1	SENATE FLOOR VERSION February 27, 2019
2	rebluary 27, 2019
3	COMMITTEE SUBSTITUTE FOR
4	SENATE BILL NO. 457 By: Treat and Simpson
5	
6	
7	An Act relating to the Department of Transportation; amending 69 O.S. 2011, Section 4007, which relates to
8	the Director of the Department; requiring Director to be appointed by Governor with advice and consent of
9	the Senate; requiring service at pleasure of Governor; modifying authority and duty of Director;
10	abolishing Transportation Commission and transferring powers, duties and responsibilities to Director;
11	modifying statutory references; providing for continuation of certain actions; modifying statutory
12	references to Transportation Commission; amending 11 O.S. 2011, Sections 36-105 and 36-112,which relate to
13	cities and towns; amending 18 O.S. 2011, Section 601, which relates to corporations; amending 19 O.S. 2011,
14	Section 1246, which relates to counties and county officers; amending 47 O.S. 2011, Sections 11-308, 11-
15	802, 11-803, 11-804, 14-101, as last amended by Section 1, Chapter 121, O.S.L. 2016, 14-118, as last
16	amended by Section 2, Chapter 239, O.S.L. 2014, 15- 104, 15-106, 15-131, 156, as amended by Section 2,
17	Chapter 380, O.S.L. 2014, 1104, as last amended by Section 2, Chapter 18, 2nd Extraordinary Session,
18	O.S.L. 2018 and 1148 (47 O.S. Supp. 2018, Sections 14-101, 14-118, 156 and 1104), which relate to motor
19	vehicles; amending 60 O.S. 2011, Section 814, which relates to property; amending 61 O.S. 2011, Sections
20	103.5, 118, 121, as last amended by Section 1, Chapter 68, O.S.L. 2017 and 130, as last amended by
21	Section 1, Chapter 293, O.S.L. 2016 (61 O.S. Supp. 2018, Sections 121 and 130), which relate to public
22	buildings and public works; amending 66 O.S. 2011, Section 125a, 125d, 304, as amended by Section 1,
23	Chapter 377, O.S.L. 2013 and 309.3 (66 O.S. Supp. 2018, Section 304), which relate to railroads;
24	amending 68 O.S. 2011, Sections 500.6, as amended by

1 Section 4, Chapter 375, O.S.L. 2013, 500.7, 704, 2204 and 2368.6, as amended by Section 552, Chapter 304, 2 O.S.L. 2012 (68 O.S. Supp. 2018, Sections 500.6 and 2368.6), which relate to revenue and taxation; 3 amending 69 O.S. 2011, Sections 101, 219, 220, 231, 242, 301, 304, 305, 306, as amended by Section 571, 4 Chapter 304, O.S.L. 2012, 306.1, 308, 309, 310, 312, 313, 314, 315, 316, 318, 320, 401, 402, 403, 403.1 5 and 405, as amended by Sections 1, 2 and 4, Chapter 356, O.S.L. 2012, 406, 409, 501, 502, 502.1, 503, 6 504, 505, 506 and 507, as amended by Sections 574 and 575, Chapter 304, O.S.L. 2012, 601, 603, 620, 636.3, as last amended by Section 2, Chapter 20, O.S.L. 7 2017, 638, 639, 649, 656 and 659, as amended by Sections 4 and 5, Chapter 20, O.S.L. 2017, 662, 689, 8 as amended by Section 6, Chapter 20, O.S.L. 2017, 9 701, 704, 705, 706, 708.2, as amended by Section 579, Chapter 304, O.S.L. 2012, 901, 1001, as last amended by Section 1, Chapter 16, O.S.L. 2018, 1002, 1003, 10 1102, 1104, 1204, 1205, as amended by Section 1, 11 Chapter 319, O.S.L. 2017, 1208, 1209, 1210, 1211, 1253, 1254, 1255, 1256, 1259, 1260, 1263, 1264, 1275, 12 as last amended by Section 2, Chapter 350, O.S.L. 2016, 1277, as amended by Section 2, Chapter 269, O.S.L. 2014, 1286, 1301, 1314, 1331, 1502, 1502.1, 13 1503, as amended by Section 1, Chapter 193, O.S.L. 2016, 1504, 1505, 1506, 1510, as amended by Section 14 1, Chapter 352, O.S.L. 2014, 1617, 1701, 1703, 1704, 1705, as amended by Section 1, Chapter 282, O.S.L. 15 2013, 1705.2, 1706, 1717, 1727, 2001, 2002, 2004, 4002, 4005, 4010 and 4018, as amended by Section 1, 16 Chapter 126, O.S.L. 2014 (69 O.S. Supp. 2018, Sections 306, 403, 403.1, 405, 506, 507, 636.3, 656, 17 659, 689, 708.2, 1001, 1205, 1275, 1277, 1503, 1510, 1705 and 4018), which relate to roads, bridges and 18 ferries; amending 73 O.S. 2011, Sections 83.1, as last amended by Section 1, Chapter 251, O.S.L. 2015, 19 341 and Section 1, Chapter 364, O.S.L. 2016 (73 O.S. Supp. 2018, Sections 83.1 and 342), which relate to 20 the State Capital and Capitol Building; amending 74 O.S. 2011, Sections 18c, as last amended by Section 21 1, Chapter 31, O.S.L. 2016, 85.12, as last amended by Section 2, Chapter 71, O.S.L. 2017, 500.36, 2226 and 22 Section 2, Chapter 251, O.S.L. 2017 (74 O.S. Supp. 2018, Sections 18c, 85.12 and 5152), which relate to 23 state government; amending 75 O.S. 2011, Section 24 250.4, as last amended by Section 12, Chapter 430,

1 O.S.L. 2014 (75 O.S. Supp. 2018, Section 250.4), which relate to the Administrative Procedures Act; repealing 69 O.S. 2011, Sections 209, 302, 303, 303-2 A, 311, 319, 1238 and 4006, which relate to the 3 Transportation Commission; and declaring an emergency. 4 5 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 6 69 O.S. 2011, Section 4007, is 7 SECTION 1. AMENDATORY amended to read as follows: 8 9 Section 4007. A. The administrative head of the Department of Transportation shall be the Director of the Department of 10 11 Transportation. The Director shall be an individual with a 12 background of broad experience in the administration and management of complex public works or other comparable organizational 13 structures, and who shall be appointed by the Commission Governor, 14 15 with the advice and consent of the Senate, and serve at the pleasure of the Commission Governor. He The Director shall have the 16 authority and duty to: 17 1. To supervise, direct, account for, organize, plan, 18 administer and execute the functions of the Department consistent 19 with the general policies and procedures prescribed and established 20 by the Commission as provided by law; 21 2. To exercise supervision and control over the construction 22 23 and maintenance of the State Highway System, and all work incidental 24 thereto;

1	3. To promulgate rules and prescribe policies for the
2	transaction of the business of the Department and for the letting of
3	all contracts and purchases;
4	4. To make all final decisions affecting the work provided for
5	in this title and all reasonable rules as he or she may deem
6	necessary, not inconsistent with this title, for the proper
7	management and conduct of such work and for carrying out the
8	provisions of this title, in such manner as shall be to the best
9	interest and advantage of the people of this state;
10	5. To contract for and purchase, lease or otherwise acquire any
11	tools, machinery, supplies, material or labor needed or to be needed
12	for such work, having the deliveries of such articles made as
13	actually needed, and to pay for engineering, preparation of plans
14	and specifications, costs of advertising, engineering supervision
15	and inspection and all expenses and contingencies in connection with
16	the construction and maintenance of the State Highway System. When
17	quality and prices are equal, preference shall be given materials
18	produced within the State of Oklahoma and highway construction
19	companies domiciled, having and maintaining offices in and being
20	citizen taxpayers of the State of Oklahoma;
21	6. To make all contracts and do all things necessary to
22	cooperate with the United States Government in matters relating to
23	the cooperative construction, improvement and maintenance of the
24	State Highway System, or any road or street of any political or

1	governmental subdivision or any municipal or public corporation of
2	this state, for which federal funds or aid are secured. Such
3	contracts or acts shall be carried out in the manner required by the
4	provisions of the Acts of Congress and rules and regulations made by
5	an agency of the United States in pursuance of such acts;
6	7. To act in an advisory capacity, upon request, to any
7	political or governmental subdivision or public or municipal
8	corporation of this state in matters pertaining to the planning,
9	locating, constructing and maintaining of roads, highways and
10	streets and other related matters. The Director, in such instances,
11	may provide services and may cooperate with such subdivisions and
12	corporations on such terms as may be mutually agreed upon;
13	8. To purchase out of the State Highway Construction and
14	Maintenance Fund such commercial vehicles and passenger automobiles
15	as may be necessary for the use of the Department and its employees
16	in the construction and maintenance of the State Highway System and
17	all work incidental thereto, and in carrying out the duties now or
18	hereafter imposed upon the Department by the laws of this state;
19	9. To enter into written agreements with private citizens to
20	allow such citizens to mow state highway rights-of-way and keep the
21	clippings from such mowing as the sole compensation therefor;
22	10. To prescribe the manner of cooperation between county and
23	municipal officials with the Department;

1	11. Except as otherwise provided by law, to let or supervise
2	the letting of all contracts for construction or improvements of
3	state highways, or any contract for road or bridge construction or
4	improvement where the work is being done in whole or in part with
5	state or federal monies; and
6	12. To authorize all expenditures prior to the incurring
7	thereof, except as otherwise provided in Section 101 et seq. of this
8	title.
9	Any statutory references to the State Highway Director in $rac{ extsf{Title}}{ extsf{Title}}$
10	<del>69 of the Oklahoma Statutes</del> this title shall mean the Director of
11	the Department of Transportation.
12	B. The Transportation Commission is hereby abolished and its
13	powers, duties and responsibilities are hereby transferred to the
14	Director. Any reference in the Oklahoma Statutes to the Commission
15	shall be deemed to be a reference to the Director. Any
16	administrative rules or policies adopted by, or any actions taken
17	by, the Commission prior to November 1, 2019, shall be and remain in
18	effect until amended, repealed or superseded by actions of the
19	Director as provided by law.
20	<u>C.</u> The Director shall employ a professional civil engineer who
21	shall have broad experience in design and construction of complex
22	highways or other transportation-related projects. This engineer
23	shall be responsible to the Director for the management of all
24	engineering functions of the Department.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

C. This act D. Section 4001 et seq. of this title shall not
 affect the status and rights accrued under the State Merit System of
 Personnel Administration or the Oklahoma Public Employees Retirement
 System to persons serving as employees of any Department,
 Commission, Authority or other state agency who become employees of

6 the Department of Transportation through the passage of this act

## 7 Section 4001 et seq. of this title.

8 SECTION 2. AMENDATORY 11 O.S. 2011, Section 36-105, is 9 amended to read as follows:

10 Section 36-105. A. A municipal governing body, by and with the written approval of the State Highway Commission Director of the 11 12 Department of Transportation insofar as state and federal highways may be affected, may grant to the United States of America, or any 13 irrigation district, conservancy district<sub> $\tau$ </sub> or water users' 14 15 association, organized under the laws of Oklahoma, the right to close, inundate, destroy, alter $\tau$  or appropriate any municipal roads 16 or streets in the municipality in connection with the construction, 17 development, operation, or maintenance of any irrigation, 18 reclamation, water conservation and utilization, flood control, 19 military  $\tau$  or national defense project, for needful public buildings, 20 or other public projects being constructed, operated, developed, or 21 maintained by the United States of America, or any such district or 22 association, upon such terms and conditions and for such 23

24

1 consideration as the governing body may determine to be just and 2 proper.

B. The municipal governing body may authorize the execution of,
and the mayor or other chief official shall in accordance with such
authorization have the power to execute, any and all contracts,
deeds, easements, and other instruments of conveyance as may be
required in or convenient to the exercise of the powers granted in
this section.

9 SECTION 3. AMENDATORY 11 O.S. 2011, Section 36-112, is 10 amended to read as follows:

Section 36-112. A. The municipal governing body, in its discretion, may provide for the payment of the cost for improving street intersections and alley crossings out of the general revenues.

15 в. The State Highway Commission Director of the Department of 16 Transportation is authorized in its his or her sole discretion to enter into agreements with the governing body of any municipality 17 for participation with State Highway Construction and Maintenance 18 Funds in the cost of any improvements on streets which are a part of 19 the State Highway System. Such agreements may provide for the award 20 and supervision of the contract by the municipality. The state's 21 share of the cost is to be due and payable upon completion of the 22 project. 23

1 C. Any board of county commissioners, in its discretion, may enter into agreements with the governing body of any municipality 2 3 for participation with County Highway Funds in the cost of any improvements on streets which are in the limits of the municipality 4 5 and are part of the County Highway System. Such agreements may provide for the award and supervision of the contract by the 6 municipality. The county's share of the cost is to be due and 7 payable upon completion of the project. 8

9 SECTION 4. AMENDATORY 18 O.S. 2011, Section 601, is 10 amended to read as follows:

11 Section 601. (a) A. There is hereby granted to the owners of 12 any telegraph or telephone lines operated in this state the rightof-way over lands and real property in this state, and the right to 13 use public grounds, streets, alleys and highways in this state, 14 15 subject to control of the proper municipal authorities as to what grounds, streets, alleys or highways said lines shall run over or 16 across, and the place the poles to support the wires are located; 17 also the right to condemn and cross over or under, or build their 18 lines along any railroad property or right-of-way, subject to the 19 necessary use of such property or right-of-way by the railroad 20 company; the right-of-way over real property granted in this section 21 may be acquired in the same manner and by like proceedings as 22 provided for railroad corporations. 23

1 (b) B. Provided, however, the State Highway Commission Director 2 of the Department of Transportation, in the exercise of reasonable 3 discretion, may prevent the installation of such facilities upon limited access highways which are a part of the National System of 4 5 Interstate and Defense Highways, or such Commission may permit the installation of such facilities on such portion of Interstate and 6 7 Defense Highways under such reasonable regulations as it he or she may prescribe. Provided, further, nothing herein contained shall 8 9 affect the right of the owners of telephone and telegraph lines to 10 cross such Interstate and Defense Highways and to build their lines 11 either aerial or underground along and upon any extension of said 12 interstate and defense highways within urban areas in accordance with Federal Aid Regulations. 13

14 SECTION 5. AMENDATORY 19 O.S. 2011, Section 1246, is 15 amended to read as follows:

16 Section 1246. A. The board of county commissioners, in its 17 discretion, may provide for the payment of the cost for improving 18 streets, roads, intersections, alley crossings, or any part thereof, 19 out of the county road fund.

B. The Transportation Commission Director of the Department of Transportation is authorized in its <u>his or her</u> sole discretion to enter into agreements with the board of county commissioners of any county for participation with State Highway Construction and Maintenance Funds in the cost of any improvements on roads and

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

streets which are a part of the state highway system, and such agreements may provide for the award and supervision of the contract by said county, the state's share of the cost to be due and payable upon completion of the project.

5 SECTION 6. AMENDATORY 47 O.S. 2011, Section 11-308, is 6 amended to read as follows:

Section 11-308. (a) <u>A.</u> The State Highway Commission <u>Director</u> of the Department of Transportation or local authorities, within their respective jurisdictions, may designate any street or highway or any separate roadway under their respective jurisdictions for one-way traffic and shall erect appropriate signs giving notice thereof.

13 (b) <u>B.</u> Upon a roadway designated and signposted for one-way 14 traffic, a vehicle shall be driven only in the direction designated. 15 (c) <u>C.</u> A vehicle passing around a rotary traffic island shall 16 be driven only to the right of such islands.

17SECTION 7.AMENDATORY47 O.S. 2011, Section 11-802, is18amended to read as follows:

Section 11-802. Whenever the State Highway Commission Director
of the Department of Transportation shall determine upon the basis
of an engineering and traffic investigation that any maximum speed
hereinbefore set forth is greater or less than is reasonable or safe
under the conditions found to exist at any intersection or other
place or upon any part of the state highway system, said Commission

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

<u>the Director</u> may determine and declare a reasonable and safe maximum
limit thereat which, when appropriate signs giving notice thereof
are erected, shall be effective at all times, or during hours of
daylight or darkness or at such other times as may be determined at
such intersection or other place or part of the highway.

6 SECTION 8. AMENDATORY 47 O.S. 2011, Section 11-803, is 7 amended to read as follows:

8 Section 11-803. A. Whenever local authorities in their 9 respective jurisdictions determine on the basis of an engineering 10 and traffic investigation that the maximum speed permitted under 11 this article is greater or less than is reasonable and safe under 12 the conditions found to exist upon a highway or part of a highway, 13 the local authority may determine and declare a reasonable and safe 14 maximum limit thereon which:

15 1. Decreases the limit at intersections; or

16 2. Increases the limit within an urban district, but not to 17 more than sixty-five (65) miles per hour; or

Decreases the limit outside an urban district, but not to
 less than thirty (30) miles per hour.

B. Local authorities in their respective jurisdictions shall determine by an engineering and traffic investigation the proper maximum speed for all arterial streets and shall declare a reasonable and safe maximum limit thereon which may be greater or

1 less than the maximum speed permitted under Section 1-101 et seq. of 2 this title for an urban district.

C. Any altered limit established as hereinabove authorized shall be effective at all times or during hours of darkness or at other times as may be determined when appropriate signs giving notice thereof are erected upon such street or highway.

7 D. As to streets and highways within the corporate limits which have been constructed or reconstructed with state or federal funds, 8 9 local authorities shall have joint authority with the Transportation 10 Commission Director of the Department of Transportation to establish 11 or alter speed limits; provided, however, the speed limit on an 12 interstate highway within such corporate limits shall not be decreased to less than sixty (60) miles per hour; and provided 13 further, that no local authority shall impose speed limits on any 14 15 such street or highway substantially lower than those justified by the highway design, capacity, and traffic volume as determined by 16 engineering studies. 17

E. Not more than six such alterations as hereinabove authorized shall be made per mile along a street or highway except in the case of reduced limits at intersections, and the difference between adjacent limits shall not be more than ten (10) miles per hour. SECTION 9. AMENDATORY 47 O.S. 2011, Section 11-804, is amended to read as follows:

Section 11-804. (a) <u>A.</u> No person shall drive a motor vehicle at such a slow speed as to impede the normal and reasonable movement of traffic except when reduced speed is necessary for safe operation or in compliance with law.

