
14 consultant or consultants to assist in the assessment and
15 development of the plan of action report as required in this
16 subsection.

17 E. Beginning July 1, 2010, the Chief Information Officer shall
18 be authorized to employ personnel, fix the duties and compensation
19 of the personnel, not otherwise prescribed by law, and otherwise
20 direct the work of the personnel in performing the function and
21 accomplishing the purposes of the Office of Information Services.

22 F. Beginning July 1, 2010, the Office of Information Services
23 shall be responsible for the following duties:
24

- 1 1. Formulate and implement the information technology strategy
2 for the state;
- 3 2. Define, design, and implement an information technology and
4 telecommunications centralized infrastructure and centralized
5 application environment for the state;
- 6 3. Direct the development and operation of a scalable
7 telecommunications infrastructure that supports data and voice
8 communications reliability, integrity, and security;
- 9 4. Supervise the applications development process for those
10 applications that are centralized;
- 11 5. Provide direction for the professional development of
12 information technology staff of state agencies and oversee the
13 professional development of the staff of the Office of Information
14 Services;
- 15 6. Evaluate all technology investment choices for the state;
- 16 7. Create a plan to ensure alignment of current systems, tools,
17 and processes with the strategic information technology plan for the
18 state;
- 19 8. Set direction and provide oversight for the support and
20 continuous upgrading of the current information technology and
21 telecommunication infrastructure in the state in support of enhanced
22 reliability, user service levels, and security;

23

24

1 9. Direct the development, implementation, and management of
2 appropriate standards, policies and procedures to ensure the success
3 of state information technology and telecommunication initiatives;

4 10. Recruit and centralize the required technical staff in the
5 Office of Information Services to support the services provided by
6 the Office and the execution of the strategic information technology
7 plan for the state;

8 11. Establish, maintain, and enforce information technology and
9 telecommunication standards;

10 12. Delegate, coordinate, and review all work to ensure quality
11 and efficient operation of the Office of Information Services;

12 13. Create and implement a communication plan that disseminates
13 pertinent information to state agencies on standards, policies,
14 procedures, service levels, project status, and other important
15 information to customers of the Office of Information Services and
16 provide for agency feedback and performance evaluation by customers
17 of the Office;

18 14. Develop and implement training programs for state agencies
19 using the centralized services of the Office of Information Services
20 and recommend training programs to state agencies on information
21 technology and telecommunication systems, products and procedures;

22 15. Provide counseling, performance evaluation, training,
23 motivation, discipline, and assign duties for employees of the
24 Office of Information Services;

1 16. Oversee the purchasing of information technology products
2 and services for the state;

3 17. Develop and enforce an overall infrastructure architecture
4 strategy and associated roadmaps for desktop, network, server,
5 storage, and centralized management systems for state agencies;

6 18. Effectively manage the design, implementation and support
7 of complex, highly available infrastructure to ensure optimal
8 performance, on-time delivery of features, and new products, and
9 scalable growth;

10 19. Define and implement a governance model for requesting
11 services and monitoring service level metrics for all centralized
12 services; and

13 20. Create the budget for the Office of Information Services to
14 be submitted to the Legislature each year.

15 G. Upon receiving approval of the State Governmental Technology
16 Applications Review Board created in Section 50.18 of Title 74 of
17 the Oklahoma Statutes, the Chief Information Officer shall implement
18 the plan of action as set forth in subsection D of this section.
19 The State Governmental Technology Applications Review Board shall
20 provide ongoing oversight of the implementation of the plan of
21 action. Any proposed amendments to the plan of action shall be
22 approved by the Board prior to adoption. The net savings realized
23 through the reallocation and consolidation of information technology
24 and telecommunication resources and personnel after compensating for

1 the up-front costs and ongoing costs of the Office of Information
2 which are identified and reported in the plan of action shall be
3 realized no later than July 1, 2011.

4 H. The Chief Information Officer shall be responsible for the
5 procurement of all information technology and telecommunication
6 software, hardware, equipment, peripheral devices, maintenance,
7 consulting services, high technology systems, and other related
8 information technology, data processing, telecommunication and
9 related peripherals and services for the state. The Chief
10 Information Officer shall establish, implement, and enforce policies
11 and procedures for the procurement of information technology and
12 telecommunication software, hardware, equipment, peripheral devices,
13 maintenance, consulting services, high technology systems, and other
14 related information, data processing, telecommunication and related
15 peripherals and services by purchase, lease-purchase, lease with
16 option to purchase, lease and rental.

17 I. The Office of Information Services and the Chief Information
18 Officer shall be subject to The Oklahoma Central Purchasing Act and
19 the requirements of the Public Competitive Bidding Act of 1974, the
20 Oklahoma Lighting Energy Conservation Act and the Public Building
21 Construction and Planning Act when procuring data processing,
22 information technology, telecommunication, and related peripherals
23 and services and when constructing information technology and
24 telecommunication facilities, telecommunication networks and

1 supporting infrastructure. The Chief Information Officer shall be
2 authorized to delegate all or some of the procurement of information
3 technology and telecommunication products and services and
4 construction of facilities and telecommunication networks to another
5 state entity if the Chief Information Officer determines it to be
6 cost-effective and in the best interest of the state. The Chief
7 Information Officer shall have authority to designate information
8 technology and telecommunication contracts as statewide contracts
9 and mandatory statewide contracts pursuant to Section 85.5 of Title
10 74 of the Oklahoma Statutes.

11 J. The Chief Information Officer shall establish and implement
12 charges and a system to assess the charges to state agencies for
13 their use of centralized information technology and
14 telecommunication services subject to the approval of the State
15 Governmental Technology Applications Review Board.

16 K. The Chief Information Officer shall establish, implement,
17 and enforce policies and procedure for the development and
18 procurement of an interoperable radio communications system for
19 state agencies. The Chief Information Officer shall work with local
20 governmental entities in developing the interoperable radio
21 communications system.

22 L. The Chief Information Officer shall develop and implement a
23 plan to utilize open source technology and products for the
24 information technology and telecommunication systems in the state.

1 M. All state agencies, boards, commissions, and authorities of
2 this state and all officers and employees of those entities are
3 hereby directed to work and cooperate with and lend assistance to
4 the Chief Information Officer and the Office of Information Services
5 and to provide any and all information requested by The Chief
6 Information Officer.

7 N. The Chief Information Officer shall prepare an annual report
8 detailing the ongoing net saving attributable to the reallocation
9 and consolidation of information technology and telecommunication
10 resources and personnel and shall submit the report to the Governor,
11 the Speaker of the House of Representatives, and the President Pro
12 Tempore of the Senate.

13 SECTION 3. NEW LAW A new section of law to be codified
14 in the Oklahoma Statutes as Section 50.2 of Title 74, unless there
15 is created a duplication in numbering, reads as follows:

16 A. On July 1, 2010, the Information Services Division of the
17 Office of State Finance is hereby transferred from the Office of
18 State Finance to the Office of Information Services. The transfer
19 shall include all real property, buildings, furniture, equipment,
20 supplies, records, personnel, assets, current and future
21 liabilities, fund balances, encumbrances, obligations, indebtedness,
22 powers, duties, and responsibilities associated with the Information
23 Services Division of the Office of State Finance.

1 B. It is the intent of the Legislature that all employees of
2 the Office of State Finance who are assigned to the Information
3 Services Division on July 1, 2010, shall be transferred to the
4 Office of Information Services with retention of pay and benefits,
5 as much as possible, including longevity, insurance benefits,
6 seniority, rights, and other privileges or benefits, which may be
7 provided through contractual arrangements with the Office of State
8 Finance.

9 SECTION 4. AMENDATORY 62 O.S. 2001, Section 41.3, is
10 amended to read as follows:

11 Section 41.3 There is hereby created in the Executive
12 Department, the Office of State Finance which shall consist of a
13 Division of the Budget, a Division of Central Accounting and
14 Reporting, ~~an Information Services Division,~~ and an Oklahoma
15 Financial Information System Management Division under the
16 administrative control of the Director of State Finance and directly
17 responsible to ~~him~~ the Director.

18 The terms "State Budget Director" or "Budget Director" appearing
19 in the Oklahoma Statutes shall mean "Director of State Finance".

20 The terms "State Budget Office", "Division of the Budget", or
21 "Division of Central Accounting and Reporting", ~~"Information~~
22 ~~Services Division", or "Oklahoma Financial Information System~~
23 ~~Management Division"~~ appearing in the Oklahoma Statutes shall mean
24 the Office of State Finance or the divisions thereof.

1 SECTION 5. AMENDATORY 62 O.S. 2001, Section 41.5a, as
2 last amended by Section 1, Chapter 266, O.S.L. 2006 (62 O.S. Supp.
3 2008, Section 41.5a), is amended to read as follows:

4 Section 41.5a A. The Office of Information Services ~~Division~~
5 shall:

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

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

12 3. Establish and enforce minimum mandatory standards for:

- 13 a. information systems planning,
- 14 b. systems development methodology,
- 15 c. documentation,
- 16 d. hardware requirements and compatibility,
- 17 e. operating systems compatibility,
- 18 f. acquisition of software and, hardware acquisition and
19 technology-related services,
- 20 g. information security and internal controls,
- 21 h. data base compatibility, ~~and~~
- 22 i. contingency planning and disaster recovery, and
- 23 j. imaging and scanning systems.

