1	HOUSE OF REPRESENTATIVES - FLOOR VERSION
2	STATE OF OKLAHOMA
3	2nd Session of the 56th Legislature (2018)
4	COMMITTEE SUBSTITUTE
5	FOR HOUSE BILL NO. 3208 By: Lepak and McDugle of the House
6	and
7	Treat of the Senate
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11	COMMITTEE SUBSTITUTE
12	An Act relating to state government; amending 74 O.S. 2011, Sections 10.1, 10.3, as amended by Section 1,
13	Chapter 127, O.S.L. 2012 and 10.5 (74 O.S. Supp. 2017, Section 10.3), which relate to the Executive
14	Branch Reform Act of 1986; correcting internal cites;
15	providing for the filling of certain cabinet positions; providing for and modifying certain
16	salaries; and providing an effective date.
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19	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
20	SECTION 1. AMENDATORY 74 O.S. 2011, Section 10.1, is
21	amended to read as follows:
22	Section 10.1 Sections $\frac{1}{2}$ $\frac{10.1}{10.1}$ through $\frac{10.5}{10.5}$ of this $\frac{10.5}{10.5}$
23	shall be known and may be cited as the "Executive Branch Reform Act
24	of 1986".

SECTION 2. AMENDATORY 74 O.S. 2011, Section 10.3, as amended by Section 1, Chapter 127, O.S.L. 2012 (74 O.S. Supp. 2017, Section 10.3), is amended to read as follows:

Section 10.3 A. 1. Within forty-five (45) days of assuming office, each Governor may create a cabinet system for the executive branch of state government. The cabinet system may be an organizational framework created by executive order which includes all executive agencies, boards, commissions, or institutions and their assignments to specific cabinet areas. The cabinet system shall consist of no more than fifteen cabinet areas and each. Each cabinet area shall consist of executive agencies, boards, commissions, or institutions with similar programmatic or administrative objectives that shall report directly to the cabinet Secretary responsible for that cabinet area. One cabinet area shall consist of the Oklahoma Department of Veterans Affairs, its institutions and other executive agencies, boards, commissions and institutions which are related to veterans. The Governor's cabinet shall be in effect until the Legislature supersedes each specific cabinet area or department by providing by law for specific cabinet areas or departments, or removes by law the authority of the Governor to create a cabinet area. The Governor may appoint the Lieutenant Governor as a cabinet Secretary serving in a role to be determined by the Governor.

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- 2. If a constitutional amendment is approved by a vote of the people making the office of State Treasurer an appointed office and the cabinet system includes a Secretary whose cabinet area oversees state financial or budgetary matters, that office shall be filled by the State Treasurer.
- 3. If a constitutional amendment is approved by a vote of the people making the office of Superintendent of Public Instruction an appointed office and the cabinet system includes a Secretary for Education, that office shall be filled by the Superintendent of Public Instruction.
- 4. If a constitutional amendment is approved by a vote of the people making the office of Commissioner of Labor an appointed office and the cabinet system includes a Secretary of Labor, that office shall be filled by the Commissioner of Labor.
- 5. If a constitutional amendment is approved by a vote of the people making the office of Insurance Commissioner an appointed office and the cabinet system includes a Secretary of Insurance that office shall be filled by the Insurance Commissioner.
- <u>6.</u> At any time during the Governor's term of office, the cabinet may be modified at the sole discretion of the Governor subject to Senate confirmation as provided by subsection B of this section.
- B. The Governor shall appoint, with the advice and consent of the Senate, a Secretary to head each cabinet area, except as

1 | provided in paragraphs 2 through 5 of subsection A of this section.