5 (b) B. Whenever the State Highway Commission Director of the 6 Department of Transportation or local authorities within their 7 respective jurisdictions determine on the basis of an engineering and traffic investigation that slow speeds on any part of a highway 8 9 consistently impede the normal and reasonable movement of traffic, 10 the Commission Director or such local authority may determine and 11 declare a minimum speed limit below which no person shall drive a 12 vehicle except when necessary for safe operation or in compliance 13 with law.

14 SECTION 10. AMENDATORY 47 O.S. 2011, Section 14-101, as 15 last amended by Section 1, Chapter 121, O.S.L. 2016 (47 O.S. Supp. 16 2018, Section 14-101), is amended to read as follows:

Section 14-101. A. It is a misdemeanor for any person to drive or move or for the owner to cause or knowingly permit to be driven or moved on any highway any vehicle or vehicles of a size or weight exceeding the limitations stated in this chapter or otherwise in violation of this chapter, and the maximum size and weight of vehicles herein specified shall be lawful throughout this state and local authorities shall have no power or authority to alter the

limitations except as express authority may be granted in this
 chapter.

3 B. The Commissioner of Public Safety is directed to issue4 annual overweight permits to:

5 1. Municipalities and rural fire districts for the
6 transportation of firefighting apparatus at no cost to the
7 municipalities or rural fire districts;

8 2. Owners of implements of husbandry, which includes tractors9 that are temporarily moved upon a highway at no cost to the owner;

Retail implement dealers while hauling implements of
 husbandry at no cost to the dealer; and

12 4. Owners of certain vehicles as provided for in Section 14-13 103G of this title.

C. If a vehicle is issued a license pursuant to Section 1134.4 of this title, the license shall also serve as the overweight permit required by this section.

D. All size, weight and load provisions covered by this chapter 17 shall be subject to the limitations imposed by Title 23, United 18 States Code, Section 127, and such other rules and regulations 19 developed herein. Provided further that any size and weight 20 provision authorized by the United States Congress for use on the 21 National System of Interstate and Defense Highways, including but 22 not limited to height, axle weight, gross weight, combinations of 23 vehicles or load thereon shall be authorized for immediate use on 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

such segments of the National System of Interstate and Defense
 Highways and any other highways or portions thereof as designated by
 the Transportation Commission Director of the Department of
 <u>Transportation</u> or their his or her duly authorized representative.

E. All size, weight and load provisions covered by Sections 14101 through 14-123 of this title shall be subject to a gross vehicle
weight limit of ninety thousand (90,000) pounds when applied to a
vehicle operating off the National System of Interstate and Defense
Highways unless such vehicle is operating in full compliance with an
overweight permit issued by the Commissioner of Public Safety.

11 F. Any vehicle permitted for movement on the highways of this 12 state as provided in Section 14-101 et seq. of this title, other than a vehicle permitted solely for overweight movement, shall be 13 moved only during daylight hours. As used in Section 14-101 et seq. 14 of this title, "daylight hours" shall mean one-half (1/2) hour 15 before sunrise to one-half (1/2) hour after sunset. 16 The Commissioner of Public Safety, for good cause and consistent with 17 the safe movement of the vehicle, may endorse a permit for the 18 movement of an oversize vehicle to authorize night time travel under 19 such terms and restrictions as the Commissioner may require. 20

G. 1. Any vehicle permitted for movement on the highways of this state as provided in Section 14-101 et seq. of this title shall not be moved at any time on the following holidays:

a. New Year's Day (January 1),

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1	b. Memorial Day (the last Monday in May),
2	c. The Fourth of July (Independence Day),
3	d. Labor Day (the first Monday in September),
4	e. Thanksgiving Day (the fourth Thursday in November),
5	and
6	f. Christmas Day (December 25).
7	2. Any vehicle permitted for movement on the highways of this
8	state as provided in Section 14-101 et seq. of this title shall be
9	allowed to move on the following holidays:
10	a. Martin Luther King, Jr.'s Birthday (the third Monday
11	in January),
12	b. President's Day, also known as Washington's Birthday
13	(the third Monday in February), and
14	c. Veteran's Day (November 11).
15	SECTION 11. AMENDATORY 47 O.S. 2011, Section 14-118, as
16	last amended by Section 2, Chapter 239, O.S.L. 2014 (47 O.S. Supp.
17	2018, Section 14-118), is amended to read as follows:
18	Section 14-118. A. 1. Pursuant to such rules as may be
19	prescribed by Oklahoma agencies of jurisdiction, Oklahoma motor
20	carriers may engage in any activity in which carriers subject to the
21	jurisdiction of the federal government may be authorized by federal
22	legislation to engage. Provided further, the <del>Transportation</del>
23	Commission Director of the Department of Transportation shall
24	formulate, for the State Trunk Highway System, including the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

National System of Interstate and Defense Highways, and for all
 other highways or portions thereof, rules governing the movement of
 vehicles or loads which exceed the size or weight limitations
 specified by the provisions of this chapter.

5 2. Such rules shall be the basis for the development of a system by the Commissioner of Public Safety for the issuance of 6 7 permits for the movement of oversize or overweight vehicles or loads. Such system shall include, but not be limited to, provisions 8 9 for duration, seasonal factors, hours of the day or days when valid, 10 special requirements as to flags, flagmen and warning or safety 11 devices, and other such items as may be consistent with the intent 12 of this section. The permit system shall include provisions for the collection of permit fees as well as for the issuance of the permits 13 by telephone, electronic transfer or such other methods of issuance 14 15 as may be deemed feasible.

3. The Department of Public Safety is authorized to charge a 16 fee of Two Dollars (\$2.00) for each permit requested to be issued by 17 facsimile machine or by any other means of electronic transmission, 18 transfer or delivery. The fee shall be in addition to any other fee 19 or fees assessed for the permit. The fee shall be deposited in the 20 State Treasury to the credit of the Department of Public Safety 21 Restricted Revolving Fund and the monies shall be expended by the 22 Department solely for the purposes provided for in this chapter. 23

- 4. It is the purpose of this section to permit the movement of
   necessary overweight and oversize vehicles or loads consistent with
   the following obligations:
- 4 a. protection of the motoring public from potential
  5 traffic hazards,
- b. protection of highway surfaces, structures, and
  private property, and
- 8 c. provision for normal flow of traffic with a minimum of
  9 interference.

The Transportation Commission Director of the Department of 10 Β. Transportation shall prepare and publish a map of the State of 11 12 Oklahoma showing by appropriate symbols the various highway structures and bridges in terms of maximum size and weight 13 restrictions. This map shall be titled "Oklahoma Load Limit Map" 14 15 and shall be revised periodically to maintain a reasonably current status and in no event shall a period of two (2) years lapse between 16 revisions and publication of the printed version of the Oklahoma 17 Load Limit Map. This map shall also be made available by the 18 Department of Transportation on the Internet, and in no event shall 19 a period of six (6) months lapse between revisions of the 20 information provided on the Internet. Provided, further, the 21 Secretary Director of the Department of Transportation shall prepare 22 and publish a map of the State of Oklahoma showing the advantages of 23

this state as a marketing, warehousing and distribution network
 center for motor transportation sensitive industries.

3 С. The Commissioner of Public Safety, or an authorized representative, shall have the authority, within the limitations 4 5 formulated under provisions of this chapter, to issue, withhold or 6 revoke special permits for the operation of vehicles or combinations 7 of vehicles or loads which exceed the size or weight limitations of this chapter. Every such permit shall be carried in the vehicle or 8 9 combination of vehicles to which it refers and shall be open to 10 inspection by any law enforcement officer or authorized agent of any authority granting such permit, and no person shall violate any of 11 12 the terms or conditions of such special permit.

It shall be permissible in the transportation of empty 13 D. trucks on any road or highway to tow by use of saddlemounts; i.e., 14 15 mounting the front wheels of one vehicle on the bed of another 16 leaving the rear wheels only of such towed vehicle in contact with the roadway. One vehicle may be fullmounted on the towing or towed 17 vehicles engaged in any driveaway or towaway operation. No more 18 than three saddlemounts may be permitted in such combinations. 19 The towed vehicles shall be securely fastened and operated under the 20 applicable safety requirements of the United States Department of 21 Transportation and such combinations shall not exceed an overall 22 length of seventy-five (75) feet. Provided, a driveaway saddlemount 23 with fullmount vehicle transporter combination may reach an overall 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

length of ninety-seven (97) feet on the National Network of
 Highways.

3 Ε. The Commissioner of Public Safety, upon application of any person engaged in the transportation of forest products in the raw 4 5 state, which is defined to be tree-length logs moving from the forest directly to the mill, or upon application of any person 6 engaged in the hauling for hire or for resale, of round baled hay 7 with a total outside width of eleven (11) feet or less, shall issue 8 9 an annual permit, upon payment of a fee of Twenty-five Dollars 10 (\$25.00) each year, authorizing the operation by such persons of such motor vehicle load lengths and widths upon the highways of this 11 12 state except on the National System of Interstate and Defense Highways. Provided, however, the restriction on use of the National 13 System of Interstate and Defense Highways shall not be applicable to 14 persons engaged in the hauling of round baled hay with a total 15 outside width of eleven (11) feet or less. 16

F. The Commissioner of Public Safety, upon application of any 17 person engaged in the transportation of overwidth or overheight 18 equipment used in soil conservation work with a total outside width 19 of twelve (12) feet or less, shall issue an annual permit, upon 20 payment of a fee of Twenty-five Dollars (\$25.00) each year, 21 authorizing the operation by such persons of such motor vehicle load 22 lengths and widths upon the highways of this state except on the 23 National System of Interstate and Defense Highways. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 G. Farm equipment including, but not limited to, implements of husbandry as defined in Section 1-125 of this title shall be 2 3 exempted from the requirement for special permits due to size. Such equipment may move on any highway, except those highways which are 4 5 part of the National System of Interstate and Defense Highways, during the hours of darkness and shall be subject to the 6 requirements as provided in Section 12-215 of this title. 7 In addition to those requirements, tractors pulling machinery over 8 9 thirteen (13) feet wide must have two amber flashing warning lamps 10 symmetrically mounted, laterally and widely spaced as practicable, 11 visible from both front and rear, mounted at least thirty-nine (39) 12 inches high.

Any rubber-tired road construction vehicle including rubber-13 Η. tired truck cranes and special mobilized machinery either self-14 15 propelled or drawn carrying no load other than component parts safely secured to the machinery and its own weight, but which is 16 overweight by any provisions of this chapter, shall be authorized to 17 move on the highways of the State of Oklahoma. Movement of such 18 vehicles shall be authorized on the Federal Interstate System of 19 Highways only by special permit secured from the Commissioner of 20 Public Safety or an authorized representative upon determination 21 that the objectives of this section will be served by such a permit 22 and that federal weight restrictions will not be violated. 23 The special permit shall be: 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

A single-trip permit issued under the provisions of this
 section and Section 14-116 of this title; or

3 2. A special annual overweight permit which shall be issued for
4 one calendar year period upon payment of a fee of Sixty Dollars
5 (\$60.00).

The weight of any such vehicle shall not exceed six hundred 6 7 fifty (650) pounds multiplied by the nominal width of the tire. The vehicle shall be required to carry the safety equipment adjudged 8 9 necessary for the health and welfare of the driving public. If any 10 oversized vehicle does not come under the other limitations of the 11 present laws, it shall be deemed that the same shall travel only 12 between the hours of sunrise and sunset. The vehicle, being overweight but of legal dimension, shall be allowed continuous 13 travel. The vehicles, except special mobilized machinery, shall be 14 15 exempt from the laws of this state relating to motor vehicle registration, licensing or other fees or taxes in lieu of ad valorem 16 taxes. 17

When such machinery has a width greater than eight and 18 I. 1. one-half (8 1/2) feet, or a length, exclusive of load, of forty-five 19 (45) feet, or a height in excess of thirteen and one-half (13 1/2)20 feet, then the permit may restrict movement to a fifty-mile radius 21 from an established operating base, and may designate highways to be 22 traveled, hours of travel and when flagmen may be required to 23 precede or follow the equipment. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

2. Possession of a permit shall in no way be construed as exempting such equipment from the authority of the Director of the Department of Transportation to restrict use of particular highways, nor shall it exempt owners or operators of such equipment from the responsibility for damage to highways caused by movement of the equipment. Nothing in this subsection shall apply to machinery used in highway construction or road material production.

3. Upon the issuance of a special mobilized machinery driveaway 8 9 permit as provided in this subsection, special mobilized machinery 10 manufactured in Oklahoma shall be permitted to move upon the 11 highways of this state from the place of manufacture to the state 12 line for delivery and exclusive use outside the state, and may be temporarily returned to Oklahoma for modification and repair, with 13 subsequent movement back out of the state. Special driveaway 14 15 permits for such movements shall be issued by the Commissioner of Public Safety, who may act through designated agents, upon the 16 payment of a fee in the amount of Fifteen Dollars (\$15.00) for each 17 movement. 18

4. The size of the special mobilized machinery shall not be
 such as to create a safety hazard in the judgment of the
 Commissioner of Public Safety. Permits for such special mobilized
 machinery shall specify a maximum permissible road speed of sixty
 (60) miles per hour, designate safety equipment to be carried and
 may exclude use of highways of the interstate system.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

5. When such equipment has a width greater than eight and onehalf (8 1/2) feet, or a length exclusive of load of forty-five (45) feet, or a height in excess of thirteen and one-half (13 1/2) feet, the permit may designate highways to be traveled, hours of travel and when flagmen may be required to precede or follow the equipment.

6 6. Possession of a special driveaway permit shall in no way be 7 construed as exempting such equipment from the authority of the 8 Director of the Department of Transportation to restrict use of 9 particular highways, nor shall it exempt the owners or operators of 10 such equipment from the responsibility for damage to highways caused 11 by the movement of such equipment.

12 SECTION 12. AMENDATORY 47 O.S. 2011, Section 15-104, is 13 amended to read as follows:

Section 15-104. The State Highway Commission Director of the 14 Department of Transportation shall adopt a manual and specifications 15 for a uniform system of traffic-control devices for use upon streets 16 and highways within this state. Such uniform system shall correlate 17 with and, so far as possible, conform to the system then current as 18 approved by the American Association of State Highway Officials, and 19 the manual so adopted may be amended or revised from time to time as 20 the Commission Director may deem necessary. The manual so adopted 21 and any amendments or revisions thereof shall be published by the 22 State Highway Commission Department of Transportation and one copy 23

thereof shall be distributed free of charge to the local governing
 bodies of counties and incorporated cities and towns.

3 SECTION 13. AMENDATORY 47 O.S. 2011, Section 15-106, is 4 amended to read as follows:

5 Section 15-106. (a) <u>A.</u> Local authorities in their respective 6 jurisdictions shall place and maintain such traffic-control devices 7 upon highways under their jurisdiction as they may deem necessary to 8 indicate and to carry out the provisions of this act <u>Section 15-101</u> 9 <u>et seq. of this title</u> or local traffic ordinances or to regulate, 10 warn or guide traffic. All such traffic-control devices hereafter 11 erected shall conform to the state manual and specifications.

12 (b) B. Local authorities in exercising those functions referred 13 to in the preceding paragraph subsection A of this section with 14 regard to streets and highways which are a continuation of state or 15 federal numbered highways shall be subject to the direction and 16 control of the State Highway Commission Director of the Department 17 of Transportation.

18 SECTION 14. AMENDATORY 47 O.S. 2011, Section 15-131, is
19 amended to read as follows:

20 Section 15-131. Upon application by the governing board of a 21 public trust, as defined in Sections 164 and 176 of Title 60 of the 22 Oklahoma Statutes, the Transportation Commission Director of the 23 Department of Transportation may set speed limits and promulgate 24 regulations governing uniform traffic control to comply with the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) provisions of Title 47 of the Oklahoma Statutes this title for the reasonable and safe operation of motor vehicles on property situated within the state and owned by or under the control of the public trust.

5 Speed limits and regulations so established shall be enforceable 6 when appropriate signs giving notice thereof are erected. The cost 7 of such signs shall be borne by the public trust. Any person driving on such property in violation of the speed limit or 8 9 regulation so established shall, upon conviction, be punished in the 10 same manner as provided for persons convicted of violating other 11 provisions of Sections 11-101 et seq. of Title 47 of the Oklahoma 12 Statutes this title.

SECTION 15. AMENDATORY 47 O.S. 2011, Section 156, as amended by Section 2, Chapter 380, O.S.L. 2014 (47 O.S. Supp. 2018, Section 156), is amended to read as follows:

Section 156. A. Unless otherwise provided for by law, no state board, commission, department, institution, official, or employee, except the following, shall purchase any passenger automobile or bus with public funds:

- The Department of Public Safety;
   The Department of Human Services;
   The State Department of Rehabilitation Services;
   The Department of Wildlife Conservation;
  - 1
- 24 5. The Department of Corrections;

SENATE FLOOR VERSION - SB457 SFLR

(Bold face denotes Committee Amendments)

1	6. The State Department of Education;
2	7. The Oklahoma School of Science and Mathematics;
3	8. The Oklahoma State Bureau of Narcotics and Dangerous Drugs
4	Control;
5	9. The Oklahoma State Bureau of Investigation;
6	10. The Transportation Commission Department of Transportation;
7	11. The Oklahoma Department of Agriculture, Food, and Forestry;
8	12. The State Department of Health;
9	13. The Department of Mental Health and Substance Abuse
10	Services;
11	14. The J.D. McCarty Center for Children with Developmental
12	Disabilities;
13	15. The Military Department of the State of Oklahoma;
14	16. The Oklahoma Tourism and Recreation Department;
15	17. The Oklahoma Conservation Commission;
16	18. The Oklahoma Water Resources Board;
17	19. The Department of Mines;
18	20. The Office of Juvenile Affairs;
19	21. The Oklahoma Department of Veteran Affairs;
20	22. The Oklahoma Supreme Court;
21	23. The District Attorneys Council and Oklahoma district
22	attorneys, provided adequate funding exists;
23	24. The Oklahoma Boll Weevil Eradication Organization; and
24	25. The Oklahoma Horse Racing Commission.