1 The standards shall, upon adoption, be the minimum requirements
2 applicable to all agencies. These standards shall be compatible
3 with the standards established for the Oklahoma Government
4 Telecommunications Network created in Section ~~41.5m~~ 50.14 of ~~this~~
5 ~~title~~ Title 74 of the Oklahoma Statutes. Individual agency
6 standards may be more specific than statewide requirements but shall
7 in no case be less than the minimum mandatory standards. Where
8 standards required of an individual agency of the state by agencies
9 of the federal government are more strict than the state minimum
10 standards, such federal requirements shall be applicable;

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

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

16 6. Maintain a directory of the following which have a value of
17 Five Hundred Dollars (\$500.00) or more: application systems,
18 systems software, hardware, internal and external information
19 technology, communication or telecommunication equipment owned,
20 leased, or rented for use in communication services for state
21 government, including communication services provided as part of any
22 other total system to be used by the state or any of its agencies,
23 and studies and training courses in use by all agencies of the
24 state; and facilitate the utilization of the resources by any agency

1 having requirements which are found to be available within any
2 agency of the state;

3 7. Assist agencies in the acquisition and utilization of
4 information technology systems and hardware to effectuate the
5 maximum benefit for the provision of services and accomplishment of
6 the duties and responsibilities of agencies of the state;

7 8. Coordinate for the executive branch of state government
8 agency information technology activities, encourage joint projects
9 and common systems, ~~and~~ linking of agency systems through the review
10 of agency plans, review and approval of all statewide contracts for
11 software, hardware and information technology consulting services
12 and development of a statewide plan and its integration with the
13 budget process to ensure that developments or acquisitions are
14 consistent with statewide objectives and that proposed systems are
15 justified and cost effective;

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

19 10. Establish operations review procedures for information
20 technology installations operated by agencies of the state for
21 independent assessment of productivity, efficiency, cost
22 effectiveness, and security;

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

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

13. In conjunction with the Oklahoma Office of Homeland Security, enforce the minimum information security and internal control standards established by the Office of Information Services Division. An enforcement team consisting of the Chief Information Officer of the Office of Information Services Division or a designee, a representative of the Oklahoma Office of Homeland Security, and a representative of the Oklahoma State Bureau of Investigation shall enforce the minimum information security and internal control standards. ~~An~~ If the enforcement team determines that an agency that is not in compliance with the minimum information security and internal control standards ~~shall be notified. The agency will be required to submit a plan for becoming compliant within a specified time period, based on the severity of the noncompliance. If the agency does not become compliant with the minimum information security and internal control standards within the specified time period, the enforcement team shall institute progressive actions as follows:~~

- a. ~~if possible, extend the time period for becoming compliant,~~
- b. ~~work with the agency, the~~ Chief Information Officer shall take immediate action to mitigate the noncompliance,

1 ~~c. notify the agency director, the Governor, the Speaker~~
2 ~~of the House of Representatives, and the President Pro~~
3 ~~Tempore of the Senate that the agency will be removed~~
4 ~~from~~ including the removal of the agency from the
5 infrastructure of the state until the agency becomes
6 compliant,

7 ~~d. notify the agency director, the Governor, the Speaker~~
8 ~~of the House of Representatives, and the President Pro~~
9 ~~Tempore of the Senate that the enforcement team will~~
10 ~~take~~ taking control of the information technology
11 function of the agency until the agency is compliant,
12 and

13 ~~e. recommend to the Governor and the Legislature that~~
14 transferring the administration and management of the
15 information technology function of the agency ~~be~~
16 ~~transferred~~ to the Office of Information Services or
17 another state agency.

18 B. No agency of the executive branch of the state shall use
19 state funds for or enter into any agreement for the acquisition of
20 any category of computer hardware, software or any contract for
21 information technology services and equipment exceeding ~~Twenty-five~~
22 ~~Thousand Dollars (\$25,000.00)~~ Ten Thousand Dollars (\$10,000.00) in
23 value without written authorization of the ~~Director of State Finance~~
24 Chief Information Officer. The provisions of this subsection shall

1 not be applicable to any member of The Oklahoma State System of
2 Higher Education, any public elementary or secondary schools of the
3 state, or any technology center school district as defined in
4 Section 14-108 of Title 70 of the Oklahoma Statutes.

5 C. The Office of ~~State Finance~~ Information Services and all
6 agencies of the executive branch of the state shall not be required
7 to disclose, directly or indirectly, any information of a state
8 agency which is declared to be confidential or privileged by state
9 or federal statute or the disclosure of which is restricted by
10 agreement with the United States or one of its agencies, nor
11 disclose information technology system details that may permit the
12 access to confidential information or any information affecting
13 personal security, personal identity, or physical security of state
14 assets.

15 SECTION 6. AMENDATORY 62 O.S. 2001, Section 41.5a-1, as
16 amended by Section 2, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008,
17 Section 41.5a-1), is amended to read as follows:

18 Section 41.5a-1 The Office of Information Services ~~Division~~
19 shall, at the end of each month, render a statement of charges to
20 all state agencies to which it has furnished processing services for
21 the direct costs of the Data Service Center of the ~~Division~~ Office.
22 In total, the charges shall not exceed the direct costs of the Data
23 Service Center of the ~~Division~~ Office. Systems analysts and
24 programming services costs shall be recovered directly from the

1 agency for which the service was rendered, as agreed to by that
2 agency, and shall not be prorated to agencies not receiving such
3 services. All amounts so collected shall be deposited in the State
4 Treasury to the credit of the General Revenue Fund.

5 SECTION 7. AMENDATORY Section 3, Chapter 148, O.S.L.
6 2007 (62 O.S. Supp. 2008, Section 41.5a-3), is amended to read as
7 follows:

8 Section 41.5a-3 The Office of Information Services ~~Division of~~
9 ~~the Office of State Finance~~ is authorized to:

10 1. Define the requirements for a facility that can be used by
11 any state agency to:

12 a. install backup information technology equipment, or

13 b. install information technology equipment acquired as

14 the result of the primary processing facilities being

15 unavailable for an extended period of time;

16 2. Enter into a multiyear agreement for a private facility that
17 meets the defined requirements; and

18 3. Advise state agencies when the facility is available for
19 their use.

20 SECTION 8. AMENDATORY Section 1, Chapter 340, O.S.L.
21 2008 (62 O.S. Supp. 2008, Section 41.5a-4), is amended to read as
22 follows:

23 Section 41.5a-4 A. The Office of Information Services ~~Division~~
24 ~~of the Office of State Finance~~ is authorized to:

1 1. Develop and publish a state policy and procedures for the
2 destruction or disposal of all electronic storage media to ensure
3 that all confidential information stored on such electronic media
4 devices is destroyed or disposed of in a secure and safe manner;

5 2. Define the requirements for the secure destruction or
6 disposal of electronic storage media; and

7 3. Assist the Department of Central Services in implementing
8 the policy and procedures for the destruction or disposal of state
9 electronic storage media.

10 B. The Office of ~~State Finance~~ Information Services shall
11 notify all agencies, boards, commissions and authorities of the
12 policy and procedures for the secure and safe destruction or
13 disposal of electronic storage media.

14 C. The Department of Central Services shall remove all
15 electronic storage media from all surplus information technology and
16 telecommunication equipment before it is sold, donated, stored or
17 destroyed. A state agency may remove electronic storage media from
18 their surplus information technology and telecommunication equipment
19 prior to sending the surplus to the Department of Central Services,
20 so long as the agency has the technical expertise for removal and
21 that the electronic storage media is sent for destruction or
22 disposal pursuant to this subsection.

23 D. The Department of Central Services shall use existing and
24 future funds from the sale of state surplus equipment and

1 appropriations, as necessary, to pay for the destruction of
2 electronic storage media.

3 SECTION 9. AMENDATORY 62 O.S. 2001, Section 41.5e, as
4 last amended by Section 3, Chapter 266, O.S.L. 2006 (62 O.S. Supp.
5 2008, Section 41.5e), is amended to read as follows:

6 Section 41.5e A. No later than July 1 of each year, all
7 agencies of the executive branch of this state presently using or
8 contemplating the use of telecommunications and electronic
9 information technology applications, including, but not limited to,
10 the use of mainframe computers, minicomputers or microcomputers,
11 word processing equipment, office automation systems, Internet,
12 eGovernment, broadband, Wi-Fi or wireless networking, radio,
13 including the interoperable radio communications system for state
14 agencies, Global Positioning Systems (GPS), or contracts for
15 information technology services and equipment, shall annually submit
16 to the Office of Information Services Division a one-year operations
17 plan, which shall include as a minimum:

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

21 3. An assurance of compliance with state standards on
22 accessibility of information technology for individuals with
23 disabilities developed in accordance with Section ~~41.5e~~ 50.19 of
24 ~~this title~~ Title 74 of the Oklahoma Statutes; and

1 4. Such other information as the Office of Information Services
2 ~~Division~~ may require for analysis and consolidation into a statewide
3 telecommunications and electronic information technology plan.

4 B. No agency of the executive branch of this state shall enter
5 into any agreement for the acquisition, development, or enhancement
6 of application systems software or for the acquisition of electronic
7 information technology equipment or peripheral devices, including
8 Internet and eGovernment, broadband, Wi-Fi or wireless networking,
9 radio, including the interoperable radio communications system for
10 state agencies, Global Positioning Systems (GPS), whether or not
11 connected to such equipment, unless the cost of such acquisition,
12 development, or enhancement has been included in the plan for the
13 agency. The Office of Information Services ~~Division~~ upon review of
14 an information technology and telecommunication plan for the agency,
15 shall submit in writing to the Governor, the Speaker of the House of
16 Representatives, and the President Pro Tempore of the Senate its
17 findings and recommendations on all proposed new and expanded
18 programs and expenditures for personnel and the purchase or
19 acquisition of equipment, hardware, software, accessories, or
20 services thereto, including but not limited to leases, rentals or
21 lease-purchase, indicating that the associated cost meet or comply
22 with Section ~~41.5a~~ 50.3 of ~~this title~~ Title 74 of the Oklahoma
23 Statutes.

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

6 SECTION 10. AMENDATORY 62 O.S. 2001, Section 41.5f, as
7 amended by Section 1, Chapter 148, O.S.L. 2007 (62 O.S. Supp. 2008,
8 Section 41.5f), is amended to read as follows:

9 Section 41.5f A. The Office of ~~State Finance~~ Information
10 Services shall:

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

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

21 3. Develop procedures manuals and the related training
22 necessary to implement the application systems;

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

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

4 B. ~~The Director of State Finance~~ Chief Information Officer
5 shall make all policy decisions required to implement the Integrated
6 Central Systems in accordance with this section after consultation
7 with other affected agencies.

8 C. ~~The Director of State Finance~~ Chief Information Officer may
9 enter into contracts for services, equipment, software, or supplies
10 needed to carry out the provisions of this section.

11 SECTION 11. AMENDATORY 62 O.S. 2001, Section 41.5g, as
12 amended by Section 2, Chapter 148, O.S.L. 2007 (62 O.S. Supp. 2008,
13 Section 41.5g), is amended to read as follows:

14 Section 41.5g ~~The Director of State Finance~~ Chief Information
15 Officer shall, by appropriate notification, advise agencies of the
16 state when applications of the Integrated Central Systems are
17 available for their use. Thereafter, each agency of the state shall
18 submit transactions to the Office of ~~State Finance~~ Information
19 Services, the Office of Personnel Management, and the Department of
20 Central Services in the manner and format required to effectuate the
21 utilization of the Integrated Central Systems for all transactions
22 for which an application is available.