2 The Secretary appointee for the cabinet area consisting of the

3 Oklahoma Department of Veterans Affairs and other related veterans

4 entities shall be an honorably discharged veteran and be eligible to

5 | receive benefits from the United States Department of Veterans

6 Affairs. A cabinet Secretary may be appointed as a position funded

by the Office of the Governor from funds available to that office,

or appointed as a cabinet Secretary from among the agency heads

within the cabinet area. The cabinet Secretaries shall:

- 1. Advise the Governor of any policy changes or problems within the area they represent;
- 2. Advise the entities represented of any policy changes or problems as directed by the Governor; and
- 3. Coordinate information—gathering for the Legislature as requested.
- C. The cabinet Secretaries shall serve at the pleasure of the Governor; however, the appointment or removal of a cabinet Secretary who is also an agency head shall not otherwise affect the status of the other duties of the agency head. Whenever a Secretary position becomes vacant, the Governor shall appoint a successor within thirty (30) calendar days pursuant to the provisions of subsection B of this section. If the Legislature is not in session at the time of appointment it shall be subject to the advice and

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- 1 consent of the Senate upon convening of the next regular session of
- 2 the Legislature.
- 3 SECTION 3. AMENDATORY 74 O.S. 2011, Section 10.5, is
- 4 amended to read as follows:
- 5 Section 10.5 A. Notwithstanding other limits established by
- 6 | law, the following cabinet Secretaries may be annually compensated
- 7 | for their services, payable monthly, as follows:
- 8 | 1. The Secretary of Human Resources and Administration may
- 9 receive a maximum salary of Seventy-five Thousand Dollars
- 10 (\$75,000.00);
- 11 2. The Secretary of Agriculture may receive a maximum salary of
- 12 | Seventy Thousand Dollars (\$70,000.00);
- 3. The Secretary of Commerce and Tourism may receive a maximum
- 14 | salary of Seventy Thousand Dollars (\$70,000.00);
- 15 4. The Secretary of Education may receive a maximum salary of
- 16 | Sixty-five Thousand Dollars (\$65,000.00); provided, if the Secretary
- 17 of Education is the Superintendent of Public Instruction, the
- 18 | Secretary shall be compensated as provided in Section 250.4 of this
- 19 | title;
- 5. The Secretary of Energy may receive a maximum salary of
- 21 | Seventy Thousand Dollars (\$70,000.00);
- 22 6. The Secretary of Finance and Administration may receive a
- 23 | maximum salary of Ninety Thousand Dollars (\$90,000.00);

- 7. The Secretary of Health and the Secretary of Human Services
 may receive a maximum salary of Eighty Thousand Dollars
 (\$80,000.00);
 - 8. The Secretary of Safety and Security may receive a maximum salary of Eighty-five Thousand Dollars (\$85,000.00);
 - 9. The Secretary of State may receive a maximum salary of Sixty-five Thousand Dollars (\$65,000.00). However, if the Secretary of State is designated as a cabinet Secretary, the salary of the Secretary of State may be increased to an amount not to exceed the highest salary provided for a cabinet Secretary pursuant to this section; and
- 12 10. The Secretary of Veterans Affairs may receive a maximum
 13 salary of Sixty-five Thousand Dollars (\$65,000.00);
- 14 <u>11. If the State Treasurer becomes a cabinet Secretary, the</u>
 15 <u>Treasurer shall be compensated as provided in Section 250.4 of this</u>
 16 title;
- 17 <u>12. If the Commissioner of Labor becomes a cabinet Secretary,</u>
 18 <u>the Commissioner shall be compensated as provided in Section 250.4</u>
 19 of this title; and
- 20 <u>13. If the Insurance Commissioner shall be compensated as</u>
 21 provided in Section 250.4 of this title.
- B. If additional cabinet Secretaries are appointed, as allowed
 pursuant to Section 10.3 of this title, the salary for each such
 cabinet Secretary shall be established by the Governor in an amount

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1	not to exceed the highest salary provided for a cabinet Secretary
2	pursuant to this section.
3	SECTION 4. This act shall become effective November 1, 2018.
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5	COMMITTEE REPORT BY: COMMITTEE ON RULES, dated 03/01/2018 - DO PASS,
6	As Amended and Coauthored.
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HB3208 HFLR BOLD FACE denotes Committee Amendments.