SENATE FLOOR VERSION - SB457 SFLR

(Bold face denotes Committee Amendments)

B. 1. The Oklahoma School for the Deaf at Sulphur, the
Oklahoma School for the Blind at Muskogee, and any state institution
of higher education may purchase, own, or keep if now owned, or
acquire by lease or gift, and use and maintain such station wagons,
automobiles, trucks, or buses as are reasonably necessary for the
implementation of the educational programs of said institutions.

7 2. No bus operated, owned, or used by such educational
8 institutions shall be permitted to carry any person other than
9 students, faculty members, employees, or volunteers of such
10 institutions. The provisions of this section shall not be construed
11 to prohibit:

12a.the operation of intracampus buses or buses routed13directly between portions of the campus of any14institution not adjacent to each other, nor to15prohibit the collection of fares from such students,16faculty members, or employees of such institutions,17sufficient in amount to cover the reasonable cost of18such transportation, or

b. the Oklahoma School for the Blind or the Oklahoma
School for the Deaf from entering into agreements with
local public school districts pursuant to the
Interlocal Cooperation Act for the mutual use of the
schools' and the districts' vehicles. Such use may
include, but is not limited to, the transportation of

students from local school districts with students from the Oklahoma School for the Blind or the Oklahoma School for the Deaf in vehicles owned by the Oklahoma School for the Blind or the Oklahoma School for the Deaf when traveling to school-related activities. C. The J.D. McCarty Center for Children with Developmental Disabilities, the Oklahoma Department of Libraries, the Oklahoma Department of Veterans Affairs, and the Oklahoma Veterans Centers may own and maintain such passenger vehicles as those institutions have acquired prior to May 1, 1981.

The use of station wagons, automobiles, and buses, other 11 D. 12 than as provided for in this section, shall be permitted only upon written request for such use by heads of departments of the 13 institution, approved in writing by the president of said 14 15 institution or by some administrative official of said institution 16 authorized by the president to grant said approval. Such use shall be permitted only for official institutional business or activities 17 connected therewith. Such use shall be subject to the provisions of 18 Section 156.1 of this title forbidding personal use of such 19 vehicles, and to the penalties therein declared. 20

E. Any person convicted of violating the provisions of this section shall be guilty of a misdemeanor and shall be punished by fine or imprisonment, or both, as provided for in Section 156.1 of this title.

1

2

3

4

5

6

7

8

9

1 F. For the purpose of this section and Section 156.3 of this 2 title, a station wagon is classified as a passenger automobile and 3 may not be purchased solely for the use of transporting property. Such vehicles shall include, but not be limited to, all vehicles 4 5 which have no separate luggage compartment or trunk but which do not have open beds, whether the same are called station wagons, vans, 6 7 suburbans, town and country,  $blazers_{\tau}$  or any other names. All state boards, commissions, departments $_{\tau}$  and institutions may own and 8 9 maintain station wagons purchased solely for the purpose of 10 transporting property if acquired prior to July 1, 1985.

G. The provisions of this section and Section 156.1 of this title shall not apply to public officials who are statewide elected commissioners.

SECTION 16. AMENDATORY 47 O.S. 2011, Section 1104, as last amended by Section 2, Chapter 18, 2nd Extraordinary Session, O.S.L. 2018 (47 O.S. Supp. 2018, Section 1104), is amended to read as follows:

18 Section 1104. A. Unless otherwise provided by law, all fees, 19 taxes and penalties collected or received pursuant to the Oklahoma 20 Vehicle License and Registration Act or Section 1-101 et seq. of 21 this title shall be apportioned and distributed monthly by the 22 Oklahoma Tax Commission in accordance with this section.

- 23
- 24

1 в. 1. The following percentages of the monies referred to in subsection A of this section shall be apportioned to the various 2 3 school districts in accordance with paragraph 2 of this subsection: from October 1, 2000, until June 30, 2001, thirty-five 4 a. 5 and forty-six one-hundredths percent (35.46%), for the year beginning July 1, 2001, and ending June 6 b. 7 30, 2002, thirty-five and ninety-one one-hundredths percent (35.91%), 8 9 с. for the year beginning July 1, 2002, through the year 10 ending on June 30, 2015, thirty-six and twenty onehundredths percent (36.20%), 11 for the year beginning July 1, 2015, through the year 12 d. ending on June 30, 2019, thirty-six and twenty one-13 hundredths percent (36.20%), but in no event shall the 14 amount apportioned in any fiscal year pursuant to this 15 subparagraph exceed the total amount apportioned for 16 the fiscal year ending on June 30, 2015. Any amounts 17 in excess of such limitation shall be placed to the 18 credit of the General Revenue Fund, and 19 for the year beginning July 1, 2019, and all 20 e. subsequent years, thirty-six and twenty one-hundredths 21 percent (36.20%), but in no event shall the amount 22 apportioned in any fiscal year pursuant to this 23 subparagraph exceed the total amount apportioned for 24

the fiscal year ending on June 30, 2015. Any amounts in excess of such limitation shall be placed to the credit of the Rebuilding Oklahoma Access and Driver Safety Fund created in Section 1521 of Title 69 of the Oklahoma Statutes.

6 2. The monies apportioned pursuant to subparagraphs a through e 7 of paragraph 1 of this subsection shall be apportioned to the 8 various school districts so that each district shall receive an 9 amount based upon the proportion that each district's average daily 10 attendance bears to the total average daily attendance of those 11 districts entitled to receive funds pursuant to this section as 12 certified by the State Department of Education.

Each district's allocation of funds shall be remitted to the county treasurer of the county wherein the administrative headquarters of the district are located.

No district shall be eligible for the funds herein provided unless the district makes an ad valorem tax levy of fifteen (15) mills and maintains nine (9) years of instruction and pursuant to the rules of the State Board of Education, is authorized to maintain ten (10) years of instruction.

C. The following percentages of the monies referred to in subsection A of this section shall be remitted to the State Treasurer to be credited to the General Revenue Fund of the State Treasury: 1 1. From October 1, 2000, until June 30, 2001, forty-five and 2 ninety-seven one-hundredths percent (45.97%);

2. For the year beginning July 1, 2001, and ending June 30,
2002, forty-five and twenty-nine one-hundredths percent (45.29%);
3. For the year beginning July 1, 2002, and for the subsequent
fiscal years ending June 30, 2007, forty-four and eighty-four onehundredths percent (44.84%);

4. For the year beginning July 1, 2007, and ending June 30,
2008, thirty-nine and eighty-four one-hundredths percent (39.84%);
5. For the year beginning July 1, 2008, and ending June 30,
2009, thirty-four and eighty-four one-hundredths percent (34.84%);
6. For the period beginning July 1, 2009, and ending December
31, 2012, twenty-nine and eighty-four one-hundredths percent
(29.84%);

15 7. For the period beginning January 1, 2013, and ending June 30, 2013, twenty-nine and thirty-four one-hundredths percent (29.34%);

8. For the year beginning July 1, 2013, and ending June 30,
2014, twenty-six and eighty-four one-hundredths percent (26.84%);
and

9. For the year beginning July 1, 2014, through the year ending
June 30, 2019, twenty-four and eighty-four one-hundredths percent
(24.84%).

D. The following percentages of the monies referred to in
 subsection A of this section shall be remitted to the State
 Treasurer to be credited to the State Transportation Fund:

4 1. From October 1, 2000, until June 30, 2001, thirty one5 hundredths percent (0.30%);

2. For the year beginning July 1, 2001, through the year ending 6 on June 30, 2015, thirty-one one-hundredths percent (0.31%); 7 3. For the year beginning July 1, 2015, through the year ending 8 9 on June 30, 2019, thirty-one one-hundredths percent (0.31%), but in 10 no event shall the amount apportioned in any fiscal year pursuant to 11 this paragraph exceed the total amount apportioned for the fiscal year ending on June 30, 2015. Any amounts in excess of such 12 limitation shall be placed to the credit of the General Revenue 13 Fund; and 14

4. For the year beginning July 1, 2019, and all subsequent 15 years, thirty-one one-hundredths percent (0.31%), but in no event 16 shall the amount apportioned in any fiscal year pursuant to this 17 paragraph exceed the total amount apportioned for the fiscal year 18 ending on June 30, 2015. Any amounts in excess of such limitation 19 shall be placed to the credit of the Rebuilding Oklahoma Access and 20 Driver Safety Fund created in Section 1521 of Title 69 of the 21 Oklahoma Statutes. 22

- 23
- 24

1 E. 1. The following percentages of the monies referred to in subsection A of this section shall be apportioned to the various 2 3 counties as set forth in paragraph 2 of this section: from October 1, 2000, until June 30, 2001, seven and 4 a. 5 nine one-hundredths percent (7.09%), for the year beginning July 1, 2001, and ending June 6 b. 30, 2002, seven and eighteen one-hundredths percent 7 (7.18%), 8 9 с. for the year beginning July 1, 2002, through the year ending on June 30, 2015, seven and twenty-four one-10 hundredths percent (7.24%), 11 for the year beginning July 1, 2015, through the year 12 d. ending on June 30, 2019, seven and twenty-four one-13 hundredths percent (7.24%), but in no event shall the 14 amount apportioned in any fiscal year pursuant to this 15 subparagraph exceed the total amount apportioned for 16 the fiscal year ending on June 30, 2015. Any amounts 17 in excess of such limitation shall be placed to the 18 credit of the General Revenue Fund, and 19 for the year beginning July 1, 2019, and all 20 e. subsequent years, seven and twenty-four one-hundredths 21 percent (7.24%), but in no event shall the amount 22 apportioned in any fiscal year pursuant to this 23 subparagraph exceed the total amount apportioned for 24

the fiscal year ending on June 30, 2015. Any amounts in excess of such limitation shall be placed to the credit of the Rebuilding Oklahoma Access and Driver Safety Fund created in Section 1521 of Title 69 of the Oklahoma Statutes.

2. The monies apportioned pursuant to subparagraphs a through e
of paragraph 1 of this subsection shall be apportioned as follows:
forty percent (40%) of such sum shall be distributed to the various
counties in that proportion which the county road mileage of each
county bears to the entire state road mileage as certified by the
Transportation Commission Director of the Department of

12 Transportation and the remaining sixty percent (60%) of such sum shall be distributed to the various counties on the basis which the 13 population and area of each county bears to the total population and 14 15 area of the state. The population shall be as shown by the last Federal Census or the most recent annual estimate provided by the 16 United States Bureau of the Census. The funds shall be used for the 17 purpose of constructing and maintaining county highways; provided, 18 however, the county treasurer may deposit so much of the funds in 19 the sinking fund as may be necessary for the retirement of interest 20 and annual accrual of indebtedness created by the issuance of county 21 or township bonds for road purposes. Such deposits to the sinking 22 fund shall not exceed forty percent (40%) of the funds allocated to 23 24 a county pursuant to this paragraph.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1

2

3

4

1 F. 1. The following percentages of the monies referred to in subsection A of this section shall be remitted to the county 2 3 treasurers of the respective counties and by them deposited in a separate special revenue fund to be used by the county commissioners 4 5 in accordance with paragraph 2 of this subsection: from October 1, 2000, until June 30, 2001, two and 6 a. 7 fifty-three one-hundredths percent (2.53%), for the year beginning July 1, 2001, and ending June 8 b. 9 30, 2002, two and fifty-six one-hundredths percent 10 (2.56%), 11 с. for the year beginning July 1, 2002, through the year ending on June 30, 2015, two and fifty-nine one-12 hundredths percent (2.59%), 13 for the year beginning July 1, 2015, through the year d. 14 ending on June 30, 2019, two and fifty-nine one-15 hundredths percent (2.59%), but in no event shall the 16 amount apportioned in any fiscal year pursuant to this 17 subparagraph exceed the total amount apportioned for 18 the fiscal year ending on June 30, 2015. Any amounts 19 in excess of such limitation shall be placed to the 20 credit of the General Revenue Fund, and 21 for the year beginning July 1, 2019, and all 22 e. subsequent years, two and fifty-nine one-hundredths 23 percent (2.59%), but in no event shall the amount 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

apportioned in any fiscal year pursuant to this subparagraph exceed the total amount apportioned for the fiscal year ending on June 30, 2015. Any amounts in excess of such limitation shall be placed to the credit of the Rebuilding Oklahoma Access and Driver Safety Fund created in Section 1521 of Title 69 of the Oklahoma Statutes.

2. The monies apportioned pursuant to subparagraphs a through e 8 9 of paragraph 1 of this subsection shall be used for the primary 10 purpose of matching federal funds for the construction of federal 11 aid projects on county roads, or constructing and maintaining county 12 or township highways and permanent bridges of such counties. The distribution of monies apportioned by this paragraph shall be made 13 upon the basis of the current formula based upon road mileage, area 14 and population as related to county road improvement and maintenance 15 costs. Provided, however, the Department of Transportation may 16 update the formula factors from time to time as necessary to account 17 for changing conditions. 18

19 G. 1. The following percentages of the monies referred to in
20 subsection A of this section shall be transmitted by the Tax
21 Commission to the various counties as set forth in paragraph 2 of
22 this subsection:

a. from October 1, 2000, until June 30, 2001, three and
fifty-five one-hundredths percent (3.55%),

1

2

3

4

5

6

- b. for the year beginning July 1, 2001, and ending June 30, 2002, three and fifty-nine one-hundredths percent (3.59%),
- 4 c. for the year beginning July 1, 2002, through the year
  5 ending on June 30, 2015, three and sixty-two one6 hundredths percent (3.62%),
- for the year beginning July 1, 2015, through the year 7 d. ending on June 30, 2019, three and sixty-two one-8 9 hundredths percent (3.62%), but in no event shall the 10 amount apportioned in any fiscal year pursuant to this 11 subparagraph exceed the total amount apportioned for the fiscal year ending on June 30, 2015. Any amounts 12 in excess of such limitation shall be placed to the 13 credit of the General Revenue Fund, and 14
- 15 for the year beginning July 1, 2019, and all e. subsequent years, three and sixty-two one-hundredths 16 percent (3.62%), but in no event shall the amount 17 apportioned in any fiscal year pursuant to this 18 subparagraph exceed the total amount apportioned for 19 the fiscal year ending on June 30, 2015. Any amounts 20 in excess of such limitation shall be placed to the 21 credit of the Rebuilding Oklahoma Access and Driver 22 Safety Fund created in Section 1521 of Title 69 of the 23 Oklahoma Statutes. 24

1 2. The monies apportioned pursuant to subparagraphs a through e of paragraph 1 of this subsection shall be transmitted to the 2 3 various counties on the basis of a formula to be developed by the Department of Transportation. Such formula shall be similar to that 4 5 currently used for the distribution of County Bridge Program Funds, but also taking into consideration the effect of terrain and traffic 6 7 volume as related to county road improvement and maintenance costs. Provided, however, the Department of Transportation may update the 8 9 formula factors from time to time as necessary to account for 10 changing conditions. The funds shall be transmitted to the various 11 county treasurers to be deposited in the county highway fund of 12 their respective counties. The following percentages of the monies referred to in 13 Η. 1. subsection A of this section shall be apportioned to the various 14

15 counties as set forth in paragraph 2 of this subsection:

- a. from October 1, 2000, until June 30, 2001, eighty-one
  one-hundredths percent (0.81%),
- b. for the year beginning July 1, 2001, and ending June
  30, 2002, eighty-two one-hundredths percent (0.82%),
  c. for the year beginning July 1, 2002, through the year
- ending on June 30, 2015, eighty-three one-hundredths
  percent (0.83%),
- d. for the year beginning July 1, 2015, through the year
  ending on June 30, 2019, eighty-three one-hundredths

1 percent (0.83%), but in no event shall the amount 2 apportioned in any fiscal year pursuant to this 3 subparagraph exceed the total amount apportioned for the fiscal year ending on June 30, 2015. Any amounts 4 5 in excess of such limitation shall be placed to the credit of the General Revenue Fund, and 6 7 for the year beginning July 1, 2019, and all e. subsequent years, eighty-three one-hundredths percent 8 9 (0.83%), but in no event shall the amount apportioned 10 in any fiscal year pursuant to this subparagraph 11 exceed the total amount apportioned for the fiscal 12 year ending on June 30, 2015. Any amounts in excess of such limitation shall be placed to the credit of 13 the Rebuilding Oklahoma Access and Driver Safety Fund 14 created in Section 1521 of Title 69 of the Oklahoma 15 16 Statutes.

The monies apportioned pursuant to subparagraphs a through e
 of paragraph 1 of this subsection shall be apportioned to the
 various counties based upon the proportion that each county's
 population bears to the total state population.

Each county's allocation of funds shall be remitted to the various county treasurers to be deposited in the general fund of the county and used for the support of county government.