23 Provided that nothing in this section shall be construed as to
24 administratively place agencies currently exempt from any provisions

1 of the Budget Act of 1947, the Central Purchasing Act, or the
2 Oklahoma Personnel Act under the purview of such provisions.

3 SECTION 12. AMENDATORY 62 O.S. 2001, Section 41.5h, as
4 amended by Section 4, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008,
5 Section 41.5h), is amended to read as follows:

6 Section 41.5h A. The Office of Information Services ~~Division~~
7 ~~of the Office of State Finance~~ is directed, authorized and empowered
8 to enter into contracts for, to establish criteria for and manage
9 the installation, maintenance and administration of a central
10 communication or intercommunication system for and upon behalf of
11 this state. The installation shall fulfill communication or
12 intercommunications requirements of this state and its agencies
13 located in the Capitol and those buildings situated on the Capitol
14 grounds, known as the "Capitol Complex" in Oklahoma City, Oklahoma,
15 ~~and~~ the state-owned building known as the "Tulsa Capitol Building"
16 in Tulsa, Oklahoma, buildings which house state agencies located
17 within four (4) miles of the Capitol Complex, and any location used
18 for the administration of the information technology and
19 telecommunication infrastructure and security for the state.

20 B. The ~~Division~~ Office shall render a statement of charges at
21 the end of each month to all state agencies to which it has
22 furnished communications services for the direct cost sustained,
23 provided that:
24

1 1. A pro rata formula is to be established in writing after
2 giving consideration to the type of service furnished, the number
3 and kinds of instruments used, the cost of operation and special
4 installations required in each such agency in relation to the total
5 cost of local service. The formula, once determined, is not to be
6 redetermined more often than once every six (6) months nor to be
7 changed after any such redetermination before the expiration of six
8 (6) months; and

9 2. The ~~Division~~ Office is to be reimbursed by the state or any
10 of its agencies for actual cost incurred for equipment installation
11 or modification or for toll charges for use of telephone, telegraph,
12 teletype, data communications, Internet, eGovernment, as referenced
13 in Sections ~~41-5p~~ 50.15 and ~~41-5q~~ 50.16 of ~~this title~~ Title 74 of
14 the Oklahoma Statutes, or other form or forms of communication or
15 intercommunication incurred by the state or by any agency.

16 C. No telephone, teletype, switchboard, line, cable system,
17 data communication system, Internet, eGovernment, or systems of
18 communication or intercommunication are to be installed in any
19 building or buildings owned, rented, leased or otherwise held by
20 this state or its agencies at locations described in subsection A of
21 this section without written order of the ~~Director of State Finance~~
22 Chief Information Officer or a designee. Provided, however, that
23 acquisition and installation of such equipment in the Legislature
24 shall be subject to the final approval of the Speaker of the House

1 of Representatives or the President Pro Tempore of the Senate as
2 appropriate.

3 SECTION 13. AMENDATORY 62 O.S. 2001, Section 41.5i, as
4 last amended by Section 5, Chapter 266, O.S.L. 2006 (62 O.S. Supp.
5 2008, Section 41.5i), is amended to read as follows:

6 Section 41.5i In addition to the powers and duties as defined
7 elsewhere in this title, the Office of Information Services ~~Division~~
8 ~~of the Office of State Finance~~ shall:

9 1. Coordinate statewide planning and approve statewide
10 contracts for communication and telecommunications needs of state
11 government, including, but not limited to, voice, data, radio
12 including the interoperable radio communications system for state
13 agencies, video, broadband, Wi-Fi or wireless networking, Global
14 Positioning Systems (GPS), Internet, eGovernment, as referenced in
15 Sections 41.5p 50.15 and 41.5q 50.16 of this title Title 74 of the
16 Oklahoma Statutes, and facsimile transmissions through analysis of
17 the telecommunications and information technology plan of each
18 agency;

19 2. Establish minimum mandatory standards and protocols for:

- 20 a. communication networks and equipment,
 - 21 b. wide area and local area systems,
 - 22 c. integration of equipment, systems and joint usage,
 - 23 d. Internet and eGovernment,
- 24

- e. operating systems or methods to be used to meet communications requirements efficiently, effectively, and securely,
- f. rendering of aid between state government and its political subdivisions with respect to organizing of communications systems, and
- g. an economical and cost-effective utilization of communication services.

The standards and protocols shall be compatible with the standards and protocols established for the Oklahoma Government Telecommunications Network created in Section ~~41.5m~~ 50.14 of ~~this title~~ Title 74 of the Oklahoma Statutes;

3. Serve as a focal point for all statewide projects and approve all statewide contracts involving current communications vendors where the focus of such authority can substantially enhance the state communications plan or the savings which can be achieved thereunder;

4. Provide, when requested by political subdivisions of the state, for the organizing of communications or telecommunications systems and service between the state and its political subdivisions and enter into agreements to effect the purposes of this section;

5. Cooperate with any federal, state or local emergency management agency in providing for emergency communications and telecommunication services;

1 6. Apply for, receive, and hold, or assist agencies in applying
2 for, receiving or holding such authorizations, licenses and
3 allocations of channels and frequencies to carry out the purposes of
4 this section;

5 7. Accomplish such other purposes as may be necessary or
6 incidental to the administration of its authority or functions
7 pursuant to law; and

8 8. Provide support for telecommunication networks of state
9 agencies through analysis of the telecommunications needs and
10 requirements of each agency and promotion of the use of the Oklahoma
11 Government Telecommunications Network created in Section ~~41.5m~~ 50.14
12 of ~~this title~~ Title 74 of the Oklahoma Statutes.

13 SECTION 14. AMENDATORY 62 O.S. 2001, Section 41.5j, as
14 amended by Section 6, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008,
15 Section 41.5j), is amended to read as follows:

16 Section 41.5j A. No agency of the executive branch of the
17 state shall use state funds for or enter into any agreement for the
18 acquisition, development or enhancement of a communication or
19 telecommunication system including voice, data, radio, video,
20 Internet, eGovernment, as referenced in Sections ~~41.5p~~ 50.15 and
21 ~~41.5q~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes,
22 printers, scanners, copiers, and facsimile systems, exceeding Ten
23 Thousand Dollars (\$10,000.00) in value without written authorization
24 of the ~~Director of State Finance~~ Chief Information Officer or a

1 designee. The ~~Director of State Finance~~ Chief Information Officer
2 or a designee shall verify that any acquisition, development or
3 enhancement is compatible with the operation of the Oklahoma
4 Government Telecommunications Network created in Section ~~41.5~~ 50.14
5 of ~~this title~~ Title 74 of the Oklahoma Statutes.

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

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

22 D. The provisions of this section shall not apply to the
23 telecommunications network known as OneNet whether said network is
24 governed or operated by the Oklahoma State Regents for Higher

1 Education or any other state entity assigned responsibility for
2 OneNet.

3 SECTION 15. AMENDATORY 62 O.S. 2001, Section 41.51, as
4 amended by Section 8, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008,
5 Section 41.51), is amended to read as follows:

6 Section 41.51 There is hereby created in the State Treasury a
7 revolving fund for the Office of ~~State Finance~~ Information Services
8 to be designated the "Telecommunications Revolving Fund". The fund
9 shall be a continuing fund, not subject to fiscal year limitations,
10 and shall consist of appropriations made by the Legislature and
11 reimbursements for providing telecommunications services as defined
12 in Sections ~~41.5h, 41.5i, 41.5j~~ 50.10, 50.11, 50.12 and ~~41.5p~~ 50.15
13 of ~~this title~~ Title 74 of the Oklahoma Statutes. All monies
14 accruing to such fund are hereby appropriated and may be budgeted
15 and expended by the Office of ~~State Finance~~ Information Services for
16 the purpose of providing telecommunications, Internet, and
17 eGovernment services, as referenced in Sections ~~41.5p~~ 50.15 and
18 ~~41.5q~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes, the
19 construction and maintenance of information technology facilities
20 and services, and other related services. Expenditures from said
21 fund shall be made upon warrants issued by the State Treasurer
22 against claims filed as prescribed by law with the Director of State
23 Finance for approval and payment.

24

SECTION 16. AMENDATORY 62 O.S. 2001, Section 41.5m, as amended by Section 9, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5m), is amended to read as follows:

Section 41.5m A. There is hereby created a wide area telecommunications network to be known and referred to as the "Oklahoma Government Telecommunications Network (OGTN)". The OGTN shall consist of the telecommunications systems and networks of educational entities and agencies of state government.

B. Notwithstanding the provisions of subsection A of this section:

1. The Oklahoma State Regents for Higher Education may continue to operate, maintain and enhance the State Regents Educational Telecommunications Network. The Oklahoma State Regents for Higher Education shall submit all plans for the enhancement of the State Regents Educational Telecommunications Network to the Office of ~~State Finance~~ Information Services for review and approval within the context of the statewide telecommunications network provided for in subsection C of this section and shall participate with the Office of ~~State Finance~~ Information Services in joint efforts to provide services for the OGTN; and

2. The Department of Public Safety may continue to operate, maintain and enhance the statewide law enforcement data communications network provided for in Section 2-124 of Title 47 of the Oklahoma Statutes. The Department of Public Safety shall submit

1 all plans for the enhancement of the statewide law enforcement data
2 communications network to the Office of ~~State Finance~~ Information
3 Services for review and approval and shall participate with the
4 Office of ~~State Finance~~ Information Services in joint efforts to
5 provide services for the OGTN.

6 C. The Office of ~~State Finance~~ Information Services shall be
7 responsible for developing, operating and maintaining the OGTN. The
8 purposes of the OGTN shall include the following:

9 1. Development of a comprehensive, unified statewide
10 telecommunications network to effectively, efficiently, and securely
11 meet the communication needs of educational entities and agencies of
12 state government;

13 2. Effective and efficient utilization of existing
14 telecommunications systems operated by educational entities and
15 agencies of state government; and

16 3. Elimination and prevention of unnecessarily duplicative
17 telecommunications systems operated by educational entities and
18 agencies of state government.

