

1 ENGROSSED HOUSE
2 BILL NO. 1741

By: Moore of the House

and

Newberry of the Senate

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7 An Act relating to state government; creating the
8 State Agency Audit Act; directing state agencies to
9 meet requirements of competitive bidding for audit
10 services; prohibiting certain contracts with entities
11 providing audit services; providing for codification;
and providing an effective date.

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

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

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

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

21 A. The State Agency Audit Act shall require strict compliance
22 with the competitive bidding requirements set forth in The Oklahoma
23 Central Purchasing Act.
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B. The State Agency Audit Act applies to every state agency and political subdivision that audits or assesses third parties for any purpose.

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

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

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

Passed the House of Representatives the 4th day of March, 2015.

Presiding Officer of the House
of Representatives

Passed the Senate the day of , 2015.

Presiding Officer of the Senate