I. 1. The following percentages of the monies referred to in
 subsection A of this section shall be apportioned to the various
 cities and incorporated towns as set forth in paragraph 2 of this
 subsection:

- a. from October 1, 2000, until June 30, 2001, three and
  four one-hundredths percent (3.04%),
- b. for the year beginning July 1, 2001, and ending June 30, 2002, three and eight one-hundredths percent (3.08%),
- 10 c. for the year beginning July 1, 2002, through the year 11 ending on June 30, 2015, three and ten one-hundredths 12 percent (3.10%),
- d. for the year beginning July 1, 2015, through the year 13 ending on June 30, 2019, three and ten one-hundredths 14 percent (3.10%), but in no event shall the amount 15 apportioned in any fiscal year pursuant to this 16 subparagraph exceed the total amount apportioned for 17 the fiscal year ending on June 30, 2015. Any amounts 18 in excess of such limitation shall be placed to the 19 credit of the General Revenue Fund, and 20 for the year beginning July 1, 2019, and all 21 e.
- subsequent years, three and ten one-hundredths percent (3.10%), but in no event shall the amount apportioned in any fiscal year pursuant to this subparagraph

exceed the total amount apportioned for the fiscal year ending on June 30, 2015. Any amounts in excess of such limitation shall be placed to the credit of the Rebuilding Oklahoma Access and Driver Safety Fund created in Section 1521 of Title 69 of the Oklahoma Statutes.

7 2. The monies apportioned pursuant to subparagraphs a through e of paragraph 1 of this subsection shall be apportioned to the 8 9 various cities and incorporated towns based upon the proportion that 10 each city or incorporated town's population bears to the total 11 population of all cities and incorporated towns in the state. Such 12 funds shall be remitted to the various county treasurers for allocation to the various cities and incorporated towns. All such 13 funds shall be used for the construction, maintenance, repair, 14 15 improvement and lighting of streets and alleys. Provided, however, 16 the governing board of any city or town may, with the approval of the county excise board, transfer any surplus funds to the general 17 revenue fund of such city or town whenever an emergency requires 18 such a transfer. 19

J. The following percentages of the monies referred to in subsection A of this section shall be remitted to the State Treasurer to be credited to the Oklahoma Law Enforcement Retirement Fund:

24

1

2

3

4

5

From October 1, 2000, until June 30, 2001, one and twenty two one-hundredths percent (1.22%);

2. For the year beginning July 1, 2001, and ending June 30,
2002, one and twenty-three one-hundredths percent (1.23%); and
3. For the year beginning July 1, 2002, and all subsequent
years, one and twenty-four one-hundredths percent (1.24%).

7 K. Three one-hundredths of one percent (3/100 of 1%) of the 8 monies referred to in subsection A of this section shall be remitted 9 to the State Treasurer to be credited to the Wildlife Conservation 10 Fund. Seventy-five percent (75%) of the funds shall be used for 11 fish habitat restoration and twenty-five percent (25%) of the funds 12 shall be used in the fish hatchery system for fish production.

L. 1. For the year beginning July 1, 2007, and ending June 30, 2008, five percent (5%) of monies referred to in subsection A of this section shall be remitted to the State Treasurer to be credited to the County Improvements for Roads and Bridges Fund as created in Section 507 of Title 69 of the Oklahoma Statutes.

18 2. For the year beginning July 1, 2008, and ending June 30, 19 2009, ten percent (10%) of monies referred to in subsection A of 20 this section shall be remitted to the State Treasurer to be credited 21 to the County Improvements for Roads and Bridges Fund as created in 22 Section 507 of Title 69 of the Oklahoma Statutes.

3. For the period beginning July 1, 2009, and ending December
31, 2012, fifteen percent (15%) of monies referred to in subsection

## SENATE FLOOR VERSION - SB457 SFLR

(Bold face denotes Committee Amendments)

A of this section shall be remitted to the State Treasurer to be
 credited to the County Improvements for Roads and Bridges Fund as
 created in Section 507 of Title 69 of the Oklahoma Statutes.

4 4. For the period beginning January 1, 2013, and ending June
5 30, 2013, fifteen and fifty one-hundredths percent (15.50%) of
6 monies referred to in subsection A of this section shall be remitted
7 to the State Treasurer to be credited to the County Improvements for
8 Roads and Bridges Fund as created in Section 507 of Title 69 of the
9 Oklahoma Statutes.

5. For the year beginning July 1, 2013, and ending June 30,
2014, eighteen percent (18%) of monies referred to in subsection A
of this section shall be remitted to the State Treasurer to be
credited to the County Improvements for Roads and Bridges Fund as
created in Section 507 of Title 69 of the Oklahoma Statutes.

6. For the year beginning July 1, 2014, twenty percent (20%) of
monies referred to in subsection A of this section shall be remitted
to the State Treasurer to be credited to the County Improvements for
Roads and Bridges Fund as created in Section 507 of Title 69 of the
Oklahoma Statutes.

7. For the year beginning July 1, 2015, through the year ending
on June 30, 2019, twenty percent (20%) of monies referred to in
subsection A of this section shall be remitted to the State
Treasurer to be credited to the County Improvements for Roads and
Bridges Fund as created in Section 507 of Title 69 of the Oklahoma

Statutes, but in no event shall the total amount apportioned in any fiscal year pursuant to this paragraph exceed One Hundred Twenty Million Dollars (\$120,000,000.00). Any amounts in excess of One Hundred Twenty Million Dollars (\$120,000,000.00) shall be placed to the credit of the General Revenue Fund.

8. For the year beginning July 1, 2019, and all subsequent 6 7 years, twenty percent (20%) of monies referred to in subsection A of this section shall be remitted to the State Treasurer to be credited 8 9 to the County Improvements for Roads and Bridges Fund as created in 10 Section 507 of Title 69 of the Oklahoma Statutes, but in no event 11 shall the total amount apportioned in any fiscal year pursuant to 12 this paragraph exceed One Hundred Twenty Million Dollars (\$120,000,000.00). Any amounts in excess of One Hundred Twenty 13 Million Dollars (\$120,000,000.00) shall be placed to the credit of 14 15 the Rebuilding Oklahoma Access and Driver Safety Fund created in Section 1521 of Title 69 of the Oklahoma Statutes. 16

M. Twenty-four and eighty-four one-hundredths percent (24.84%) of the monies referred to in subsection A of this section shall be remitted to the State Treasurer to be credited to the Rebuilding Oklahoma Access and Driver Safety Fund created in Section 1521 of Title 69 of the Oklahoma Statutes.

N. Monies allocated to counties by this section may be estimated by the county excise board in the budget for the county as anticipated revenue to the extent of ninety percent (90%) of the

previous year's income from such source; provided, not more than
 fifteen percent (15%) can be encumbered during any month.

O. Notwithstanding any other provisions of this section, for
the fiscal year beginning July 1, 2003, the first One Hundred
Thousand Dollars (\$100,000.00) of the monies collected or received
by the Tax Commission pursuant to the registration of motorcycles
and mopeds in this state shall be placed to the credit of the
Oklahoma Tax Commission Revolving Fund.

9 SECTION 17. AMENDATORY 47 O.S. 2011, Section 1148, is 10 amended to read as follows:

Section 1148. The local authorities of cities and towns of this 11 12 state shall have no power to pass, enforce, or maintain any ordinances, rules, or regulations requiring from any owner to whom 13 this act Section 1101 et seq. of this title is applicable any tax, 14 15 fee, license, or permit for the free use of the public highways or excluding or prohibiting any vehicle registered in compliance with 16 this act Section 1101 et seq. of this title or the accessories used 17 thereon from the free use of the public highways, and no ordinance, 18 rule, or regulation in any way contrary to or inconsistent with the 19 provisions of this act Section 1101 et seq. of this title, now in 20 force or hereafter enacted, shall have any force or effect. 21 The powers given to local authorities in municipalities to enact general 22 rules and ordinances applicable equally to all vehicles upon certain 23 streets in such cities where the traffic is heavy and continuous and 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 the powers given local authorities to regulate vehicles offered to the public for hire or for processions, assemblages, or parades in 2 3 the streets or public places shall remain in full force and effect. Local authorities may set aside a specified public highway or 4 5 highways for speed contests or races to be given under proper restrictions for the safety of the public and may exclude by 6 7 ordinance or regulation vehicles used exclusively for commercial purposes from the parks and parkways of this state, provided such 8 9 ordinance or regulation is applicable equally and generally to all 10 other vehicles used for the same purpose. The local authorities may 11 exclude vehicles from any cemetery or ground used for burial of the 12 dead. Cities and towns may regulate the speed of vehicles within their corporate limits; and that as to streets and highways within 13 the corporate limits which have been constructed or reconstructed 14 with state or federal funds, local authorities shall have joint 15 16 authority with the Transportation Commission Director of the Department of Transportation to establish or alter speed limits. 17 No local authority shall impose speed limits on any such street or 18 highway substantially lower than those justified by the highway 19 design, capacity, and traffic volume as determined by engineering 20 studies. A municipality may issue licenses authorizing the parking 21 or unloading of vehicles in zones on streets restricted for loading, 22 unloading or commercial use. 23

1SECTION 18.AMENDATORY60 O.S. 2011, Section 814, is2amended to read as follows:

3 Section 814. This act Section 801 et seq. of this title shall not alter, amend, repeal, modify or affect the laws of this state 4 5 providing for the exercise of the power of eminent domain by public or quasi-public agencies, authorities and instrumentalities or by 6 7 private persons, except as may be specifically provided herein and except that the power of eminent domain may be exercised to condemn 8 9 and acquire airspace in the same manner as provided by law for the 10 acquisition of other real property or for rights or interests in 11 same. The procedure and rules provided by law for condemnation of 12 real property by public or quasi-public agencies, authorities and instrumentalities and by private persons shall apply to the 13 condemnation of airspace. Whenever more than one procedure for 14 15 condemnation is provided by law and whenever there is doubt as to which procedure applies in a particular condemnation proceeding, the 16 condemnation procedure applicable to the State Highway Commission or 17 agency Department of Transportation shall be followed. 18

19SECTION 19.AMENDATORY61 O.S. 2011, Section 103.5, is20amended to read as follows:

Section 103.5. For purposes of the provisions of the Public Competitive Bidding Act of 1974, contracts not exceeding Fifty Thousand Dollars (\$50,000.00) entered into solely for right-of-way clearance by the Transportation Commission Department of

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

<u>Transportation</u> and the Oklahoma Transportation Authority for the exclusive purpose of demolition and removal of buildings, foundations, slab floors, stem walls, steps, brush, shrubs, brickbats or stone and all rubbish, scrap iron, fencing, and debris, and the installation of new right-of-way fencing, shall not be considered to be public construction contracts and shall not be required to be open for competitive bidding.

8 SECTION 20. AMENDATORY 61 O.S. 2011, Section 118, is 9 amended to read as follows:

10 Section 118. A. In order to determine the responsibility of 11 bidders, the awarding public agency may require prospective bidders, 12 general contractors, subcontractors and material suppliers to prequalify as responsible bidders prior to submitting bids on a 13 public construction contract. Prequalification to bid or perform 14 work pursuant to this section does not constitute a license. 15 Except as provided in subsection B of this section, prequalification shall 16 not serve as a substitute for a license otherwise required by law. 17 Notice of any such prequalification requirement shall be made 18 equally and uniformly known by the awarding public agency to all 19 prospective bidders and the public in the same manner as proposals 20 to award public construction contracts as set forth in Section 104 21 of this title. Financial information including, but not limited to, 22 audited financial statements required by the awarding public agency 23 as part of prequalification shall remain confidential. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 The Oklahoma Transportation Commission Director of the в. 2 Department of Transportation and the Oklahoma Transportation 3 Authority may establish a system for prequalifying prospective bidders on construction and maintenance contracts to be awarded by 4 5 the Commission Department or Authority. The Commission Department and the Authority shall be the sole judge of the qualifications of 6 prospective bidders and shall ascertain, to their exclusive 7 satisfaction, the qualifications of each prequalified bidder. Any 8 9 contractor or subcontractor prequalified as of the effective date of 10 this act July 1, 1994, performing signing, highway lighting, or 11 traffic signal installation or maintenance for the Oklahoma 12 Department of Transportation or the Oklahoma Transportation Authority shall be allowed to continue to bid and perform such work 13 without obtaining any additional license from this state or any 14 15 political subdivision of this state. However, no contractor or subcontractor may transfer, convey or assign this exemption to any 16 other person or entity. 17

18 SECTION 21. AMENDATORY 61 O.S. 2011, Section 121, as 19 last amended by Section 1, Chapter 68, O.S.L. 2017 (61 O.S. Supp. 20 2018, Section 121), is amended to read as follows:

Section 121. A. Change orders or addenda to public construction contracts of One Million Dollars (\$1,000,000.00) or less shall not exceed a fifteen percent (15%) cumulative increase in the original contract amount.

B. Change orders or addenda to public construction contracts of
over One Million Dollars (\$1,000,000.00) shall not exceed the
greater of One Hundred Fifty Thousand Dollars (\$150,000.00) or a ten
percent (10%) cumulative increase in the original contract amount.
C. Change orders or cumulative change orders which exceed the
limits of subsection A or B of this section shall require a
readvertising for bids on the incomplete portions of the contract.

8 D. If the awarding public agency does not have a governing 9 body, the chief administrative officer of the awarding public agency 10 shall approve change orders. The State Construction Administrator 11 of the Construction and Properties Division of the Office of 12 Management and Enterprise Services, or the Administrator's designee, 13 shall sign and execute all contracts and change orders, as they 14 relate to state agencies.

If the awarding public agency has a governing body, all 15 Ε. change orders shall be formally approved by the governing body of 16 the awarding public agency and the reasons for approval recorded in 17 the permanent records of the governing body. The governing body of 18 a municipality or technology center may delegate approval of change 19 orders up to Forty Thousand Dollars (\$40,000.00) or ten percent 20 (10%) of any contract, whichever is less, to the chief 21 administrative officer of the municipality or technology center or 22 their designee, with any approved change orders reported to the 23 governing body at the next regularly scheduled meeting. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 F. The Oklahoma Veterans Commission, as the governing body of 2 the Oklahoma Department of Veterans Affairs, is authorized to 3 delegate to the Director of the agency the authority to approve change orders on a construction contract provided that the 4 5 individual change order does not exceed Forty Thousand Dollars (\$40,000.00) in expenditure, and complies with the limits 6 established by this section. Change orders approved by the Director 7 pursuant to a delegation of authority shall be presented to the 8 9 Commission during the next regular meeting and the reasons for the 10 orders recorded in permanent records.

11 G. The governing body of the Oklahoma Tourism and Recreation 12 Department is authorized, upon approval of a majority of all of the 13 members of the Oklahoma Tourism and Recreation Commission, to delegate to the Director of the agency the authority to approve 14 change orders on a construction contract provided that the 15 individual change order does not exceed Twenty-five Thousand Dollars 16 (\$25,000.00) in expenditure and complies with the limits established 17 by this section. The Administrator of the Division shall sign and 18 execute all contracts and change orders. 19

H. The Transportation Commission may, by rule, authorize the
Director of the Department of Transportation <u>is authorized</u> to
approve change orders in an amount of not to exceed Five Hundred
Thousand Dollars (\$500,000.00). Change orders approved by the
Director shall be presented to the Transportation Commission during

1 the next regular meeting documented in writing and the reasons 2 therefor recorded in the permanent records of the Department. The 3 Oklahoma Turnpike Authority may authorize the Director of the Authority to approve change orders in an amount not to exceed Two 4 5 Hundred Fifty Thousand Dollars (\$250,000.00). Change orders approved by the Director of the Authority shall be presented to the 6 7 Authority during the next regular meeting and the reasons for the orders recorded in permanent records. 8

9 I. All change orders for the Department of Transportation or 10 the Authority shall contain a unit price and total for each of the 11 following items:

12 1. All materials with cost per item;

Itemization of all labor with number of hours per operation
 and cost per hour;

15 3. Itemization of all equipment with the type of equipment,
16 number of each type, cost per hour for each type, and number of
17 hours of actual operation for each type;

Itemization of insurance cost, bond cost, social security,
 taxes, workers' compensation, employee fringe benefits and overhead
 cost; and

21 5. Profit for the contractor.

J. 1. If a construction contract contains unit pricing, and the change order pertains to the unit price, the change order will not be subject to subsection A or B of this section.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

2. When the unit price change does not exceed Twenty Thousand Dollars (\$20,000.00), the unit price change order computation may be based on an acceptable unit price basis in lieu of cost itemization as required in paragraphs 1, 2, 3, 4 and 5 of subsection I of this section.

3. When the unit price change exceeds Twenty Thousand Dollars
(\$20,000.00), any unit price for a new item established at or below
the average eighteen-month-price history for the new item may be
used in lieu of cost itemization as required in paragraphs 1, 2, 3,
4 and 5 of subsection I of this section.

11 K. Alternates or add items bid with the original bid and 12 contained in the awarded contract as options of the awarding public 13 agency shall not be construed as change orders under the provisions 14 of the Public Competitive Bidding Act of 1974.

15 SECTION 22. AMENDATORY 61 O.S. 2011, Section 130, as 16 last amended by Section 1, Chapter 293, O.S.L. 2016 (61 O.S. Supp. 17 2018, Section 130), is amended to read as follows:

Section 130. A. The provisions of the Public Competitive Bidding Act of 1974 with reference to notice and bids shall not apply to an emergency if:

The governing body of a public agency declares by a two thirds (2/3) majority vote of all of the members of the governing
 body that an emergency exists;

2. The Transportation Commission and the Oklahoma Tourism and
 Recreation Commission, by majority vote of all the members of each
 <u>the</u> Commission, <u>and the Director of the Department of</u>

4 <u>Transportation</u>, declare that an emergency exists; or

5 3. The chief administrative officer of a public agency without6 a governing body declares that an emergency exists.