19 D. In developing, operating and maintaining the OGTN, the
20 Office of ~~State Finance~~ Information Services shall:

21 1. Develop a statewide master plan for meeting the
22 communications needs of educational entities and of agencies of
23 state government. To facilitate the development of a statewide
24 master plan as provided for in this paragraph:

- 1 a. the Oklahoma State Regents for Higher Education shall
2 submit a report annually to the ~~Director of State~~
3 ~~Finance~~ Chief Information Officer identifying the
4 telecommunications plans of each member of The
5 Oklahoma State System of Higher Education. For
6 purposes of developing such report, each member shall
7 cooperate with and submit to the State Regents a plan
8 of its telecommunications needs, including, but not
9 limited to, Internet, eGovernment, as referenced in
10 Sections ~~41.5p~~ 50.15 and ~~41.5q~~ 50.16 of ~~this title~~
11 Title 74 of the Oklahoma Statutes, any interactive
12 video plans, the purchase of informational data bases,
13 software for manipulation of bibliographic records,
14 and the use of telecommunications equipment or
15 services,
- 16 b. the State Superintendent of Public Instruction shall
17 submit a report annually to the ~~Director of State~~
18 ~~Finance~~ Chief Information Officer identifying the
19 telecommunications plans of the public common school
20 system of the state. For purposes of developing such
21 report, the respective public elementary and secondary
22 schools shall cooperate with and submit to the State
23 Superintendent a plan of their telecommunications
24 needs, including, but not limited to, Internet,

1 eGovernment, any interactive video plans, the purchase
2 of informational data bases, software for manipulation
3 of bibliographic records, and the use of
4 telecommunications equipment or services,

5 c. the State Director of the Oklahoma Department of
6 Career and Technology Education shall submit a report
7 annually to the ~~Director of State Finance~~ Chief
8 Information Officer identifying the telecommunications
9 plans of technology center school districts. For
10 purposes of developing such report, each technology
11 center school district as defined in Section 14-108 of
12 Title 70 of the Oklahoma Statutes shall cooperate with
13 and submit to the State Director of the Oklahoma
14 Department of Career and Technology Education a plan
15 of its telecommunications needs, including, but not
16 limited to, Internet, eGovernment, any interactive
17 video plans, the purchase of informational data bases,
18 software for manipulation of bibliographic records,
19 and the use of telecommunications equipment or
20 services,

21 d. the chief administrative officer of each state agency
22 of the executive branch shall submit a plan annually
23 to the ~~Director of State Finance~~ Chief Information
24 Officer identifying the telecommunications needs of

1 the state agency, including, but not limited to,
2 Internet, eGovernment, any interactive video plans,
3 the purchase of informational data bases, software for
4 manipulation of bibliographic records, and the use of
5 telecommunications equipment or services, and
6 e. the Director of the Oklahoma Department of Libraries
7 shall submit a report annually to the ~~Director of~~
8 ~~State Finance~~ Chief Information Officer identifying
9 the telecommunications plans of public libraries and
10 public library systems. For purposes of developing
11 such report, the chief administrative officer of any
12 public library or public library system not otherwise
13 required to submit a plan of its telecommunications
14 needs pursuant to the provisions of this paragraph
15 shall cooperate with and submit annually to the
16 Director of the Oklahoma Department of Libraries a
17 plan of its telecommunications needs, including, but
18 not limited to, Internet, eGovernment, any interactive
19 video plans, the purchase of informational data bases,
20 software for manipulation of bibliographic records and
21 the use of telecommunications equipment or services.
22 To assure inclusion in the report of the plans of the
23 telecommunications needs of any library that is a part
24 of any member of The Oklahoma State System of Higher

1 Education, a public elementary or secondary school, or
2 technology center school district, all such plans
3 relating to libraries received by the Oklahoma State
4 Regents for Higher Education, the State Superintendent
5 of Higher Education, and the State Director of the
6 Oklahoma Department of Career and Technology Education
7 shall be submitted to the Director of the Oklahoma
8 Department of Libraries by the respective recipients
9 thereof as soon as practicable after receipt. The
10 Director of the Oklahoma Department of Libraries shall
11 certify to the Office of ~~State Finance~~ Information
12 Services that such plans are consistent with the plan
13 developed by the Oklahoma Library Technology Network
14 or explain any inconsistencies therewith;

15 2. Identify the most cost-effective means of meeting the
16 telecommunications needs of educational entities and of agencies of
17 state government;

18 3. Develop minimum mandatory standards and protocols for
19 equipment, facilities and services of the OGTN;

20 4. Evaluate the advantages and disadvantages of utilizing
21 equipment, facilities, and services of both private entities and
22 those owned and operated by the state; and

23 5. Recommend a fee structure to provide for the operation and
24 maintenance of the OGTN.

1 SECTION 17. AMENDATORY 62 O.S. 2001, Section 41.5p, as
2 amended by Section 10, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008,
3 Section 41.5p), is amended to read as follows:

4 Section 41.5p A. In order to be at the forefront of electronic
5 commerce and provide constituents, agencies and out-of-state users
6 with state-of-the-art electronic commerce and Internet tools, the
7 State of Oklahoma recognizes the need for a state portal system
8 connecting state agency websites and information systems.

9 B. The Office of Information Services shall manage the
10 installation, maintenance and administration of the state portal
11 system.

12 C. For purposes of this section and Section ~~41.5s~~ 50.18 of ~~this~~
13 ~~title~~ Title 74 of the Oklahoma Statutes, a "portal system" shall
14 mean a system that hosts and connects to a collection of on-line
15 government and public services and serves as the single point of
16 access to state government services, information, and transaction
17 processing with a common enterprise wide user interface allowing
18 navigation among the services.

19 SECTION 18. AMENDATORY 62 O.S. 2001, Section 41.5q, as
20 amended by Section 11, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008,
21 Section 41.5q), is amended to read as follows:

22 Section 41.5q A. Subject to review and adoption as outlined in
23 Section ~~41.5s~~ 50.18 of ~~this title~~ Title 74 of the Oklahoma Statutes,
24 a state agency, board, commission, or authority is hereby authorized

1 to charge a convenience fee for any electronic or on-line
2 transaction. A convenience fee shall apply to electronic or on-line
3 transactions only and shall not apply when accessing information
4 provided through state government websites. If a state entity sets
5 a convenience fee for electronic or on-line transactions, the fee
6 shall be reviewed by the State Governmental Internet Applications
7 Review Board as provided for in Section ~~41.5~~ 50.18 of ~~this title~~
8 Title 74 of the Oklahoma Statutes. Each state entity shall keep a
9 record of how the convenience fee has been determined and shall file
10 the record with the Office of Information Services. A state agency,
11 board, commission, or authority may periodically adjust a
12 convenience fee as needed upon review and adoption as provided for
13 in Section ~~41.5~~ 50.18 of ~~this title~~ Title 74 of the Oklahoma
14 Statutes.

15 B. For purposes of this section, "convenience fee" shall mean
16 any charge that is necessary to process an electronic or on-line
17 transaction with a state agency, board, commission or authority.
18 The fee may be in excess of any fee charged for the service or
19 product being provided by such state entity. This may include
20 reasonable charges for the cost of the electronic or on-line service
21 including recovery of costs incurred in the development and
22 implementation of the service or system, cost of sustaining and
23 upgrading the electronic or on-line service, and future expansion of
24 the electronic or on-line services.

1 SECTION 19. AMENDATORY 62 O.S. 2001, Section 41.5r, is
2 amended to read as follows:

3 Section 41.5r A. Any state agency, board, commission, or
4 authority which establishes an electronic portal system shall use an
5 open-systems concept for the portal system which has been approved
6 by the Office of Information Service Division of the Office of State
7 Finance Services.

8 B. No state agency shall enter into an agreement for
9 development of, enhancement to, or maintenance of an electronic
10 portal system without the written authorization of the Office of
11 Information Services.

12 C. For purposes of this section, an "open-systems concept"
13 shall mean a system that implements sufficient open specifications
14 for interfaces, services, and supporting formats to enable properly
15 engineered components to be utilized across a wide range of systems
16 with minimal changes, to interoperate with other components on local
17 and remote systems, and to interact with users in a style that
18 facilitates portability. An open-systems concept is characterized
19 by the following:

20 1. Well-defined, widely used, and nonproprietary interfaces or
21 protocols;

22 2. Use of standards which are developed and adopted by industry
23 recognized standards-making bodies;

1 3. A definition of all aspects of system interfaces to
2 facilitate new or additional system capabilities for a wide range of
3 applications; and

4 4. An explicit provision for expansion or upgrading through the
5 incorporation of additional or higher performance elements with
6 minimal impact on the system.

7 SECTION 20. AMENDATORY 62 O.S. 2001, Section 41.5s, as
8 amended by Section 12, Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008,
9 Section 41.5s), is amended to read as follows:

10 Section 41.5s A. There is hereby established the State
11 Governmental ~~Internet~~ Technology Applications Review Board. The
12 Board shall review and make recommendations to the Office of ~~State~~
13 ~~Finance~~ Information Services concerning state governmental Internet-
14 based electronic or on-line transactions or applications being
15 provided by state agencies, boards, commissions, or authorities for
16 use by the public, provide oversight for implementation of the plan
17 of action for the Office of Information Services and advise the
18 Chief Information Officer.

19 B. The State Governmental ~~Internet~~ Technology Applications
20 Review Board shall be composed of the following members:

21 1. The Director of ~~the Office of~~ State Finance or a designee;

22 2. ~~Four~~ Two representatives from different state agencies,
23 boards, commissions, or authorities to be appointed by the Governor;

1 3. ~~One member~~ Two members who ~~is not~~ are either a member of the
2 Legislature or a state government employee to be appointed by the
3 Speaker of the House of Representatives; and

4 4. ~~One member~~ Two members who ~~is not~~ are either a member of the
5 Legislature or a state government employee to be appointed by the
6 President Pro Tempore of the Senate.

7 C. Members of the Board shall serve for terms of two (2) years.
8 The Board shall select a chair from among its members.

9 D. Members of the Board shall not receive compensation for
10 serving on the Board, ~~but~~. Nonlegislative members shall be
11 reimbursed for travel expenses incurred in the performance of their
12 duties by their respective agencies or appointing authority in
13 accordance with the State Travel Reimbursement Act. Legislative
14 members shall be reimbursed for travel expenses incurred in the
15 performance of their duties in accordance with the provisions of
16 Section 456 of Title 74 of the Oklahoma Statutes.