7 The governing body of a public agency may, upon approval of Β. two-thirds (2/3) majority of all of the members of the governing 8 9 body, delegate to the chief administrative officer of a public 10 agency the authority to declare an emergency whereby the provisions 11 of the Public Competitive Bidding Act of 1974 with reference to 12 notice and bids shall not apply to contracts less than Seventy-five Thousand Dollars (\$75,000.00) in amount; provided, such authority of 13 the Department of Transportation and the Oklahoma Turnpike Authority 14 15 shall not extend to any contract exceeding Seven Hundred Fifty Thousand Dollars (\$750,000.00) in amount and such authority of the 16 Department of Corrections shall not extend to any contract exceeding 17 Two Hundred Fifty Thousand Dollars (\$250,000.00) in amount for 18 situations in which the emergency impacts the conditions of 19 confinement, health and safety of correctional officers and inmates 20 in the custody of the Department of Corrections. 21

C. Upon approval of a two-thirds (2/3) majority vote, the Oklahoma Conservation Commission may delegate to the Executive Director the authority to declare an emergency and set a monetary

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

limit for the declaration. The provisions of this subsection may
 only be used for the purpose of responding to an emergency involving
 the reclamation of abandoned coal mines or the repair of damaged
 upstream floodwater retarding structures.

5 D. An emergency declared by the Board of Corrections pursuant 6 to subsection C of Section 65 of this title shall exempt the 7 Department of Corrections from the limits which would otherwise be 8 imposed pursuant to subsection B of this section for the contracting 9 and construction of new or expanded correctional facilities.

E. The chief administrative officer of a public agency with a governing body shall notify the governing body within ten (10) days of the declaration of an emergency if the governing body did not approve the emergency. The notification shall contain a statement of the reasons for the action, and shall be recorded in the official minutes of the governing body.

F. Emergency as used in this section shall be limited to conditions resulting from a sudden unexpected happening or unforeseen occurrence or condition whereby the public health or safety is endangered.

G. The chief administrative officer of a public agency shall
report an emergency within ten (10) days of the emergency
declaration and include the official minutes of the governing body
of the public agency, if applicable, to the State Construction
Administrator of the Construction and Properties Division of the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

Office of Management and Enterprise Services who shall compile an
 annual report detailing all emergencies declared pursuant to this
 section during the previous calendar year. The report shall be
 submitted to the Governor, the President Pro Tempore of the Senate,
 and the Speaker of the House of Representatives.

6 SECTION 23. AMENDATORY 66 O.S. 2011, Section 125a, is 7 amended to read as follows:

Section 125a. Whenever the public authorities having 8 9 jurisdiction and control over any public highway or street in this 10 state shall deem that the safety of lives and property at any 11 railroad intersection with any highway or street, shall so require, 12 such public authorities as are hereby authorized and empowered to construct or install, or to order the company owning such railroad 13 so intersected, to construct or install, and thereafter maintain and 14 15 operate, an automatic or mechanically operated barricading device, which, when giving warning, shall become a barrier in such highway 16 or street; provided, however, that before any such device is 17 constructed or installed, maintained and operated at a railroad 18 intersection, the detailed plans of such device, with a description 19 of the proposed mode of operation thereof, and a map showing the 20 proposed location of the same, shall be first submitted to, and 21 approved by, the State Highway Commission of Oklahoma Director of 22 23 the Department of Transportation.

1SECTION 24.AMENDATORY66 O.S. 2011, Section 125d, is2amended to read as follows:

Section 125d. The public authorities, or political subdivision of the state or the Highway Commission of the state Director of the <u>Department of Transportation</u> are authorized to cooperate with the federal government in the construction, or installing, maintaining and operating such barricading devices and other safety devices.

8 SECTION 25. AMENDATORY 66 O.S. 2011, Section 304, as 9 amended by Section 1, Chapter 377, O.S.L. 2013 (66 O.S. Supp. 2018, 10 Section 304), is amended to read as follows:

Section 304. A. The Department of Transportation is hereby authorized and empowered:

To acquire, construct, reconstruct, repair, replace, operate
 and maintain railroad rights-of-way and trackage projects at such
 locations and on such routes as it shall determine to be feasible
 and economically sound;

To enter into agreements with the owners of operating
 railroads for the acquisition and/or use of railroad rights-of-way
 and trackage on such terms, conditions, rates or rentals as the
 Department may consider to be in the best interests of the state;

3. To enter directly into agreements with owners of operating railroads or persons intending to operate as common carriers by rail to sell, lease, or sell by lease-purchase agreement any state-owned railroad property on such terms, conditions or amounts as the

## SENATE FLOOR VERSION - SB457 SFLR

Page 60

(Bold face denotes Committee Amendments)

Department may consider to be in the best interests of the state and
 to promote the purposes of the Railroad Revitalization Act;

3 4. Prior to the sale of any railroad asset owned by the State of Oklahoma or the Department of Transportation, a process of 4 5 request for proposal shall be initiated by the Department of Transportation with consultation by the Office of Management and 6 Enterprise Services. Upon the issue date of a request for proposal 7 regarding the sale of any railroad asset owned by the State of 8 9 Oklahoma or the Department of Transportation, interested parties 10 will have no less than ninety (90) days to provide a response. Following the close of the ninety-day response period, the 11 12 Department of Transportation will conduct an evaluation of all submitted proposals, utilizing all available resources, and the 13 Department of Commerce shall conduct an economic impact and/or 14 15 activity study of all proposals. The Secretary of Transportation, Secretary of Finance, Secretary of Commerce, Secretary of 16 Agriculture, and Secretary of Energy shall be responsible for 17 preparing a recommendation to the Transportation Commission Director 18 of the Department of Transportation, based on its evaluation of all 19 submitted proposals including the results of the economic impact 20 and/or activity study, provided the recommendation meets all other 21 statutory requirements needed for action by the Commission Director. 22 The Secretary of Transportation, Secretary of Finance, Secretary of 23 Commerce, Secretary of Agriculture, and Secretary of Energy will 24

1 have up to ninety (90) days, upon the closing date of the request 2 for proposal, to present its recommendation to the Transportation 3 Commission Director. The Transportation Commission Director will be responsible for determining if the sale of railroad assets within 4 its his or her jurisdiction is in the best interests of the State of 5 Oklahoma and for authorizing the sale of such assets. If a 6 7 determination is rendered by the Transportation Commission Director that the sale of any railroad asset within its jurisdiction is 8 9 appropriate, notification must be made to the Speaker of the House 10 of Representatives and the President Pro Tempore of the Senate in 11 writing prior to the Commission meeting where final action will take 12 taking place. All proceeds from the sale shall be deposited into the Railroad Maintenance Revolving Fund; 13

14 5. To acquire and hold real or personal property in the
15 exercise of its powers for the performance of its duties as
16 authorized by this act the Railroad Revitalization Act. Surplus
17 property may be disposed of by the Department;

To acquire in the name of the Department, by purchase or
 otherwise on such terms and conditions and in such manner as it may
 deem proper, or by exercise of the right of condemnation, such
 public or private lands and personalty, including public parks,
 playgrounds, or reservations, or parts thereof or rights therein,
 rights-of-way, trackage, property, rights, easements, and interests,

as it may deem necessary for carrying out the provisions of the
 Railroad Revitalization Act;

3 7. To make and enter into all contracts and agreements necessary or incidental to the performance of its duties and the 4 5 execution of its powers under the Railroad Revitalization Act, and 6 to employ rail planning and management consultants, consulting 7 engineers, attorneys, accountants, construction and financial consultants, superintendents, managers, and such other employees and 8 9 agents as may be necessary in its judgment, and to fix their 10 compensation; provided, that all such expenses shall be payable 11 solely from funds made available under and pursuant to the provisions of the Railroad Revitalization Act or from revenues; 12 provided, further, no attorney employed by the Department, nor any 13 member of any law firm of which the member may be connected, shall 14 15 ever be paid any fee or compensation for any special or 16 extraordinary services;

8. To receive, accept and expend funds from the state, any 17 federal agency, or from private sources, for rail planning and for 18 administration of railroad assistance projects, and for or in aid of 19 the acquisition, construction, reconstruction, replacement, repair, 20 maintenance and operation of railroad rights-of-way and trackage and 21 for rail service continuation payments to railroad companies for 22 operating losses sustained by reasons of continuing service on a 23 line which may otherwise be abandoned or which may experience a 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

reduced level of service not in the public interest, where such continuation of service is carried out under a written agreement with the Department establishing the terms and conditions for such payments, and to receive and accept funds, aid or contributions from any source of either money, property, labor or other things of value, to be held, used and applied only for the purposes for which such funds, aid or contributions may be made;

To adopt such rules and to do any and all things necessary 8 9. 9 to comply with rules, regulations or requirements of the United 10 States Department of Transportation, any successor thereof, the 11 Surface Transportation Board or any federal agency administering any 12 law enacted by the Congress of the United States or having funds available for the purpose of the Department that are not 13 inconsistent with or contrary to the prohibitions and restrictions 14 of Oklahoma law or public interest; 15

To expend, not to exceed twenty percent (20%) of the funds 16 10. available in the Railroad Maintenance Revolving Fund during any one 17 (1) year, at locations approved by the Oklahoma Corporation 18 Commission, such Railroad Maintenance Revolving Fund monies as may 19 be budgeted by the Department of Transportation for the purposes of 20 installing signal lights, gate arms, or other active warning devices 21 where any public road, street, or highway crosses a railroad right-22 of-way; provided, however, nothing in this act the Railroad 23

<u>Revitalization Act</u> shall negate, change, or otherwise modify any
 existing statutory or common law duty of a railroad company;

3 11. To expend income and funds from the Railroad Maintenance 4 Revolving Fund in the exercise of any or all of the foregoing 5 powers; and

To do all things necessary or convenient to carry out the
powers expressly granted in this act the Railroad Revitalization
Act.

9 B. It shall be unlawful for any member, officer or employee of
10 the Department to transact with the Department, either directly or
11 indirectly, any business for profit of such member, officer or
12 employee; and any person, firm or corporation knowingly
13 participating therein shall be equally liable for violation of this
14 provision.

The term "business for profit" shall include, but not be limited to, the acceptance or payment of any fee, commission, gift, or consideration to such member, officer or employee.

Violation of this provision shall constitute a felony and upon conviction shall be punishable by incarceration in the State Penitentiary for a term not to exceed five (5) years or by a fine of not less than Five Hundred Dollars (\$500.00) and not more than Five Thousand Dollars (\$5,000.00), or by both such imprisonment and fine.

- 23
- 24

C. All meetings of the Department shall be open public
 meetings, and all records shall be public records, except when
 considering personnel.

4 SECTION 26. AMENDATORY 66 O.S. 2011, Section 309.3, is 5 amended to read as follows:

6 Section 309.3. The exercise of the powers granted to the 7 Department of Transportation by the Railroad Rehabilitation Act will 8 be in all respects for the benefit of the people of this state, for 9 the increase of their commerce and prosperity and shall be 10 recognized as an essential government function.

11 1. On or before November 1, 2002, the Department may make loans 12 from the Oklahoma Railroad Maintenance Revolving Fund to a qualified 13 railroad entity for the purpose of financing the rehabilitation of 14 railroads in this state.

Rehabilitation loans shall be made upon such terms as the
 Department deems appropriate. The loans shall be at or below market
 interest and for a duration not to exceed ten (10) years. All loan
 applications are subject to the approval of the Transportation
 Commission Director of the Department of Transportation.

3. The Department shall adopt within one hundred twenty (120)
 days of the effective date of this act any emergency rules necessary
 to the implementation of this act.

4. No more than fifty percent (50%) of the balance of the
Oklahoma Railroad Maintenance Revolving Fund for any one (1) year

1 may be encumbered for Railroad Rehabilitation Act loans and the 2 aggregate amount of all loans from the Oklahoma Railroad Maintenance 3 Revolving Fund shall not exceed Five Million Dollars 4 (\$5,000,000.00).

5 SECTION 27. AMENDATORY 68 O.S. 2011, Section 500.6, as 6 amended by Section 4, Chapter 375, O.S.L. 2013 (68 O.S. Supp. 2018, 7 Section 500.6), is amended to read as follows:

Section 500.6. A. The tax of sixteen cents (\$0.16) per gallon 8 9 of gasoline that is levied by paragraph 1 of subsection A of Section 10 500.4 of this title, the tax upon compressed natural gas levied by 11 paragraph 3 of subsection A of Section 500.4 of this title, the tax 12 upon liquefied natural gas levied by paragraph 4 of subsection A of Section 500.4 of this title and the tax of two and eight one-13 hundredths cents (\$0.0208) per gallon of gasoline that is levied by 14 subsection C of Section 500.4 of this title, and penalties and 15 interest thereon, collected by the Oklahoma Tax Commission under the 16 levy shall be apportioned and distributed monthly as follows: 17

The first Two Hundred Fifty Thousand Dollars (\$250,000.00)
 of the levy collected each month shall be deposited in the State
 Treasury to the credit of the State Transportation Fund;

21 2. One and six hundred twenty-five one-thousandths percent
22 (1.625%) of the levy shall be remitted to the State Treasurer to the
23 credit of the High Priority State Bridge Revolving Fund as created
24 in Section 506 of Title 69 of the Oklahoma Statutes;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 3. Sixty-three and seventy-five one-hundredths percent (63.75%) of the levy shall be deposited in the State Treasury to the credit 2 of the State Transportation Fund to be apportioned as follows: 3 the first Eight Hundred Fifty Thousand Dollars 4 a. 5 (\$850,000.00) collected each fiscal year shall be transferred to the Public Transit Revolving Fund, 6 created in Section 4031 of Title 69 of the Oklahoma 7 Statutes, and 8 9 b. the second Eight Hundred Fifty Thousand Dollars 10 (\$850,000.00) collected each fiscal year shall be transferred to the Oklahoma Tourism and Passenger Rail 11 12 Revolving Fund and shall be used by the Department of 13 Transportation: to contract railroad passenger services, 14 (1)including but not limited to a route linking 15 stations in Oklahoma and Tulsa Counties with 16 other primary points in the national railroad 17 passenger system and passenger rail service 18 within the state, and a route beginning at a 19 station in Oklahoma County and extending north to 20 the Kansas state line in Kay County, and 21 to provide necessary facility, signaling, and (2) 22 track improvements for those contracted services, 23

24

- 1 c. forty-one and two-tenths percent (41.2%) of the monies 2 apportioned to the State Transportation Fund shall be 3 used for any purpose provided for in Section 1502 of 4 Title 69 of the Oklahoma Statutes,
- d. nine and eight-tenths percent (9.8%) of the monies
  apportioned to the State Transportation Fund shall be
  used to provide funds for the construction and
  maintenance of farm-to-market roads on the state
  highway system, and other rural farm-to-market roads
  and bridges, and
- e. any remaining amount of the apportionment shall be
   deposited into the State Transportation Fund;

4. Twenty-seven percent (27%) of the levy shall be transmitted
by the Tax Commission to the various counties of the state, to be
apportioned and used as follows:

- a. sixty-five and three-tenths percent (65.3%) of the
  monies apportioned under this paragraph shall be used
  on the following basis:
- 19 (1) forty percent (40%) of such sum shall be
  20 distributed to the various counties in the
  21 proportion which the county road mileage of each
  22 county bears to the entire state road mileage as
  23 certified by the Transportation Commission
  24 Director of the Department of Transportation, and

1 (2)the remaining sixty percent (60%) of such sum shall be distributed to the various counties on 2 3 the basis which the population and area of each county bears to the total population and area of 4 5 the state. The population shall be as shown by the last Federal Decennial Census or the most 6 7 recent annual estimate provided by the U.S. Bureau of the Census, 8

9 b. twenty-three and one-tenth percent (23.1%) of the 10 monies apportioned under this paragraph shall be distributed to the counties in the following manner: 11 12 One-third (1/3) on area; one-third (1/3) on rural population, defined as including the population of all 13 municipalities with a population of less than five 14 thousand (5,000) according to the latest Federal 15 Decennial Census; and one-third (1/3) on county road 16 mileage, as last certified by the Department of 17 Transportation, as each county bears to the entire 18 area, rural population and road mileage of the state, 19 and 20

c. eleven and six-tenths percent (11.6%) of the monies
apportioned under this paragraph shall be distributed
to the various counties of the state based on a
formula developed by the Department of Transportation

1 and approved by the Department of Transportation County Advisory Board created pursuant to Section 2 302.1 of Title 69 of the Oklahoma Statutes. 3 The formula shall be similar to the formula currently used 4 5 for the distribution of monies in the County Bridge Program funds, but shall also take into consideration 6 the effect of the terrain and traffic volume as 7 related to county road improvement and maintenance 8 9 costs;

10 5. Three and one hundred twenty-five one-thousandths percent 11 (3.125%) of the levy shall be distributed to the various counties of 12 the state based on a formula developed by the Department of Transportation and approved by the Department of Transportation 13 County Advisory Board created pursuant to Section 302.1 of Title 69 14 of the Oklahoma Statutes. The formula shall be similar to the 15 formula currently used for the distribution of monies in the County 16 17 Bridge Program funds, but shall also take into consideration the effect of the terrain and traffic volume as related to county road 18 improvement and maintenance costs; 19

6. Two and two hundred ninety-seven one-thousandths percent
(2.297%) of the levy shall be distributed to the various counties of
the state for deposit into the County Bridge and Road Improvement
Fund of each county based on a formula developed by the Department
of Transportation and approved by the Department of Transportation

1 County Advisory Board created pursuant to Section 302.1 of Title 69 2 of the Oklahoma Statutes to be used for the purposes set forth in 3 the County Bridge and Road Improvement Act. The formula shall be 4 similar to the formula currently used for the distribution of monies 5 in the County Bridge Program funds, but shall also take into 6 consideration the effect of the terrain and traffic volume as 7 related to county road improvement and maintenance costs;

7. One and eight hundred seventy-five one-thousandths percent 8 9 (1.875%) of the levy shall be transmitted by the Tax Commission to 10 the treasurers of the various incorporated cities and towns of the 11 state in the percentage which the population, as shown by the last 12 Federal Decennial Census or the most recent annual estimate provided by the U.S. Bureau of the Census, bears to the total population of 13 all the incorporated cities and towns in this state. The funds 14 shall be expended for the construction, repair and maintenance of 15 16 the streets and alleys of the incorporated cities and towns of this state; and 17

8. Three hundred twenty-eight one-thousandths percent (0.328%)
 of the levy shall be transmitted by the Tax Commission to the
 Statewide Circuit Engineering District Revolving Fund as created in
 Section 687.2 of Title 69 of the Oklahoma Statutes.