17 E. The Board shall have the duty and responsibility of:

18 1. Reviewing a schedule of convenience fees, as is defined in
19 Section ~~41.54~~ 50.16 of ~~this title~~ Title 74 of the Oklahoma Statutes,
20 and all convenience fees and changes in fees charged by state
21 agencies, boards, commissions, or authorities for electronic or on-
22 line transactions, and making recommendations pertaining to
23 convenience fees to the Office of ~~State Finance~~ Information Services

1 prior to its adoption by rule of such fees, changes to fees, or fee
2 schedule; and

3 2. Monitoring all portal systems and applications for portal
4 systems created by state agencies, boards, commissions, or
5 authorities, reviewing portal systems applications approved or
6 denied by the Office of Information Service Division of the Office
7 of State Finance Services, and making recommendations to the
8 Legislature and Governor to encourage greater use of the open-
9 systems concept as is defined in Section ~~41.5~~ 50.17 of ~~this title~~
10 Title 74 of the Oklahoma Statutes;

11 3. Approving the plan of action developed by the Chief
12 Information Officer as provided for in Section 2 of this act,
13 providing ongoing oversight of the implementation of the plan of
14 action by the Chief Information Officer and approving any amendments
15 to the plan of action;

16 4. Approving charges to state agencies established by the Chief
17 Information Officer pursuant to Section 2 of this act for their use
18 of centralized information technology and telecommunication
19 services;

20 5. Functioning in a advisory capacity to the Chief Information
21 Officer; and

22 6. Developing performance metrics for quantifying the value of
23 goods or services provided by state agencies and for considering if
24 goods and services provided by a state agency could be modernized

1 through the implementation of new technology to provide better
2 quality goods or services that would result in cost savings or best
3 value.

4 SECTION 21. AMENDATORY Section 2, Chapter 128, O.S.L.
5 2004, as amended by Section 3, Chapter 391, O.S.L. 2005 (62 O.S.
6 Supp. 2008, Section 41.5t), is amended to read as follows:

7 Section 41.5t A. The Office of Information Services ~~Division~~
8 ~~of the Office of State Finance~~ shall work in conjunction with the
9 Department of Central Services to assure state compliance regarding
10 accessibility of information technology for individuals with
11 disabilities based on the provisions of Section 508 of the Workforce
12 Investment Act of 1998.

13 B. When developing, procuring, maintaining or using information
14 technology, or when administering contracts or grants that include
15 the procurement, development, upgrading, or replacement of
16 information technology each state agency shall ensure, unless an
17 undue burden would be imposed on the agency, that the information
18 technology allows employees, program participants, and members of
19 the general public access to use of information and data that is
20 comparable to the access by individuals without disabilities.

21 C. To assure accessibility, the Office of Information Services
22 ~~Division~~ and the Department of Central Services shall:

23 1. Adopt accessibility standards that address all technical
24 standard categories of Section 508 of the Workforce Investment Act

1 of 1998 to be used by each state agency in the procurement of
2 information technology, and in the development and implementation of
3 custom-designed information technology systems, Web sites, and other
4 emerging information technology systems;

5 2. Establish and implement a review procedure to be used to
6 evaluate the accessibility of custom-designed information technology
7 systems proposed by a state agency prior to expenditure of state
8 funds;

9 3. Review and evaluate accessibility of information technology
10 commonly purchased by state agencies, and provide accessibility
11 reports on such products to those responsible for purchasing
12 decisions;

13 4. Provide in partnership with Oklahoma Able Tech, the state
14 assistive technology project located at Oklahoma State University,
15 training and technical assistance for state agencies to assure
16 procurement of information technology that meets adopted
17 accessibility standards;

18 5. Consult with the Oklahoma Department of Rehabilitation
19 Services and individuals with disabilities in accessibility reviews
20 of information technology and in the delivery of training and
21 technical assistance;

22 6. Establish complaint procedures, consistent with Section 508
23 of the Workforce Development Act of 1998, to be used by an
24

1 individual who alleges that a state agency fails to comply with the
2 provisions of this section;

3 7. Work with and seek advice from the Electronic and
4 Information Technology Accessibility Advisory Council, created in
5 Section ~~41.5t.2~~ 50.21 of ~~this title~~ Title 74 of the Oklahoma
6 Statutes in developing accessibility standards and complaint
7 procedures as required in this section; and

8 8. Require state agencies to submit evidence of assurance of
9 compliance with state standards on accessibility of information
10 technology for individuals with disabilities developed in accordance
11 with this section. For executive branch state agencies that are
12 required to submit an annual ~~long range~~ operating plan pursuant to
13 Section ~~41.5e~~ 50.7 of ~~this title~~ Title 74 of the Oklahoma Statutes
14 evidence of compliance shall be included in that report.

15 D. The ~~Director of State Finance~~ Chief Information Officer and
16 the Director of the Department of Central Services shall promulgate
17 rules, as necessary, to implement the provisions of this section.

18 SECTION 22. AMENDATORY Section 4, Chapter 128, O.S.L.
19 2004, as last amended by Section 1, Chapter 330, O.S.L. 2008 (62
20 O.S. Supp. 2008, Section 41.5t.2), is amended to read as follows:

21 Section 41.5t.2 A. There is hereby created, to continue until
22 July 1, 2010, the Electronic and Information Technology
23 Accessibility Advisory Council. The Advisory Council shall study
24 and make recommendations concerning the accessibility for the

1 disabled to publicly produced and provided electronic and
2 information technology and to provide advice and assistance to the
3 Office of Information Services ~~Division of the Office of State~~
4 ~~Finance~~ on the development of accessibility standards and complaint
5 procedures as provided for in Section ~~41.5t~~ 50.19 of ~~this title~~
6 Title 74 of the Oklahoma Statutes.

7 B. The Advisory Council shall be composed of the following
8 members:

9 1. One member of the House of Representatives, appointed by the
10 Speaker of the House of Representatives;

11 2. One member of the Senate, appointed by the President Pro
12 Tempore of the Senate;

13 3. The chair of the Science and Technology Committee of the
14 House of Representatives;

15 4. The chair of the Aerospace and Technology Committee of the
16 State Senate;

17 5. ~~The Director of the Office of State Finance~~ Chief
18 Information Officer, or a designee;

19 6. The Director of the Department of Central Services, or a
20 designee;

21 7. The Director of the Oklahoma Department of Rehabilitation
22 Services, or a designee;

23 8. The Superintendent of Public Instruction, or a designee;

1 9. The State Director of the Oklahoma State Department of
2 Career and Technology Education, or a designee;

3 10. The Director of the Library for the Blind and Physically
4 Handicapped with the Oklahoma Department of Rehabilitation, or a
5 designee;

6 11. The Director of the Office of Disability Concerns, or a
7 designee;

8 12. A representative of OneNet, the state telecommunications
9 network within the Oklahoma State Regents for Higher Education;

10 13. The Project Manager for Oklahoma Able Tech, the state
11 assistive technology project located at Oklahoma State University;

12 14. A representative of state agency web managers appointed by
13 the Governor from a list submitted by a state agency web manager
14 group;

15 15. A representative of an association representing education
16 technology administrators appointed by the Speaker of the House of
17 Representatives;

18 16. A representative of an association of distance learning
19 education professionals appointed by the President Pro Tempore of
20 the Senate;

21 17. Two representatives of corporations or vendors of
22 information or electronic technology hardware or software who are
23 knowledgeable or have experience in the field of assistive
24 technology appointed by the Governor;

1 18. A representative of a corporation or vendor specializing in
2 assistive technology appointed by the Governor; and

3 19. Four representatives who are individuals with a disability,
4 one who is blind or visually impaired, one who is deaf or hard of
5 hearing, one with a mobility disability, and one with a cognitive
6 disability and all of whom are users of information or electronic
7 technology appointed by the Governor.

8 C. Members who were serving on the Electronic and Information
9 Technology Accessibility Task Force as of July 1, 2004, shall
10 automatically be appointed to serve on the Electronic and
11 Information Technology Accessibility Advisory Council after July 1,
12 2004.

13 D. The Advisory Council shall:

14 1. Make recommendation on action, including legislative action,
15 needed to ensure that all electronic and information technology
16 produced, procured, or developed by state agencies are accessible to
17 the disabled;

18 2. Identify disability accessibility standards that are
19 emerging or fully adopted by national standard organizations;

20 3. Review and make recommendations on disability accessibility
21 initiatives and legislation undertaken in other states; and

22 4. Provide advice and assistance to the Office of Information
23 Services ~~Division of the Office of State Finance~~ and the Department
24 of Central Services on the development of accessibility standards

1 and complaint procedures as provided for in Section ~~41.5~~ 50.19 of
2 ~~this title~~ Title 74 of the Oklahoma Statutes.

3 E. The Speaker of the House of Representatives and the
4 President Pro Tempore of the Senate shall each designate a cochair
5 from among the members of the Advisory Council.

6 F. A majority of the members of the Advisory Council shall
7 constitute a quorum. A majority of the members present at a meeting
8 may act for the Advisory Council.

9 G. Meetings of the Advisory Council shall be called by either
10 cochair.

11 H. Proceedings of all meetings of the Advisory Council shall
12 comply with the provisions of the Oklahoma Open Meeting Act.

13 I. The Advisory Council may divide into subcommittees in
14 furtherance of its purpose.

15 J. Staff of the Oklahoma Able Tech, the state assistive
16 technology project located at Oklahoma State University, shall serve
17 as primary staff for the Advisory Council. Appropriate personnel
18 from the Office of ~~State Finance~~ Information Services and the
19 Department of Central Services shall also assist with the work of
20 the Advisory Council.

21 K. The Advisory Council may use the expertise and services of
22 the staffs of the Oklahoma House of Representatives and State Senate
23 and may, as necessary, seek the advice and services of experts in
24

1 the field as well as other necessary professional and clerical
2 staff.

3 L. All departments, officers, agencies, and employees of this
4 state shall cooperate with the Advisory Council in fulfilling its
5 duties and responsibilities including, but not limited to, providing
6 any information, records, or reports requested by the Advisory
7 Council.

8 M. Members of the Advisory Council shall receive no
9 compensation for their service, but shall receive travel
10 reimbursement as follows:

11 1. Legislative members of the Advisory Council shall be
12 reimbursed for necessary travel expenses incurred in the performance
13 of their duties in accordance with the provisions of Section 456 of
14 Title 74 of the Oklahoma Statutes; and

15 2. Nonlegislative members of the Advisory Council shall be
16 reimbursed by their appointing authorities or respective agencies
17 for necessary travel expenses incurred in the performance of their
18 duties in accordance with the State Travel Reimbursement Act.