B. 1. The funds apportioned or transmitted pursuant to
subparagraphs a, b, and c of paragraph 4 of subsection A of this
section, subsection B of Section 500.7 of this title, subsection B

of Section 704 of this title, Section 706 of this title, and paragraph 2 of subsection D of Section 707.3 of this title shall be sent to the respective county treasurers and deposited in the county highway fund to be used by the county commissioners for the purpose of constructing and maintaining county highways and bridges.

The funds received by any county shall not be diverted to 6 2. 7 any other county of the state, and shall only be expended under the direction and control of the board of county commissioners in the 8 9 county to which the funds are appropriated. If any part of the 10 funds is diverted for any other purpose, the county commissioners 11 shall be liable on their bond for double the amount of the money so 12 diverted. This paragraph shall not prohibit counties from entering into cooperative agreements pertaining to the maintenance and 13 construction of roads and bridges. 14

Where any county highway has been laid out over a road 15 3. already constructed in any county by the use of money raised from 16 county bond issues for that purpose, either alone or by the use of 17 federal or state aid, or both, the county commissioners may set 18 aside out of the funds apportioned to that county, as provided in 19 this section, an amount of money equal to the value of any part 20 thereof, of the interest of such county in such highway or bridge, 21 which amount of money shall be considered by the excise board in 22 reducing the levy for the purpose of retiring the bonded 23 indebtedness and interest thereon of the county, and shall be used 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

for investment or deposit in the same manner as provided by law for
 the disposition of other sinking fund money.

4. In all counties where the county excise board may find it
necessary, because of insufficient revenue, to maintain county
government out of the general fund, after a levy of ten (10) mills
has been made for any fiscal year, the county excise board may
appropriate out of any such funds apportioned to the county an
amount sufficient to pay the salaries of the county commissioners of
the county for the fiscal year.

10 5. Counties may use funds deposited in the county highway fund 11 for the purpose of matching federal or state funds, provided such 12 funds are available, as necessary to secure assistance in the 13 construction or improvement of the county road system.

C. With regards to the apportionment of the levy as set forth in paragraph 5 of subsection A of this section, paragraph 5 of subsection A of Section 500.7 of this title, and subsection C of Section 707.2 of this title:

If any county has an accrued balance of funds which were
 appropriated to or otherwise accrued in a restricted road
 maintenance fund, such funds shall be deposited directly to the
 county highway fund of the county;

22 2. If any county has an accrued balance of funds which were
23 appropriated to or otherwise accrued in the County Road Improvement
24 Fund, or the County Bridge Improvement Fund, such funds shall, by

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

resolution approved by a majority of the board of county
 commissioners and filed with the Department of Transportation, be
 deposited in the county highway fund of the county;

3. If any county has an accrued balance of funds which were 4 5 appropriated to or otherwise accrued in the County Bridge and Road Improvement Fund, ninety-nine percent (99%) of such funds shall be 6 7 remitted to the respective county treasurer for deposit in the appropriate County Bridge and Road Improvement Fund to be used for 8 9 the purpose set forth in the County Bridge and Road Improvement Act. 10 The remaining one percent (1%) of such funds will be remitted to the Statewide Circuit Engineering District Revolving Fund; and 11

12 4. If any county has an advanced funding agreement with the Department of Transportation, the Department of Transportation shall 13 notify the Tax Commission as to the amount the county is obligated 14 15 to pay according to the terms of the advanced funding agreement. The obligated amount shall be transferred each month by the Tax 16 17 Commission to the Department of Transportation to the credit of the County Bridge and Road Improvement Fund from the funds apportioned 18 to the county pursuant to paragraph 5 of subsection A of this 19 section. A county may elect to increase the monthly amount to be 20 repaid pursuant to the advanced funding agreement from the funds 21 apportioned to the county, but a county shall not be permitted to 22 reduce the amount agreed to pursuant to the advanced funding 23 24 agreement.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) D. The tax levied on gasoline pursuant to Section 500.4A of this title, and the penalties and interest thereon, collected by the Tax Commission under the levy shall be apportioned and distributed on a monthly basis to the State Highway Construction and Maintenance Fund for the purposes authorized by Section 1502 of Title 69 of the Oklahoma Statutes.

7 SECTION 28. AMENDATORY 68 O.S. 2011, Section 500.7, is
8 amended to read as follows:

9 Section 500.7. A. The tax of thirteen cents (\$0.13) per gallon
10 of diesel fuel that is levied by Section 500.4 of this title, and
11 all penalties and interest thereon, collected by the Oklahoma Tax
12 Commission under the levy shall be apportioned and distributed
13 monthly as follows:

The first Eighty-three Thousand Three Hundred Thirty-three
 Dollars and thirty-three cents (\$83,333.33) of the levy collected
 each month shall be deposited in the State Treasury to the credit of
 the State Transportation Fund;

One and thirty-nine one-hundredths percent (1.39%) of the
 levy shall be paid by the Commission to the State Treasurer to the
 credit of the High Priority State Bridge Revolving Fund as created
 in Section 506 of Title 69 of the Oklahoma Statutes;

3. Sixty-four and thirty-four one-hundredths percent (64.34%)
of the levy shall be deposited in the State Treasury to the credit
of the State Transportation Fund;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 4. Twenty-six and fifty-eight one-hundredths percent (26.58%) of the levy shall be transmitted by the Commission to various 2 3 counties of the state, to be apportioned as follows: forty-two and one-tenth percent (42.1%) of the monies 4 a. 5 apportioned under this paragraph shall be transmitted to the various counties in the percentage which the 6 7 population and area of each county bears to the population and area of the entire state. 8 The 9 population shall be as shown by the last Federal 10 Decennial Census or the most recent annual estimate provided by the U.S. Bureau of the Census, 11 12 b. fourteen and five-tenths percent (14.5%) of the monies apportioned under this paragraph shall be distributed 13 as follows: 14 Forty percent (40%) of such sum shall be distributed 15 to the various counties in that proportion which the 16 county road mileage of each county bears to the entire 17 state road mileage as certified by the Transportation 18 Commission Director of the Department of 19 Transportation, and the remaining sixty percent (60%) 20 of such sum shall be distributed to the various 21 counties on the basis which the population and area of 22 each county bears to the total population and area of 23 The population shall be as shown by the 24 the state.

1last Federal Decennial Census or the most recent2annual estimate provided by the U.S. Bureau of the3Census,

- twenty-eight and nine-tenths percent (28.9%) of the 4 с. 5 monies apportioned under this paragraph shall be distributed to the several counties in the following 6 manner: one-third (1/3) on area, one-third (1/3) on 7 rural population (defined as including the population 8 9 of all municipalities with a population of less than 10 five thousand (5,000) according to the latest Federal 11 Decennial Census), and one-third (1/3) on county road 12 mileage, as last certified by the Department of Transportation, as each county bears to the entire 13 area, rural population and road mileage of the state, 14 15 and
- fourteen and five-tenths percent (14.5%) of the monies 16 d. apportioned under this paragraph shall be distributed 17 to the various counties of the state based on a 18 formula developed by the Department of Transportation 19 and approved by the Department of Transportation 20 County Advisory Board created pursuant to Section 21 302.1 of Title 69 of the Oklahoma Statutes. 22 The formula shall be similar to the formula currently used 23 for the distribution of the County Bridge Program 24

1 funds, but shall also take into consideration the effect of the terrain and traffic volume as related to 2 3 the county road improvement and maintenance costs; 5. Three and eighty-five one-hundredths percent (3.85%) of the 4 5 levy shall be distributed based on a formula developed by the Department of Transportation and approved by the Department of 6 7 Transportation County Advisory Board created pursuant to Section 302.1 of Title 69 of the Oklahoma Statutes. The formula shall be 8 9 similar to the formula currently used for the distribution of the 10 County Bridge Program funds, but shall also take into consideration 11 the effect of the terrain and traffic volume as related to the 12 county road improvement and maintenance costs. The apportionment of the levy as set forth in this paragraph shall be subject to the 13 provisions of subsection C of Section 500.6 of this title; and 14

15 6. Three and thirty-six one-hundredths percent (3.36%) of the levy shall be distributed to the various counties of the state for 16 deposit into the County Bridge and Road Improvement Fund of each 17 county based on a formula developed by the Department of 18 Transportation and approved by the Department of Transportation 19 County Advisory Board created pursuant to Section 302.1 of Title 69 20 of the Oklahoma Statutes to be used for the purposes set forth in 21 the County Bridge and Road Improvement Act. The formula shall be 22 similar to the formula currently used for the distribution of monies 23 in the County Bridge Program funds, but shall also take into 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

consideration the effect of the terrain and traffic volume as
 related to county road improvement and maintenance costs; and

7. Forty-eight one-hundredths percent (0.48%) of the levy shall
be transmitted by the Tax Commission to the Statewide Circuit
Engineering District Revolving Fund as created in Section 687.2 of
Title 69 of the Oklahoma Statutes.

B. The funds apportioned or transmitted pursuant to the
provisions of subparagraphs a, b, and c of paragraph 4 of subsection
A of this section shall be used in accordance with and subject to
the provisions of subsection B of Section 500.6 of this title.

C. The tax levied on diesel fuel pursuant to Section 500.4A of this title, and all penalties and interest thereon, collected by the Commission under the levy shall be apportioned and distributed on a monthly basis to the State Highway Construction and Maintenance Fund for the purposes authorized by Section 1502 of Title 69 of the Oklahoma Statutes.

17 SECTION 29. AMENDATORY 68 O.S. 2011, Section 704, is 18 amended to read as follows:

19 Section 704. A. The purpose of Section 701 et seq. of this 20 title is to provide revenue for general governmental functions of 21 state government and for the construction and maintenance of state 22 and county highways and bridges. The tax, including penalties and 23 interest collected under the levy in Section 703 of this title, 24 shall be apportioned monthly for use as follows:

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

An amount equal to the revenue, including penalties and
 interest thereon, accruing from four cents (\$0.04) per gallon of the
 five and one-half cents (\$0.055) per gallon collected of the tax
 levied by Section 703 of this title, shall be apportioned monthly
 and used for the following purposes:

- a. three percent (3%) shall be paid by the Tax Commission
  to the State Treasurer and placed to the credit of the
  General Revenue Fund of the State Treasury,
- 9 b. seventy-two and three-fourths percent (72 3/4%) shall
  10 be deposited in the State Treasury to the credit of
  11 the State Transportation Fund, and
- 12 с. twenty-four and one-fourth percent  $(24 \ 1/4\%)$  shall be transmitted by the Tax Commission to various counties 13 of the state, in the percentage which the population 14 15 and area of each county bears to the population and area of the entire state. The population shall be as 16 shown by the last Federal Census or the most recent 17 annual estimate provided by the U.S. Bureau of the 18 Census; 19

20 2. An amount equal to the revenue, including penalties and 21 interest thereon, accruing from one cent (\$0.01) per gallon of the 22 five and one-half cents (\$0.055) per gallon collected of the tax 23 levied by Section 703 of this title, shall be apportioned monthly

and shall be deposited in the State Treasury to the credit of the
 State Transportation Fund; and

3 3. An amount equal to the revenue, including penalties and 4 interest thereon, accruing from one-half cent (\$0.005) per gallon of 5 the five and one-half cents (\$0.055) per gallon collected of the tax 6 levied by Section 703 of this title, shall be apportioned monthly 7 and distributed as follows:

Forty percent (40%) of such sum shall be distributed to the 8 9 various counties in that proportion which the county road mileage of 10 each county bears to the entire state road mileage as certified by 11 the State Transportation Commission Director of the Department of 12 Transportation, and the remaining sixty percent (60%) of such sum shall be distributed to the various counties on the basis which the 13 population and area of each county bears to the total population and 14 15 area of the state. The population shall be as shown by the last Federal Census or the most recent annual estimate provided by the 16 U.S. Bureau of the Census. 17

B. The funds apportioned or transmitted pursuant to the
provisions of subparagraph c of paragraph 1 of subsection A of this
section and paragraph 3 of subsection A of this section shall be
used in accordance with and subject to the provisions of subsection
B of Section 500.6 of this title.

23 SECTION 30. AMENDATORY 68 O.S. 2011, Section 2204, is 24 amended to read as follows: 1 Section 2204. All revenues collected pursuant to the provisions 2 of Section 2201 et seq. of this title shall be paid by the Tax 3 Commission to the State Treasurer and placed to the credit of the Oklahoma Department of Transportation in the Railroad Maintenance 4 5 Revolving Fund for the implementation of the Railroad Revitalization Act or for matching of available federal funds for at-grade railroad 6 crossing protection projects. Such crossing projects must be 7 authorized by the Transportation Commission Director of the 8

9 Department of Transportation.

 10
 SECTION 31.
 AMENDATORY
 68 O.S. 2011, Section 2368.6, as

 11
 amended by Section 552, Chapter 304, O.S.L. 2012 (68 O.S. Supp.

 12
 2018, Section 2368.6), is amended to read as follows:

13 Section 2368.6. A. Each state individual income tax return 14 form for tax years which begin after December 31, 2003, and each 15 state corporate tax return form for tax years beginning after 16 December 31, 2003, shall contain a provision to allow a donation 17 from a tax refund for the benefit of maintenance of the roads and 18 highways in this state, as follows:

Support of Oklahoma Road and Highway Maintenance. Check if you
wish to donate from your tax refund: () \$2, () \$5, or () \$

B. Except as otherwise provided for in this section, all monies generated pursuant to subsection A of this section shall be paid to the State Treasurer by the Oklahoma Tax Commission and placed to the credit of the Income Tax Checkoff Revolving Fund for the Support of

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) Oklahoma Road and Highway Maintenance created in subsection C of
 this section.

3 C. There is hereby created in the State Treasury a revolving fund for the Department of Transportation to be designated the 4 5 "Income Tax Checkoff Revolving Fund for the Support of Oklahoma Road and Highway Maintenance". The fund shall be a continuing fund, not 6 subject to fiscal year limitations, and shall consist of all monies 7 apportioned to the fund pursuant to the provisions of this section. 8 9 All monies accruing to the credit of the fund are hereby 10 appropriated and may be budgeted and expended by the Department of Transportation for the purpose of funding road and highway 11 12 maintenance in this state. Such monies shall be apportioned as and in a manner specified by the Transportation Commission Director of 13 the Department of Transportation. Expenditures from the fund shall 14 15 be made upon warrants issued by the State Treasurer against claims filed as prescribed by law with the Director of the Office of 16 Management and Enterprise Services for approval and payment. 17 If a taxpayer makes a donation pursuant to subsection A of 18 D.

19 this section in error, such taxpayer may file a claim for refund at 20 any time within three (3) years from the due date of the tax return. 21 Such claims shall be filed pursuant to the provisions of Section 22 2373 of this title. Prior to the apportionment set forth in this 23 section, an amount equal to the total amount of refunds made 24 pursuant to this subsection during any one (1) year shall be

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

deducted from the total donations received pursuant to this section
 during the following year and such amount deducted shall be paid to
 the State Treasurer and placed to the credit of the Income Tax
 Withholding Refund Account.

5 SECTION 32. AMENDATORY 69 O.S. 2011, Section 101, is 6 amended to read as follows:

7 Section 101. (a) <u>A.</u> Recognizing that safe and efficient 8 highway transportation is a matter of important interest to all the 9 people in the state, the Legislature hereby determines and declares 10 that an integrated system of roads and highways is essential to the 11 general welfare of the State of Oklahoma.

12 (b) <u>B.</u> The provision of such a system of facilities, and its 13 efficient management, operation and control, are recognized as 14 urgent problems, and as the proper objectives of highway 15 legislation.

16 (c) <u>C.</u> Inadequate roads and streets obstruct the free flow of 17 traffic; result in undue cost of motor vehicle operation; endanger 18 the health and safety of the citizens of the state; depreciate 19 property values; and impede generally economic and social progress 20 of the state.

21 (d) <u>D.</u> In designating the highway systems of this state, as 22 hereinafter provided, the Legislature places a high degree of trust 23 in the hands of those officials whose duty it shall be, within the 24 limits of available funds, to plan, develop, operate, maintain and

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

protect the highway facilities of this state, for present as well as
 for future use.

3 (e) E. To this end, it is the intent of the Legislature to make the State Highway Commission and its Director, and the Department of 4 5 Highways of the State of Oklahoma acting through the Commission Director of the Department of Transportation, and the Department, 6 custodian of the State Highway System and to provide sufficiently 7 broad authority to enable the Commission Director and the Department 8 9 to function adequately and efficiently in all areas of appropriate 10 jurisdiction, subject to the limitations of the Constitution and the legislative mandate hereinafter imposed. 11

12 (f) F. The Legislature intends to declare, in general terms, the powers and duties of the Commission and its Director, leaving 13 specific details to be determined by reasonable rules, regulations 14 and policies which may be promulgated by the Commission Director. 15 In short, the Legislature intends by a general grant of authority to 16 the Commission Director to delegate sufficient power and authority 17 to enable the Commission Director and the Department to carry out 18 the broad objectives stated above. 19

20 (g) <u>G.</u> It is the further intent of the Legislature to bestow 21 upon the boards of county commissioners similar authority with 22 respect to the county highway system. The efficient management, 23 operation and control of our county roads and other public 24 thoroughfares are likewise a matter of vital public interest. The

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 problem of establishing and maintaining adequate roads and highways, 2 eliminating congestion, reducing accident frequency, providing 3 parking facilities and taking all necessary steps to ensure safe and convenient transportation on these public ways is no less urgent. 4 5 <del>(h)</del> H. While it is necessary to fix responsibilities for the location, design, construction, maintenance and operation of the 6 7 several systems of highways, it is intended that the State of Oklahoma shall have an integrated system of all roads, highways and 8 9 streets to provide safe and efficient highway transportation 10 throughout the state. The authority hereinafter granted to the 11 Commission Director and to counties and municipalities to assist and 12 cooperate with each other and to coordinate their activities is 13 therefore essential.

14 (i) <u>I.</u> The Legislature hereby determines and declares that this 15 Code is necessary for the preservation of the public peace, health 16 and safety, for promotion of the general welfare, and as a 17 contribution to the national defense.

18SECTION 33.AMENDATORY69 O.S. 2011, Section 219, is19amended to read as follows:

20 Section 219. The legislative authority of any city or town for 21 all streets and highways within the corporate limits of such city or 22 town; and the board of county commissioners of each county as to all 23 county highways; and the <u>State Highway Commission</u> <u>Director of the</u>

1 <u>Department of Transportation</u> of the State of Oklahoma as to all 2 state highways.

3 SECTION 34. AMENDATORY 69 O.S. 2011, Section 220, is 4 amended to read as follows:

Section 220. A road surfaced with concrete, brick, water bound
or bituminous macadam, or the equivalent of properly bound gravel,
or other material approved by the State Highway Commission Director
<u>of the Department of Transportation</u>, and meeting the federal
requirements.

10 SECTION 35. AMENDATORY 69 O.S. 2011, Section 231, is 11 amended to read as follows:

Section 231. An undertaking by the State Highway Commission <u>Department of Transportation</u>, governing body or other governmental instrumentality for highway construction, including preliminary engineering, acquisition of right-of-way and actual construction, or for highway planning and research, or for any other work or activity to carry out the provisions of the federal law for the administration of federal aid for highways.

19SECTION 36.AMENDATORY69 O.S. 2011, Section 242, is20amended to read as follows:

21 Section 242. The system of state roads designated by the State 22 Highway Commission Director of the Department of Transportation, 23 including necessary urban extension, the responsibility for which is 24 lodged in the Department of Highways.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) 1SECTION 37.AMENDATORY69 O.S. 2011, Section 301, is2amended to read as follows:

3 Section 301. (a) A. There is hereby created a Department of Highways and a State Highway Commission the Department of 4 5 Transprotation in and for the State of Oklahoma, pursuant to the provisions of Section  $1_{\overline{L}}$  of Article  $16_{\overline{L}}$  of the Constitution of the 6 7 State of Oklahoma, and such department shall be governed by the State Highway Director, provided for by Section 305 of this Code, 8 9 under such reasonable rules, regulations and policies and road 10 improvement programs as may be prescribed by the Commission title. Such rules and regulations Rules and amendments thereto as adopted 11 12 promulgated by the Commission Director shall be filed and recorded in the office of the Secretary of State. 13

The Department and the Commission created by the 14 <del>(b)</del> B. 15 preceding paragraph subsection and the State Highway Director provided for by Section 305 of this Code title shall be the legal 16 successors of, and unless and except as otherwise provided by this 17 Code title shall also have the powers and duties vested by other 18 laws in, and shall take immediate charge of all equipment, supplies 19 and property now in the possession of, the Department, Commission 20 and Director, respectively, created and provided for by 69 O.S. 21 1961, Sections 20.1 and 20.6, as amended, and shall be liable for 22 their respective obligations. 23

1SECTION 38.AMENDATORY69 O.S. 2011, Section 304, is2amended to read as follows:

3 Section 304. (a) The construction and maintenance of the State 4 Highway System, and all work incidental thereto, shall be under the 5 general supervision and control of the Transportation Commission. (b) The Commission shall have power to make all final decisions 6 7 affecting the work provided for herein, and all reasonable rules and regulations it may deem necessary, not inconsistent with this code, 8 9 for the proper management and conduct of such work, and for carrying out the provisions of this article, in such manner as shall be to 10 the best interest and advantage of the people of this state. 11 12 (c) The Commission shall have power and authority to contract for and purchase, lease or otherwise acquire any tools, machinery, 13 supplies, material or labor needed or to be needed for such work, 14 15 having the deliveries of such articles made as actually needed, and to pay for engineering, preparation of plans and specifications, 16 17 costs of advertising, engineering supervision and inspection and all expenses and contingencies in connection with the construction and 18 maintenance of the State Highway System. When quality and prices 19 are equal, preference shall be given materials produced within the 20 State of Oklahoma and highway construction companies domiciled, 21 having and maintaining offices in and being citizen taxpayers of the 22 State of Oklahoma. 23

1 (d) The Commission shall have authority to make all contracts 2 and do all things necessary to cooperate with the United States 3 Government in matters relating to the cooperative construction, improvement and maintenance of the State Highway System, or any road 4 5 or street of any political or governmental subdivision or any municipal or public corporation of this state, for which federal 6 7 funds or aid are secured. Such contracts or acts shall be carried out in the manner required by the provisions of the Acts of Congress 8 9 and rules and regulations made by an agency of the United States in 10 pursuance of such acts.

11 (e) A. Any political or governmental subdivision or any public 12 or municipal corporation of this state shall have the authority to enter into contracts through or with the Commission Director of the 13 Department of Transportation to enable them to participate in all 14 the benefits to be secured from federal aid funds, or funds made 15 available from the federal government to be used on roads and 16 The Commission Director may negotiate and enter into 17 streets. contracts with the federal government, or any of its constituted 18 agencies, and take all steps and proceedings necessary in order to 19 secure such benefits for such political or governmental subdivisions 20 or public or municipal corporations. 21

(f) <u>B.</u> The <u>Commission</u> <u>Director</u>, on behalf of the state, and any political or governmental subdivision or public or municipal corporation of this state shall have the authority to enter into

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

agreements with each other respecting the planning, designating,
 financing, establishing, constructing, improving, maintaining,
 using, altering, relocating, regulating or vacating of highways,
 roads, streets or connecting links.

(g) The Commission shall have authority to act in an advisory 5 capacity, upon request, to any political or governmental subdivision 6 7 or public or municipal corporation of this state in matters pertaining to the planning, locating, constructing and maintaining 8 9 of roads, highways and streets and other related matters. The 10 Commission, in such instances, may provide services and may 11 cooperate with such subdivisions and corporations on such terms as 12 may be mutually agreed upon.

13 (h) The Commission may purchase out of the State Highway Construction and Maintenance Fund such commercial vehicles and 14 15 passenger automobiles as may be necessary for the use of the Department and its employees in the construction and maintenance of 16 17 the State Highway System and all work incidental thereto, and in carrying out the duties now or hereafter imposed upon the Department 18 by the laws of this state. 19 (i) The Commission may enter into written agreements with 20 private citizens to allow such citizens to mow state highway rights-21 of-way and keep the clippings from such mowing as the sole 22

23 compensation therefor.

1SECTION 39.AMENDATORY69 O.S. 2011, Section 305, is2amended to read as follows:

Section 305. There is hereby created the office of the Director of the Department of Transportation, who shall be elected by a majority vote of the entire Commission appointed by the Governor and who shall serve at the pleasure of the Commission Governor. The Director shall receive an annual salary to be fixed by a majority vote of the entire Commission the Governor, from appropriations made by the Legislature.

10 SECTION 40. AMENDATORY 69 O.S. 2011, Section 306, as 11 amended by Section 571, Chapter 304, O.S.L. 2012 (69 O.S. Supp. 12 2018, Section 306), is amended to read as follows:

Section 306. Immediately upon the election and qualification appointment and confirmation of the Director of the Department of Transportation, he or she shall become vested with the duties and powers of the management and control of the Department, under such orders, rules and regulations as may be prescribed by the Commission <u>law</u>; and in addition thereto he the Director shall have the following specific powers and duties:

20 (a) <u>1.</u> To supervise the state highway system under rules and 21 regulations prescribed by the Commission;

(b) <u>2.</u> To appoint and employ, supervise and discharge such professional, clerical, skilled and semiskilled help, labor and other employees as may be deemed necessary for the proper discharge

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) 1 of the duties of the Department and to fix and determine the salaries or wages to be paid subject to all such rules and 2 regulations as may be promulgated by the Commission as provided by 3 law, and subject to the policies, rules and regulations of the 4 5 Office of Management and Enterprise Services and the State Merit System of Personnel Administration; 6

7 (c) 3. To investigate and determine upon the various methods of road and bridge construction and maintenance in the different 8 9 sections of the state;

10 (d) 4. To aid at all times in promoting highway improvements 11 and maintenance throughout the state;

12 (e) 5. To make recommendations to the Commission in the letting of let all contracts for construction or improvements of state 13 highways or any contract for road or bridge construction or 14 improvement where the work is being done in whole or in part with 15 state or federal monies; and to act for the Commission in the 16 purchase of all materials, equipment and supplies as provided for in 17 this Code title; 18

(f) 6. To place on the state highway system any road he or she 19 deems necessary and to the best interest of the state, when approved 20 by a majority of the entire Commission, and to eliminate from the 21 state highway system any road when approved by a majority of the 22 entire Commission he or she deems unnecessary and not in the best 23 interest of the state;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 (q) 7. To approve and pay claims for the services of 2 professional, clerical, skilled and semiskilled help, laborers and 3 other employees, for the Commission, when the salary or wages of such help and employees shall have been previously approved by the 4 Commission; and to approve and pay progressive estimates on work 5 done or contracts performed, where such work or contracts have 6 7 theretofore been approved by the Commission; and to approve and pay claims for the purchase of equipment, materials and supplies 8 9 theretofore authorized by the Commission;

10 (h) <u>8.</u> To make emergency purchases of equipment, materials, and 11 supplies, and emergency contracts for construction and repairs, 12 under rules and regulations prescribed by the Commission <u>as provided</u> 13 by law;

14 (i) 9. To grant permission to state agencies, municipalities
 15 and water companies or districts to lay any water pipeline within
 16 the rights-of-way of state highways, when approved by the

17 Commission; and

18 (j) <u>10.</u> To act for the Department in all matters except as
 19 otherwise provided in this Code <u>title</u>.

20 SECTION 41. AMENDATORY 69 O.S. 2011, Section 306.1, is 21 amended to read as follows:

22 Section 306.1. The provisions of any other law to the contrary 23 notwithstanding, the Department of Transportation is hereby 24 authorized and empowered to provide for the use of and inclusion in,

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 its construction contracts price adjustment clauses, providing 2 adjustments in contract bid prices as may be deemed necessary and 3 appropriate by the Director for increases or decreases of energy-4 intensive materials based upon the price FOB source on the day of 5 bidding and actual invoice price FOB source on the day of delivery.

This authorization is to be applied only to such contracts as
may be determined by the Director and approved by the Transportation
Commission and further specified in the notice to bidders.

9 SECTION 42. AMENDATORY 69 O.S. 2011, Section 308, is 10 amended to read as follows:

11 Section 308. Each member of the Commission and every Every 12 employee of the Department of Transportation shall, before entering upon the duties of his office or employment, take and subscribe to 13 an oath or affirmation to support the Constitution of the United 14 States and of the State of Oklahoma, and to discharge faithfully and 15 honestly the duties of such office or employment. Any officer or 16 employee who shall violate the provisions of this section shall be 17 guilty of a misdemeanor, and such violation shall be cause for 18 removal. 19

20 SECTION 43. AMENDATORY 69 O.S. 2011, Section 309, is 21 amended to read as follows:

22 Section 309. It shall be unlawful for the Commission or the 23 Director to appoint or employ, or approve the appointment or 24 employment of, any persons related within the third degree by blood

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 or marriage to the Director or any member of the Commission. The 2 Director knowingly appointing or employing any persons in violation 3 of this provision, or any member of the Commission knowingly approving or recommending the appointment or employment of persons 4 5 in violation of such provision, shall be quilty of a misdemeanor. It also shall be unlawful for the Commission or the Director to 6 7 approve or enter into any contract with any persons related within the third degree by blood or marriage to the Director or any member 8 9 of the Commission. The Director knowingly approving or entering 10 into any such contract in violation of such provision, or any member 11 of the Commission knowingly voting to enter into or to approve any 12 such contract, shall be guilty of a misdemeanor.

13SECTION 44.AMENDATORY69 O.S. 2011, Section 310, is14amended to read as follows:

15 Section 310. (a) A. No official or employee of the Commission 16 Department of Transportation, governing body or other governmental instrumentality who is authorized in his or her official capacity to 17 negotiate, make, accept, or approve, or to take part in negotiating, 18 making, accepting or approving any contract or subcontract in 19 connection with a project, shall have, directly or indirectly, any 20 financial or other personal interest in any such contract or 21 subcontract. No engineer, attorney, appraiser, inspector or other 22 person performing services for the Commission Department, governing 23 body, or other governmental instrumentality in connection with a 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

project shall have, directly or indirectly, a financial or other 1 2 personal interest, other than his or her employment or retention by 3 the Commission Department, governing body, or other governmental instrumentality, in any contract or subcontract in connection with 4 5 such project. No officer or employee of such person retained by the 6 Commission Department, governing body or other governmental 7 instrumentality shall have, directly or indirectly, any financial or other personal interest in any real property acquired for a project 8 9 unless such interest is openly disclosed upon the public records of 10 the Commission Department, the governing body or other governmental 11 instrumentality, and such officer, employee or person has not 12 participated in such acquisition for and in behalf of the Commission Department, the governing body or other governmental 13 instrumentality. 14

15 (b) B. Any official or employee of the Commission Department, 16 governing body or other governmental instrumentality, or officer or employee of such person retained by the Commission Department, the 17 governing body or other governmental instrumentality who knowingly 18 violates any of the provisions of this section shall be quilty of a 19 felony and upon conviction thereof shall be punished by imprisonment 20 in the State Penitentiary for a term not to exceed five (5) years, 21 or by a fine not exceeding Ten Thousand Dollars (\$10,000.00), or by 22 both such imprisonment and fine. In addition, if the Commission 23 24 Department or the Director enters into any contract on the part of

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 the Department in which the Director or any member of the Commission 2 is interested, directly or indirectly, and the state suffers a loss 3 due to excessive charges or otherwise, the members of the Commission knowingly voting to enter into or to approve such contract, and the 4 Director knowingly entering into, approving, or recommending any 5 such contract, and the contracting party, shall be jointly and 6 individually liable for any loss the state may suffer. The official 7 bonds of such officer shall be liable for such loss. The provisions 8 9 of this section shall be cumulative to existing law. The members of 10 the Commission and the Director found guilty of violating any of the 11 provisions of this section shall in addition to the penalty 12 heretofore set out forfeit their respective offices his or her 13 office.

(c) C. Any employee of the Department  $\tau$  or Director  $\sigma r$ 14 Commission, who in the course of such employment knowingly accepts, 15 approves, or recommends for approval or payment any material, 16 service, job, project, or structure, or any part thereof, which does 17 not meet the specifications therefor, or is to his or her knowledge 18 otherwise more deficient in quality, quantity or design than was 19 provided for in the plans, purchase orders or any minimum standard 20 provided by any state agency or official, or by law, shall be guilty 21 of a felony and, upon conviction, shall be punished and penalized as 22 provided by this section. 23

1 (d) D. The ownership by any member of the Commission, or the 2 Director<sub> $\tau$ </sub> of less than five percent (5%) of the stocks or shares 3 actually issued by a corporation contracting with the Department shall not be considered an interest, directly or indirectly, in a 4 5 contract with such corporation within the meaning of this section, and such ownership shall not affect the validity of any contract, or 6 impose liability under this section unless the owner of such stock 7 or shares is also an officer or agent of the corporation or 8 9 association. Ownership shall include any stock or shares standing 10 in the name of a member of the Commissioners' or Director's 11 immediate family or a family trust.

12 SECTION 45. AMENDATORY 69 O.S. 2011, Section 312, is 13 amended to read as follows:

Section 312. The Commission Director of the Department of 14 15 Transportation shall have authority to promulgate such reasonable 16 rules and regulations as it he or she may deem necessary for the proper and orderly transaction of its the business of the 17 Department. Every nonresident person, natural or artificial, firm 18 or entity, including any corporation not domiciled in this state, 19 shall, before it be permitted to transact business or continue 20 business with the Commission Department, appoint and maintain an 21 agent upon whom service or process may be had in any action to which 22 such person, natural or artificial, firm or entity shall be a party. 23 Such agent shall reside in the State of Oklahoma and shall file with 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 the Secretary of State a formal declaration as to his or her place 2 of residence in the State of Oklahoma. Service had upon such agent 3 shall be taken and held as service upon such person, natural or artificial, firm or entity. Such appointment, properly executed and 4 5 acknowledged, shall be filed with the Secretary of State and shall give the residence address or place of business of such agent. 6 7 Contractors or other persons desiring to bid upon construction or maintenance work shall be required to submit a financial statement 8 9 and such other information as the Commission Director may deem 10 necessary or desirable, such statement and information to be on file with the Commission Director for a period of at least ten (10) days 11 12 prior to the date on which they expect or desire to submit bid or bids to the Commission Director. Any person, natural or artificial, 13 firm or entity failing to comply with the provisions of this section 14 15 shall be deemed to have appointed the Secretary of State as his or 16 her service agent in accordance with the provisions of Title 47, Sections 391 - 398, O.S.1961, as amended, and service of process may 17 be had as therein provided. 18 SECTION 46. 69 O.S. 2011, Section 313, is AMENDATORY 19 amended to read as follows: 20 Section 313. It shall be the duty of the Commission and 21 Director of the Department of Transportation to make quarterly 22

23 reports in writing to the Governor of the complete operation, 24 activities, and plans of the Department, together with such

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

recommendations for future activities of the Department as the
 Commission and Director may deem to be to the best interest of the
 State of Oklahoma.