19 SECTION 23. AMENDATORY Section 4, Chapter 391, O.S.L.
20 2005, as amended by Section 1, Chapter 310, O.S.L. 2006 (62 O.S.
21 Supp. 2008, Section 41.5u), is amended to read as follows:

22 Section 41.5u A. No state agency, as defined by Section 250.3
23 of Title 75 of the Oklahoma Statutes, ~~nor~~ the Purchasing Division of
24 the Department of Central Services nor the Office of Information

1 Services, unless otherwise provided by federal law, shall enter into
2 a contract for the acquisition of customized computer software
3 developed or modified exclusively for the agency or the state,
4 unless the vendor agrees to place into escrow with an independent
5 third party the source code for the software and/or modifications.

6 B. The vendor must agree to place the source code for the
7 software and any upgrades supplied to an agency in escrow with a
8 third party acceptable to the agency and to enter into a customary
9 source code escrow agreement which includes a provision that
10 entitles the agency to receive everything held in escrow upon the
11 occurrence of any of the following:

12 1. A bona fide material default of the obligations of the
13 vendor under the agreement with the agency;

14 2. An assignment by the vendor for the benefit of its
15 creditors;

16 3. A failure by the vendor to pay, or an admission by the
17 vendor of its inability to pay, its debts as they mature;

18 4. The filing of a petition in bankruptcy by or against the
19 vendor when such petition is not dismissed within sixty (60) days of
20 the filing date;

21 5. The appointment of a receiver, liquidator or trustee
22 appointed for any substantial part of the vendor's property;

1 6. The inability or unwillingness of the vendor to provide the
2 maintenance and support services in accordance with the agreement
3 with the agency; or

4 7. The ceasing of a vendor of maintenance and support of the
5 software.

6 The fees of any third-party escrow agent subject to this section
7 shall be borne by the vendor.

8 C. The State Purchasing Director or a procurement officer of a
9 state agency ~~not subject to the Oklahoma Central Purchasing Act~~
10 shall not process any state agency request for the customization,
11 modernization, or development of computer software unless the
12 proposed vendor provides documentation that complies with
13 subsections A and B of this section.

14 D. The State Purchasing Director shall provide advice and
15 assistance, as may be required, in order for state agencies to
16 comply with the provisions of this section.

17 E. As used in this section:

18 1. "State agency" shall include all state agencies, whether
19 subject to the Central Purchasing Act or not, except the Oklahoma
20 Lottery Commission; and

21 2. "Source code" means the programming instruction for a
22 computer program in its original form, created by a programmer with
23 a text editor or a visual programming tool and saved in a file.
24

1 SECTION 24. AMENDATORY Section 15, Chapter 266, O.S.L.
2 2006 (62 O.S. Supp. 2008, Section 41.5v), is amended to read as
3 follows:

4 Section 41.5v A. The Office of ~~State Finance~~ Information
5 Services shall create a standard security risk assessment for state
6 agency information technology systems that complies with the
7 International Organization for Standardization (ISO) and the
8 International Electrotechnical Commission (IEC) Information
9 Technology - Code of Practice for Security Management (ISO/IEC
10 17799).

11 B. Each state agency that has an information technology system
12 shall annually conduct an information security risk assessment to
13 identify vulnerabilities associated with the information system. A
14 final report of the information security risk assessment shall be
15 submitted by each state agency to the Office of ~~State Finance~~
16 Information Services by the first day of December of each year. The
17 final information security risk assessment report shall identify,
18 prioritize, and document information security vulnerabilities for
19 each of the state agencies assessed. Failure to comply with the
20 requirements of this subsection may result in funding being withheld
21 from the agency. State agencies shall use either the standard
22 security risk assessment created by the Office of ~~State Finance~~
23 Information Services or a third-party risk assessment meeting the
24 ISO/IEC 17799 standards and using the National Institute of

1 Standards and Technology Special Publication 800-30 (NIST SP800-30)
2 process and approved by the Office of ~~State Finance~~ Information
3 Services. The Office of ~~State Finance~~ Information Services shall
4 approve not less than two firms which state agencies may choose from
5 to conduct the information security risk assessment.

6 C. The Office of ~~State Finance~~ Information Services shall
7 report the results of the state agency assessments required pursuant
8 to this section to the Governor, the Speaker of the House of
9 Representatives, and the President Pro Tempore of the Senate by the
10 first day of January of each year.

11 SECTION 25. AMENDATORY Section 1, Chapter 205, O.S.L.
12 2007 (62 O.S. Supp. 2008, Section 41.5x), is amended to read as
13 follows:

14 Section 41.5x The Office of ~~State Finance~~ Information Services
15 is authorized to enter into a multi-year agreement to acquire land,
16 develop, design, construct and furnish facilities necessary for the
17 administration of the state's information technology and
18 telecommunications infrastructure and security. Such action shall
19 not be subject to The Oklahoma Central Purchasing Act. The area of
20 the facility authorized by this section dedicated for computer-ready
21 space shall not exceed ten percent (10%) of the total square footage
22 of the entire facility, but under no circumstances shall exceed nine
23 thousand (9,000) square feet. The Office of ~~State Finance~~
24 Information Services is authorized to use existing and future funds

1 from fees, appropriations and federal funds, as necessary, to
2 finance such facilities.

3 SECTION 26. NEW LAW A new section of law not to be
4 codified in the Oklahoma Statutes reads as follows:

5 A. During the fiscal year ending June 30, 2010, no agency of
6 the executive branch of the state shall use state funds for or enter
7 into any agreement for the acquisition, development, or enhancement
8 of a communication or telecommunication system including voice,
9 data, radio, video, Internet, eGovernment, printers, scanners,
10 copiers, facsimile systems, computer hardware, software, or any
11 contract for information technology services and equipment exceeding
12 Ten Thousand Dollars (\$10,000.00) in value without written
13 authorization of the Chief Information Officer. The provisions of
14 this subsection shall not be applicable to any member of the
15 Oklahoma State System of Higher Education, any public school
16 district in the state, or any technology center school district.

17 B. During the fiscal year ending June 30, 2010, no agency of
18 the executive branch of the state shall create new full-time-
19 equivalent administrative-level information technology positions or
20 replace or fill an existing vacant full-time-equivalent
21 administrative-level information technology position without written
22 authorization of the Chief Information Officer. The provisions of
23 this section shall not be applicable to any member of The Oklahoma
24

1 State System of Higher Education, any public school district in the
2 state, or any technology center school district.

3 SECTION 27. AMENDATORY 74 O.S. 2001, Section 85.5, as
4 last amended by Section 3, Chapter 96, O.S.L. 2008 (74 O.S. Supp.
5 2008, Section 85.5), is amended to read as follows:

6 Section 85.5 A. Pursuant to the provisions of Section 85.4 of
7 this title, the State Purchasing Director, under the supervision of
8 the Director of the Department of Central Services, shall have sole
9 and exclusive authority and responsibility for all acquisitions used
10 or consumed by state agencies.

11 B. The State Purchasing Director, after consultation with the
12 requisitioning state agency, shall have authority to determine the
13 particular brand, model, or other specific classification of each
14 acquisition and to draft or invoke pursuant to The Oklahoma Central
15 Purchasing Act specifications establishing the requirements for all
16 necessary contracts or purchase orders.

17 C. The Director of the Department of Central Services shall
18 have authority and responsibility to promulgate rules pursuant to
19 provisions of The Oklahoma Central Purchasing Act governing,
20 providing for, prescribing, or authorizing any act, practice, or
21 requirement for which regulatory power is delegated for:

22 1. The time, manner, authentication, and form of making
23 requisitions for acquisitions;
24

1 2. Inspection, analysis, and testing of acquisitions or samples
2 suppliers submit prior to contract award;

3 3. The form and manner of submission for bids or proposals a
4 supplier submits and the manner of accepting and opening bids or
5 proposals;

6 4. The conditions under which the Department of Central
7 Services shall require written contracts for acquisitions, the
8 conditions under which acquisitions may be made on an open account
9 basis, and the conditions and manner of negotiating such contracts;

10 5. Obtaining acquisitions produced by state institutions;

11 6. Conditions under which any of the rules herein authorized
12 may be waived;

13 7. The amounts of and deposits on any bond or other surety
14 required to be submitted with a bid or contract for the furnishing
15 of acquisitions and the conditions under which such bond or other
16 surety shall be required;

17 8. Storage and storage facilities necessary to accomplish
18 responsibilities of the Director of the Department of Central
19 Services;

20 9. The manner and conditions of delivery, which shall include
21 the designation of the common carrier of property to be used to
22 transport acquisitions whenever a common carrier is used, and the
23 acceptance, or rejection, including check of quantities, of any
24 acquisitions;

1 10. The form of any estimate, order, or other document the
2 Director of the Department of Central Services requires;

3 11. State agency acquisitions not exceeding the acquisition
4 purchase amount requiring competitive bid pursuant to Section 85.7
5 of this title to ensure competitiveness, fairness, compliance with
6 provisions of all sections of The Oklahoma Central Purchasing Act,
7 and compliance with provisions of Section 3001 et seq. of this
8 title, which relate to the State Use Committee. The rules shall
9 include separate provisions based on acquisition purchase price as
10 follows:

11 a. state agencies shall make acquisitions not exceeding
12 Two Thousand Five Hundred Dollars (\$2,500.00),
13 provided the acquisition process is fair and
14 reasonable and is conducted pursuant to rules
15 authorized pursuant to this section, and

16 b. state agencies with certified procurement officers and
17 internal purchasing procedures found compliant by the
18 Director of the Department of Central Services
19 pursuant to this section may make acquisitions in
20 excess of Two Thousand Five Hundred Dollars
21 (\$2,500.00) as provided below:

22 (1) acquisitions with a price exceeding Two Thousand
23 Five Hundred Dollars (\$2,500.00) and not
24

1 exceeding Ten Thousand Dollars (\$10,000.00),
2 pursuant to rules authorized by this section, and
3 (2) acquisitions with a price exceeding Ten Thousand
4 Dollars (\$10,000.00) and not exceeding the amount
5 requiring a requisition to the State Purchasing
6 Director, pursuant to Section 85.7 of this title,
7 by telephone, facsimile, invitation to bid, or
8 solicitation by means of electronic commerce,
9 receipt of bids and bid award by the state
10 agency;

11 12. Training by the State Purchasing Director of state agency
12 procurement officers;

13 13. Review and audit by the State Purchasing Director of state
14 agency acquisitions;

15 14. The conditions for increasing acquisition limits for state
16 agencies which have had a prior reduction in acquisition limit by
17 the Director of the Department of Central Services;

18 15. Use of a state purchase card to make acquisitions; and

19 16. Any other matter or practice which relates to the
20 responsibilities of the Director of the Department of Central
21 Services.

22 D. The State Purchasing Director shall provide training for
23 state agency purchasing officials and other purchasing staff. The
24 training shall include principles of state procurement practices,

1 basic contracting, provisions of The Oklahoma Central Purchasing
2 Act, rules promulgated pursuant to The Oklahoma Central Purchasing
3 Act, provisions of Section 3001 et seq. of this title, which relate
4 to the State Use Committee, and any other matters related to state
5 procurement practices. State agency purchasing officials that
6 demonstrate proficiency shall be certified as "certified procurement
7 officers" by the State Purchasing Director and shall be authorized
8 to make acquisitions pursuant to provisions of The Oklahoma Central
9 Purchasing Act and rules authorized by this section. The State
10 Purchasing Director shall assess a fee to state agencies for the
11 training that does not exceed each state agency's pro rata share of
12 the costs the State Purchasing Director incurs to provide the
13 training.

14 E. The State Purchasing Director shall review state agency
15 acquisitions for the purposes of:

16 1. Ensuring state agency compliance with provisions of The
17 Oklahoma Central Purchasing Act;

18 2. Ensuring state agency compliance with rules promulgated by
19 the Department of Central Services pursuant to The Oklahoma Central
20 Purchasing Act;

21 3. Ensuring state agency compliance with provisions of Section
22 3001 et seq. of this title pertaining to the State Use Committee;

23

24

1 4. Reporting any acquisition by any state agency found not to
2 be in compliance with those sections or rules to the Director of the
3 Department of Central Services; and

4 5. Recommending that the Director of the Department of Central
5 Services reduce the acquisition competitive bid limit amount for any
6 state agency found not to be in compliance with The Oklahoma Central
7 Purchasing Act or rules promulgated thereto.

8 F. When recommended by the State Purchasing Director, based on
9 written findings by the State Purchasing Director, the Director of
10 the Department of Central Services may:

11 1. Require retraining of state agency procurement officials and
12 other purchasing staff found not to be in compliance with provisions
13 of The Oklahoma Central Purchasing Act, or rules promulgated
14 pursuant to The Oklahoma Central Purchasing Act;

15 2. Reduce the acquisition competitive bid limit for any state
16 agency found not to be in compliance with provisions of The Oklahoma
17 Central Purchasing Act or rules promulgated pursuant to The Oklahoma
18 Central Purchasing Act;

19 3. Transmit written findings by the State Purchasing Director
20 to the State Auditor and Inspector for further investigation,
21 indicating purchasing procedures that do not conform to provisions
22 pursuant to The Oklahoma Central Purchasing Act or rules promulgated
23 pursuant to The Oklahoma Central Purchasing Act;

1 4. Transmit to the Attorney General or the State Auditor and
2 Inspector for further investigation a report made by the State
3 Purchasing Director that the Director of the Department of Central
4 Services reasonably believes indicates that an action that
5 constitutes a criminal violation pursuant to The Oklahoma Central
6 Purchasing Act or other laws has been taken by any state agency,
7 state agency official, bidder, or supplier; or

8 5. Increase the state agency acquisition purchase amount
9 requiring competitive bid, not to exceed the acquisition purchase
10 amount requiring competitive bid, pursuant to Section 85.7 of this
11 title.

12 G. 1. Pursuant to the requirements of The Oklahoma Central
13 Purchasing Act, the State Purchasing Director shall have authority
14 to enter into any statewide, multistate or multigovernmental
15 contract. The state entity designated by law, as specified in
16 Section 1010.3 of Title 56 of the Oklahoma Statutes, shall
17 participate in the purchase of pharmaceuticals available through
18 such multistate or multigovernmental contracts entered into by the
19 State Purchasing Director.

20 2. The State Purchasing Director may utilize contracts awarded
21 by other governmental agencies, including agencies of the United
22 States of America.

23 3. The State Purchasing Director may designate contracts
24 described in this subsection for use by state agencies.

1 4. In order to carry out the powers and duties established in
2 Section 2 of this act, the Chief Information Officer of the Office
3 of Information Services shall have the authority to designate
4 certain information technology and telecommunication contracts for
5 state agencies as statewide contracts and mandatory statewide
6 contracts which will be entered into by the State Purchasing
7 Director.

8 H. The State Purchasing Director may develop and test new
9 contracting policies and procedures that hold potential for making
10 the Purchasing Division more effective and efficient.

11 I. The State Purchasing Director shall endeavor to satisfy state
12 agencies in terms of cost, quality, and timeliness of the delivery
13 of acquisitions by using bidders who have a record of successful
14 past performance, promoting competition, minimizing administrative
15 operating costs, and conducting business with integrity, fairness,
16 and openness.

17 J. The State Purchasing Director shall undertake the following:

18 1. The use of electronic commerce pursuant to the Oklahoma
19 Online Bidding Act for solicitation, notification, and other
20 purchasing processes;

21 2. Monitoring rules promulgated pursuant to The Oklahoma
22 Central Purchasing Act to ensure that the rules, satisfy the
23 interests of the state, are clear and succinct, and encourage
24 efficiency in purchasing processes;

1 3. A program to identify vendors with poor delivery and
2 performance records;

3 4. Development of criteria for the use of sealed bid
4 contracting procedures, negotiated contracting procedures, selection
5 of types of contracts, postaward administration of purchase orders
6 and contracts, contract modifications, termination of contracts, and
7 contract pricing;

8 5. Continual improvement in the quality of the performance of
9 the Purchasing Division through training programs, management
10 seminars, development of benchmarks and key management indicators,
11 and development of standard provisions, clauses and forms;

12 6. Development of electronic means of making state agencies
13 aware of office furniture, equipment, machinery, tools, and hardware
14 available for purchase from the surplus property programs;

15 7. Development of programs to improve customer relations
16 through training, improved communications, and appointment of
17 technical representatives; and

18 8. In cooperation with the Office of State Finance and the
19 State Treasurer, develop an electronic payment mechanism for use in
20 the settlement of accounts payable invoices, with no limit, to make
21 payment for products or services acquired in accordance with The
22 Oklahoma Central Purchasing Act and any rules promulgated pursuant
23 thereto.
24

1 K. The State Purchasing Director shall, in cooperation with the
2 Oklahoma Department of Agriculture, Food, and Forestry, identify the
3 needs of state agencies and institutions for agricultural products
4 grown and produced in Oklahoma.

5 L. The State Purchasing Director may authorize the use of a
6 state purchase card for acquisitions within the following
7 parameters:

8 1. No limit on the amount of the transaction for the following:

- 9 a. purchases from statewide contracts issued by the State
10 Purchasing Director, and
11 b. regulated utilities; and

12 2. For any other transaction with a state purchase card, the
13 transaction shall not exceed Two Thousand Five Hundred Dollars
14 (\$2,500.00).

15 M. The State Purchasing Director may utilize and authorize
16 state agencies to utilize reverse auctions to obtain acquisitions.

17 N. Prior to the award of a contract to a supplier, the State
18 Purchasing Director shall verify, pursuant to applicable provisions
19 of law, that the supplier is eligible to do business in the State of
20 Oklahoma by confirming registration with the Secretary of State and
21 franchise tax payment status pursuant to Sections 1203 and 1204 of
22 Title 68 of the Oklahoma Statutes. The provisions of this
23 subsection shall be applicable only if the contract amount is
24 Twenty-five Thousand Dollars (\$25,000.00) or greater.

1 O. As a condition of awarding a contract pursuant to The
2 Oklahoma Central Purchasing Act, the State Purchasing Director shall
3 verify with the Oklahoma Tax Commission that the business entity to
4 which the state contract is to be awarded, whether subject to the
5 procedures required by Section 85.7 of this title or not, has
6 obtained a sales tax permit pursuant to the provisions of Section
7 1364 of Title 68 of the Oklahoma Statutes if such entity is required
8 to do so.

9 P. The State Purchasing Director is hereby authorized to
10 explore and investigate cost savings in energy, resource usage, and
11 maintenance contracts and to identify and negotiate contract
12 solutions including, but not limited to, pilot projects to achieve
13 cost savings for the State of Oklahoma.

14 Q. The Office of State Finance, with input from the State
15 Purchasing Director, shall promulgate payment procedure rules for
16 state agencies to adhere to regarding statewide contracts issued by
17 the State Purchasing Director.

18 R. The Office of State Finance along with the Department of
19 Central Services, Central Purchasing Division, shall promulgate
20 payment procedure rules for agencies to adhere to regarding
21 statewide contracts issued by the Division.

22 SECTION 28. AMENDATORY 17 O.S. 2001, Section 139.109, as
23 amended by Section 1, Chapter 409, O.S.L. 2004 (17 O.S. Supp. 2008,
24 Section 139.109), is amended to read as follows:

1 Section 139.109 A. There is hereby created within the ~~Oklahoma~~
2 Corporation Commission the "Oklahoma E911 Emergency Service Fund".
3 Beginning September 1, 1997, each local exchange telecommunications
4 service provider shall annually contribute fifty cents (\$0.50) per
5 retail local exchange access line to the Oklahoma E911 Emergency
6 Service Fund until the total amount contributed by all providers to
7 the Fund equals Five Million Dollars (\$5,000,000.00). The
8 contribution amount for each service provider shall be based upon
9 the number of retail local exchange access lines of that service
10 provider in service on July 1 of each applicable year. The Oklahoma
11 E911 Emergency Service Fund shall be administered by the ~~Oklahoma~~
12 Corporation Commission and used to defray the cost of purchasing and
13 installing equipment for enhanced 911 emergency systems across the
14 state. Preference for funding shall be given first to those systems
15 established in areas of the state which do not have access to 911
16 emergency service before July 1, 1997, and second to areas of the
17 state which do not have access to enhanced 911 emergency services.
18 Funding from the E911 Emergency Service Fund shall not be used for
19 ongoing operating costs of any emergency telephone service system.
20 To qualify for funding, the emergency telephone service system shall
21 have been or be in the process of being approved as provided for in
22 the Nine-One-One Emergency Number Act. Local exchange
23 telecommunications service providers serving fifteen percent (15%)
24 or more of the access lines in the state may not apply for recovery

1 of the contributions made to the E911 Emergency Service Fund from
2 the Oklahoma Universal Service Fund created in Section 139.106 of
3 this title. All monies in the Oklahoma E911 Emergency Service Fund
4 shall be expended only for the purposes set forth in this
5 subsection.

6 B. There is hereby created within the Oklahoma Department of
7 Career and Technology Education the "Oklahoma Telecommunications
8 Technology Training Fund". Beginning September 1, 1997, each local
9 exchange telecommunications service provider shall annually
10 contribute seventy-five cents (\$0.75) per retail local exchange
11 access line to the Oklahoma Telecommunications Technology Training
12 Fund until the total amount contributed by all providers to the Fund
13 equals Seven Million Dollars (\$7,000,000.00). The contribution
14 amount for each service provider shall be based upon the number of
15 retail local exchange access lines of that service provider in
16 service on July 1 of each applicable year. The Oklahoma
17 Telecommunications Technology Training Fund shall be administered by
18 the Oklahoma Department of Career and Technology Education working
19 in conjunction with OneNet, and shall be used to provide statewide
20 training of teachers and school administrators in the most effective
21 use of telecommunications and distance learning technology for the
22 enhancement of education throughout the state. Local exchange
23 telecommunications service providers serving fifteen percent (15%)
24 or more of the access lines in the state may not apply for recovery

1 of the contributions made to the Oklahoma Telecommunications
2 Technology Training Fund from the Oklahoma Universal Service Fund
3 created in Section 139.106 of this title. All monies in the
4 Oklahoma Telecommunications Technology Training Fund shall be
5 expended only for the purposes set forth in this subsection.

6 C. The following services are hereby declared to be Special
7 Universal Services and such services shall be provided only after
8 funding for the Oklahoma Universal Service Fund is implemented as
9 set forth in Section 139.101 et seq. of this title:

10 1. Each not-for-profit hospital in the state shall, upon
11 written request, receive one incoming, toll-free phone number and up
12 to a total of five access lines, free of charge, to allow incoming,
13 toll-free calls from any location within the geographic area served
14 by the hospital;

15 2. Each not-for-profit hospital, county health department,
16 city-county health department, and federally qualified health center
17 in this state shall, upon written request, receive, free of charge,
18 ~~one telecommunications line~~ lines, circuits or wireless ~~connection~~
19 connections sufficient for providing such telemedicine, clinical and
20 health consultation services as the entity is equipped to provide.
21 The telecommunications carrier shall be entitled to reimbursement
22 from the Oklahoma Universal Service Fund for providing the ~~line~~
23 lines, circuits or ~~connection~~ connections. In no case, however,
24 shall reimbursement from the fund be made for an Internet subscriber

1 fee or charges incurred as a result of services accessed via the
2 Internet;

3 3. Each public school building wherein classrooms are contained
4 and each public library in the state shall, upon written request,
5 receive one incoming, toll-free phone number and up to a total of
6 five access lines, free of charge, to allow incoming, toll-free
7 calls from any location within the geographic area served by the
8 school or the public library;

9 4. Each public school building wherein classrooms are contained
10 and each public library in the state shall, upon written request,
11 receive one access line, free of charge, with the ability to connect
12 to an Internet service provider at 56 kbps, in the most economically
13 efficient manner for the carrier, or an equivalent dollar credit to
14 be applied by the public school or public library toward similar
15 services provided by the same carrier, for the purpose of accessing
16 the Internet. In no case shall the Oklahoma Universal Service Fund
17 reimburse an entity for an Internet subscriber fee or charges
18 incurred as a result of services accessed via the Internet; and

19 5. Each county seat in the state shall, upon written request of
20 the board of county commissioners, receive one incoming, toll-free
21 phone number and up to a total of five access lines, free of charge,
22 to allow incoming, toll-free calls from any location within the
23 geographic area served by the county seat.

24

1 D. To the extent Special Universal Services are purchased from
2 a telecommunications service provider by another carrier, the
3 Special Universal Services are for the exclusive use of the not-for-
4 profit hospital, county health department, city-county health
5 department, federally qualified health center, public school, public
6 library or county government. Under no circumstances shall the not-
7 for-profit hospital, county health department, city-county health
8 department, federally qualified health center, public school, public
9 library or county government sell, repackage or share Special
10 Universal Services with any other entity.

11 SECTION 29. RECODIFICATION 62 O.S. 2001, Section 41.5a,
12 as last amended by Section 5 of this act, shall be recodified as
13 Section 50.3 of Title 74 of the Oklahoma Statutes, unless there is
14 created a duplication in numbering. 62 O.S. 2001, Section 41.5a-1,
15 as last amended by Section 6 of this act, shall be recodified as
16 Section 50.4 of Title 74 of the Oklahoma Statutes, unless there is
17 created a duplication in numbering. Section 3, Chapter 148, O.S.L.
18 2007 (62 O.S. Supp. 2008, Section 41.5a-3), as amended by Section 7
19 of this act, shall be recodified as Section 50.5 of Title 74 of the
20 Oklahoma Statutes, unless there is created a duplication in
21 numbering. Section 1, Chapter 340, O.S.L. 2008 (62 O.S. Supp. 2008,
22 Section 41.5a-4), as amended by Section 8 of this act, shall be
23 recodified as Section 50.6 of Title 74 of the Oklahoma Statutes,
24 unless there is created a duplication in numbering. 62 O.S. 2001,

1 Section 41.5e, as last amended by Section 9 of this act, shall be
2 recodified as Section 50.7 of Title 74 of the Oklahoma Statutes,
3 unless there is created a duplication in numbering. 62 O.S. 2001,
4 Section 41.5f, as last amended by Section 10 of this act, shall be
5 recodified as Section 50.8 of Title 74 of the Oklahoma Statutes,
6 unless there is created a duplication in numbering. 62 O.S. 2001,
7 Section 41.5g, as last amended by Section 11 of this act, shall be
8 recodified as Section 50.9 of Title 74 of the Oklahoma Statutes,
9 unless there is created a duplication in numbering. 62 O.S. 2001,
10 Section 41.5h, as last amended by Section 12 of this act, shall be
11 recodified as Section 50.10 of Title 74 of the Oklahoma Statutes,
12 unless there is created a duplication in numbering. 62 O.S. 2001,
13 Section 41.5i, as last amended by Section 13 of this act, shall be
14 recodified as Section 50.11 of Title 74 of the Oklahoma Statutes,
15 unless there is created a duplication in numbering. 62 O.S. 2001,
16 Section 41.5j, as last amended by Section 14 of this act, shall be
17 recodified as Section 50.12 of Title 74 of the Oklahoma Statutes,
18 unless there is created a duplication in numbering. 62 O.S. 2001,
19 Section 41.5l, as last amended by Section 15 of this act, shall be
20 recodified as Section 50.13 of Title 74 of the Oklahoma Statutes,
21 unless there is created a duplication in numbering. 62 O.S. 2001,
22 Section 41.5m, as last amended by Section 16 of this act, shall be
23 recodified as Section 50.14 of Title 74 of the Oklahoma Statutes,
24 unless there is created a duplication in numbering. 62 O.S. 2001,

1 Section 41.5p, as last amended by Section 17 of this act, shall be
2 recodified as Section 50.15 of Title 74 of the Oklahoma Statutes,
3 unless there is created a duplication in numbering. 62 O.S. 2001,
4 Section 41.5q, as last amended by Section 18 of this act, shall be
5 recodified as Section 50.16 of Title 74 of the Oklahoma Statutes,
6 unless there is created a duplication in numbering. 62 O.S. 2001,
7 Section 41.5r, as amended by Section 19 of this act, shall be
8 recodified as Section 50.17 of Title 74 of the Oklahoma Statutes,
9 unless there is created a duplication in numbering. 62 O.S. 2001,
10 Section 41.5s, as last amended by Section 20 of this act, shall be
11 recodified as Section 50.18 of Title 74 of the Oklahoma Statutes,
12 unless there is created a duplication in numbering. Section 2,
13 Chapter 128, O.S.L. 2004 (62 O.S. Supp. 2008, Section 41.5t), as
14 last amended by Section 21 of this act, shall be recodified as
15 Section 50.19 of Title 74 of the Oklahoma Statutes, unless there is
16 created a duplication in numbering. Section 3, Chapter 128, O.S.L.
17 2004, as amended by Section 13, Chapter 266, O.S.L. 2006 (62 O.S.
18 Supp. 2008, Section 41.5t.1), shall be recodified as Section 50.20
19 of Title 74 of the Oklahoma Statutes, unless there is created a
20 duplication in numbering. Section 4, Chapter 128, O.S.L. 2004 (62
21 O.S. Supp. 2008, Section 41.5t.2), as last amended by Section 22 of
22 this act, shall be recodified as Section 50.21 of Title 74 of the
23 Oklahoma Statutes, unless there is created a duplication in
24 numbering. Section 4, Chapter 391, O.S.L. 2005 (62 O.S. Supp. 2008,

1 Section 41.5u), as last amended by Section 23 of this act, shall be
2 recodified as Section 50.22 of Title 74 of the Oklahoma Statutes,
3 unless there is created a duplication in numbering. Section 15,
4 Chapter 266, O.S.L. 2006 (62 O.S. Supp. 2008, Section 41.5v), as
5 amended by Section 24 of this act, shall be recodified as Section
6 50.23 of Title 74 of the Oklahoma Statutes, unless there is created
7 a duplication in numbering. Section 1, Chapter 205, O.S.L. 2007 (62
8 O.S. Supp. 2008, Section 41.5x), as amended by Section 25 of this
9 act, shall be recodified as Section 50.24 of Title 74 of the
10 Oklahoma Statutes, unless there is created a duplication in
11 numbering.

12 SECTION 30. REPEALER Section 5, Chapter 391, O.S.L. 2005
13 (62 O.S. Supp. 2008, Section 41.5a-2), is hereby repealed.

14 SECTION 31. Sections 4 through 25, 27, 29 and 30 of this act
15 shall become effective July 1, 2010.

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1 Passed the House of Representatives the 11th day of March, 2009.

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4 Presiding Officer of the House of
Representatives
5

6 Passed the Senate the ____ day of _____, 2009.

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9 Presiding Officer of the Senate
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