4 SECTION 47. AMENDATORY 69 O.S. 2011, Section 314, is 5 amended to read as follows:

Section 314. The Director of the Department of Transportation 6 7 shall, with the advice and consent of the Commission, appoint such attorneys as may be necessary for the handling of all legal services 8 9 for the Commission and the Department. The attorneys shall be the 10 legal advisors for the Commission and the Director, and are hereby authorized to appear for and represent the Department in any and all 11 12 litigation that may arise in the discharge of its duties, and advise it upon all legal matters pertaining to the Department. 13 The attorneys and, in addition, the Attorney General, are further 14 15 authorized to appear for and represent officers and employees of the Department and the Commission in any civil suits brought against 16 such officers and employees in their individual capacities upon 17 alleged causes of action which arose from acts or omissions of such 18 officers and employees within the scope of their official duties. 19 The salaries for the attorneys, other than the Attorney General, 20

21 shall be fixed by the Commission Director and shall be payable 22 monthly out of the State Highway Construction and Maintenance Fund. 23 SECTION 48. AMENDATORY 69 O.S. 2011, Section 315, is 24 amended to read as follows:

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Section 315. The expenses of audits of the State Transportation 2 Commission and the Oklahoma Department of Transportation shall be 3 paid by the Commission Director out of the State Highway Construction and Maintenance Fund upon the presentation of sworn and 4 5 itemized claims, which claims shall have been duly approved by the State Auditor and Inspector. A sum equivalent to one-tenth of one 6 7 percent (1/10 of 1%) of the warrants issued during the previous fiscal year shall be allotted and appropriated annually from such 8 9 fund for the expense of this audit. If such sum is found to be 10 inadequate for the purposes above set forth, then the Commission 11 Director may allot and appropriate expend from such fund such 12 additional sums as may be necessary.

13SECTION 49.AMENDATORY69 O.S. 2011, Section 316, is14amended to read as follows:

15 Section 316. The Commission Director of the Department of 16 Transportation, on or before the first day of June of each year, shall certify to the Oklahoma Tax Commission the county road mileage 17 of each county and the total county road mileage of the state as 18 such mileage existed on the first day of January of such year. Such 19 mileage shall be the computation of the existing road mileage for 20 counties including any mileage represented by streets or roads in 21 municipalities with a population of less than two thousand five 22 hundred (2,500) and any other streets and roads in municipalities 23 with a population of less than five thousand (5,000) that the county 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

has agreed to construct, maintain, or repair. Any roads removed
 from the State Highway System by the Transportation Commission
 <u>Director</u> and returned to the county road system shall be added to
 the total county road mileage of the said county.

5 SECTION 50. AMENDATORY 69 O.S. 2011, Section 318, is 6 amended to read as follows:

7 Section 318. The State Highway Commission Department of Transportation and the Oklahoma Public Welfare Commission Department 8 9 of Human Services may enter into an agreement whereby the State 10 Highway Commission Department of Transportation shall construct and/or maintain various roads located on the grounds of state 11 12 institutions under the supervision and control of the Oklahoma Public Welfare Commission Department of Human Services. Such 13 agreement shall provide that the cost of materials shall be divided 14 15 between the two departments on the basis of twenty-five percent 16 (25%) by the Department of Highways Transportation and seventy-five percent (75%) by the Department of Public Welfare Human Services, 17 and the total amount to be expended in one (1) year shall not exceed 18 Four Hundred Thousand Dollars (\$400,000.00). The order or priority 19 for construction or maintenance of such roads shall be determined by 20 the Oklahoma Public Welfare Commission Department of Human Services. 21 SECTION 51. AMENDATORY 69 O.S. 2011, Section 320, is 22 amended to read as follows: 23

Section 320. In any action to quiet title to real property, the Department or the Commission of Transportation may be made a party defendant for the purpose of determining whether the Department or the Commission has or claims any interest in such real property; and in any such action service of summons upon the Department or the Commission may be made by delivery of a copy of the summons to the Director.

8 SECTION 52. AMENDATORY 69 O.S. 2011, Section 401, is 9 amended to read as follows:

10 Section 401. In order to facilitate civil defense and the construction and maintenance of flight strips, and access highways, 11 12 and the construction of other federal aid highways and roads, the Commission Director of the Department of Transportation, upon the 13 request of the Bureau of Public Roads, may cooperate with and act as 14 the agent of the Bureau of Public Roads in making the surveys, plans 15 and specifications and estimates for, and in the construction and 16 maintenance of, flight strips, roads and bridges necessary to 17 provide access to military and naval establishments, defense 18 industries, defense-industry sites, source of raw materials, roads 19 and bridges replacing existing highways and highway connections shut 20 off from general public use at military and naval reservations and 21 defense-industry sites, and other federal aid highways. 22

23 Notwithstanding any other provisions of law, the Commission Director
24 may negotiate and enter into contracts for the construction or

SENATE FLOOR VERSION - SB457 SFLR

Page 105

(Bold face denotes Committee Amendments)

1 maintenance of any such flight strip, road, bridge or highway, under 2 such procedure, in such manner and upon such terms and conditions as 3 may be approved by the Bureau of Public Roads, or may, either as principal or agent of the Bureau of Public Roads, perform such 4 5 construction and maintenance work by the "force-account" method. The provisions of this article shall be applicable in all cases 6 where the work is being paid for either in whole with federal funds 7 or in part with federal funds and in part with funds of the State of 8 9 Oklahoma or one of its subdivisions.

10 SECTION 53. AMENDATORY 69 O.S. 2011, Section 402, is 11 amended to read as follows:

12 Section 402. The Commission Director of the Department of Transportation shall have authority to use any money in the State 13 Highway Construction and Maintenance Fund to carry out the 14 15 provisions of this article. Whenever the Commission Director contracts as the agent of the Bureau of Public Roads, it he or she 16 shall be authorized to accept and receive federal funds for 17 disbursement in the discharge of the obligation of such contracts, 18 and to deposit same in a special account in the State Treasury, and 19 to disburse the same in such manner as may be approved by the Bureau 20 of Public Roads. The State Treasurer and his bondsmen shall be 21 liable for any such federal funds so deposited by the Commission 22 23 Director.

24

SECTION 54. AMENDATORY 69 O.S. 2011, Section 403, as
 amended by Section 1, Chapter 356, O.S.L. 2012 (69 O.S. Supp. 2018,
 Section 403), is amended to read as follows:

Section 403. A. The Transportation Commission Director of the 4 5 Department of Transportation is hereby authorized to create a "State Infrastructure Bank", pursuant to the federal National Highway 6 System Designation Act of 1995 and the Transportation Infrastructure 7 Finance and Innovation Act of 1998, for the purpose of pooling 8 9 available federal, private and state appropriated or revolving fund 10 monies or credit assistance specifically authorized by the 11 Legislature for such use. The Commission Director shall be the 12 instrumentality to make application to the Federal Highway Administration for the capitalization grant which is to be placed in 13 the State Infrastructure Bank. The Commission Director shall be the 14 15 instrumentality to submit a Letter of Interest to the Federal 16 Highway Administration for credit assistance pursuant to the Transportation Infrastructure Finance and Innovation Act of 1998. 17 The Commission Director shall adopt promulgate all rules necessary 18 to implement and effectuate the provisions of this act Section 401 19 20 et seq. of this title.

B. The State Infrastructure Bank authorized by this section may
be utilized by the various counties of Oklahoma for pooling
available federal, private and state appropriated or revolving fund
monies or credit assistance specifically authorized by the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

Legislature for capital improvements. The various counties of
 Oklahoma are authorized to receive and repay monies from the
 Department of Transportation revolving fund designated as the "State
 Infrastructure Bank Revolving Fund" for the purpose specifically
 authorized by the Legislature.

C. The Transportation Commission Director shall be authorized
to make loans from the State Infrastructure Bank to qualified
applicants as provided in this act Section 401 et seq. of this title
in order to implement the provisions of the National Highway System
Designation Act of 1995 and the Transportation Infrastructure
Finance and Innovation Act of 1998.

12 SECTION 55. AMENDATORY 69 O.S. 2011, Section 403.1, as 13 amended by Section 2, Chapter 356, O.S.L. 2012 (69 O.S. Supp. 2018, 14 Section 403.1), is amended to read as follows:

15 Section 403.1. For the purposes of Sections 403 through 412 of 16 this title:

"Eligible project" means the construction, restoration, or
 replacement of a public transportation facility, limited to
 highways, bridges, roads, streets, rail, rail crossings, and right of-way acquisition that would enhance the economic development of
 this state and provide safety to the citizens of this state;

22 2. "Eligible applicant" means state agencies, counties, cities,
 23 special districts, municipal corporations, and Indian tribal
 24 governments;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 3. "Commission" means the Transportation Commission; 4. "Department" means the Department of Transportation; and 2 3 5. 4. "Director" means the Director of the Department of Transportation. 4 69 O.S. 2011, Section 405, as 5 SECTION 56. AMENDATORY amended by Section 4, Chapter 356, O.S.L. 2012 (69 O.S. Supp. 2018, 6 Section 405), is amended to read as follows: 7 Section 405. The Department of Transportation shall use the 8 9 State Infrastructure Bank Revolving Fund for the following purposes: 1. To make a loan to an eligible entity if: 10 11 a. the loan application, project and planning documents 12 have been approved by the Department or the Transportation Commission, 13 the loan is made at or below market interest rates, b. 14 15 principal and interest payments will begin no later с. than the month following the completion of the 16 project, 17 d. the State Infrastructure Bank Revolving Fund will be 18 credited with all payments of principal and interest 19 on all loans, 20 the applicant demonstrates to the satisfaction of the 21 e. Department the financial capability to assure 22 sufficient revenues to pay debt service, 23 24

- f. the recipient of the loan establishes a dedicated
   source of revenue for payment of debt service for the
   loan, and
- g. the recipient agrees to maintain financial records in
  accordance with governmental accounting standards, to
  conduct an annual audit of the financial records
  relating to the construction project, and to submit
  the audit report to the Department on a scheduled
  annual basis;

10 2. To guarantee or purchase insurance for eligible entities if 11 the guarantee or insurance would improve access to market credit or 12 reduce interest rates;

To provide loan guarantees to similar revolving loan
 accounts or funds established by eligible entities;

4. To administer the State Infrastructure Bank Revolving Fund
 pursuant to the provisions in this act Section 403 et seq. of this
 title. All funds to be utilized for administrative costs from the
 State Infrastructure Bank Revolving Fund shall be subject to annual
 appropriation by the Legislature; and

5. For such other purpose or in such manner as is determined by the Commission or the Director to be an appropriate use of the State Infrastructure Bank Revolving Fund and which has been specifically approved by the Federal Highway Administration pursuant to the

National Highway System Designation Act of 1995 and the
 Transportation Infrastructure Finance and Innovation Act of 1998.
 SECTION 57. AMENDATORY 69 O.S. 2011, Section 406, is

4 amended to read as follows:

5 Section 406. In addition to other powers and duties provided by 6 law, the Oklahoma Department of Transportation shall have the power 7 and duty to:

Review, assess, and prioritize the preliminary applications
 received from eligible applicants;

Determine the feasibility of each transportation project and
 the eligibility of the entity to receive funding from the State
 Infrastructure Bank Revolving Fund;

3. Determine which applications should be referred to the
 Commission for loans from the State Infrastructure Bank Revolving
 Fund should be approved; and

4. Provide oversight and technical assistance during the
 planning, design, and construction phases of the transportation
 project for which the entity is applying for the loan.

19SECTION 58.AMENDATORY69 O.S. 2011, Section 409, is20amended to read as follows:

Section 409. A. By May 1, 1999, the Oklahoma Transportation
 Commission shall provide <u>The Department of Transportation shall</u>
 <u>develop</u> financial review guidelines to the Oklahoma Department of
 <del>Transportation</del> for use by the Department in preliminary evaluations

## SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 of transportation projects. The evaluation shall include such 2 information as required by the Department and the Commission, 3 including but not limited to:

4 1. Cost of the proposed transportation project;

5 2. Amount of the loan requested;

6 3. Repayment schedule; and

7 4. Existing and anticipated assets and liabilities of the8 applicant.

9 B. Upon a determination of the Department that an entity meets
10 the criteria to receive funding pursuant to the provisions of this
11 act Section 403 et seq. of this title, the Department shall forward
12 to the Commission Director the preliminary application for an
13 initial financial review.

14 C. Upon receipt of the preliminary application, the Commission 15 <u>Director</u> shall prepare an initial financial review of the entity 16 based upon:

The documents submitted by the Department and any additional
 information requested by the Commission through the Department
 <u>Director</u>, necessary to make a financial review of such entity; and
 The proposed loan amount and interest rate for which the
 entity qualifies.
 Upon conclusion of the initial financial review, the Commission

23 <u>Director</u> may either recommend approval or rejection of the proposed 24 loan. 1 D. The Commission Director shall return the preliminary 2 application to the Department with a written recommendation of 3 approval or rejection. If the Commission Director recommends rejection, the written recommendation shall include the reason for 4 5 the rejection. The Commission Director shall forward a written copy of the rejection notice to the entity. The entity may then be 6 7 allowed to modify any such documents in order to comply with the requirements of the Commission Director and may resubmit the 8 9 necessary financial documents to the Department.

E. If the <u>Commission Director</u> recommends approval, the <u>Commission Director</u> shall notify the Department of the acceptance. Upon receipt of the notice and upon approval of the planning documents by the Department, the Department shall notify the entity of the approval and request the entity to prepare and submit the final loan application and a nonrefundable loan application processing fee in the amount of Five Hundred Dollars (\$500.00).

F. Upon a determination of compliance with the state and federal laws, the Department is authorized to approve, refer and forward the final loan application and necessary documents to the Commission Director with the recommendation that a loan be made to the eligible entity pursuant to the federal National Highway System Designation Act of 1995 from the State Infrastructure Bank Revolving Fund.

1 G. Upon review of the final loan application and applicable documents, the Commission Director shall either approve or reject 2 3 the loan application. The Commission Director may request additional information from the applicant or the Department in order 4 5 to complete the financial review of the application for the loan. The Commission Director shall notify the applicant of any rejection 6 7 of the final loan application. Notification of approval of such entity for a loan shall be sent to the Department and the Department 8 9 shall notify the applicant. The Department shall have the authority 10 to grant final approval for disbursement of loan proceeds by the State Infrastructure Bank and to present the proceeds at the closing 11 12 of the loan. Upon request for disbursement of funds from the account pursuant to the provisions of this act Section 403 et seq. 13 of this title, the Commission Director shall provide for the release 14 15 of the loan proceeds.

16 H. Payment on loans shall be made to the State Infrastructure17 Bank as provided in the loan documents.

18 SECTION 59. AMENDATORY 69 O.S. 2011, Section 501, is
19 amended to read as follows:

20 Section 501. A. The highway system of this state shall be 21 divided into two classes to be known as the State Highway System and 22 county highway system. The State Highway System shall be designated 23 by the <u>Commission Director of the Department of Transportation</u> and 24 shall be composed of intercounty and interstate highways.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 B. When the Commission Department shall have taken over any 2 highway, or part thereof, as a state highway, the Commission 3 Department shall become responsible for the construction, repair and maintenance of such highway and for this purpose shall be authorized 4 5 to use any state highway funds, together with any money derived from any agreement entered into between the Commission Department and the 6 7 federal government, any county, or any citizen or group of citizens who have made donations for that purpose. 8

9 C. When any segment of the State Highway System is removed from 10 the system, all right, title, and interest to the road, right-of-11 way, and any signs or facilities shall revert to the appropriate 12 county or municipal authority. The Department of Transportation 13 shall determine the specific right-of-way to be conveyed and prepare 14 and execute a conveyance of title document which shall be forwarded 15 to the local authority to be filed with the county clerk.

D. Prior to returning a state highway back to the county 16 highway system, the Oklahoma Department of Transportation shall make 17 any necessary improvements to the road to meet the minimum design 18 quidelines as set forth in the current State of Oklahoma County Road 19 Design Guidelines Manual, and provide a driving surface that has no 20 less than a good rating according to the current County Road Surface 21 Management System. Prior to returning a state highway bridge back 22 to the County Bridge System, the Oklahoma Department of 23 Transportation shall make any necessary improvements to the bridge 24

## SENATE FLOOR VERSION - SB457 SFLR

(Bold face denotes Committee Amendments)

so that it will achieve a minimum H-20 twenty (20) ton computed
 operating rating according to the National Bridge Inventory System
 and a Minimum Scour Rating of 3, NBI Item 113.

The Commission Department shall provide and maintain a map 4 Ε. 5 of the state which shall show all the highways which have been 6 designated as part of the State Highway System and, when practical, 7 status of improvement thereon. In addition, the Commission Department shall include on such map the principal access road to 8 9 every city and town not served by the State Highway System and which 10 has a United States Post Office or with a population in excess of 11 one hundred (100) persons according to the latest Federal Decennial 12 Census.

13SECTION 60.AMENDATORY69 O.S. 2011, Section 502, is14amended to read as follows:

15 Section 502. (a) A. The Commission Director of the Department 16 of Transportation, at its his or her discretion, may designate and maintain as a part of the State Highway System any roads connecting 17 public use areas, state parks, national parks and state-owned 18 institutions of the State of Oklahoma with federal highways, state 19 highways, county highways or municipal streets where the right-of-20 way for the roads has been obtained and title thereto is in the 21 State of Oklahoma or any agency thereof; and the Commission Director 22 shall construct or maintain roads and highways within the boundaries 23 of state parks and memorials. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

(b) <u>B.</u> The Commission <u>Director</u> may use any state highway funds
 for the purpose of constructing, repairing and maintaining such
 roads.

4 SECTION 61. AMENDATORY 69 O.S. 2011, Section 502.1, is 5 amended to read as follows:

6 Section 502.1. The Transportation Commission Director of the 7 Department of Transportation shall designate and maintain as part of 8 the State Highway System any road accepted by the Federal Highway 9 Administration as a National Highway System connector route to an 10 intermodal port. Such road shall not exceed one and one-half (1 11 1/2) miles in length.

12 SECTION 62. AMENDATORY 69 O.S. 2011, Section 503, is 13 amended to read as follows:

Section 503. Any highway designated as a state highway shall 14 15 not be removed by the Commission Director of the Department of 16 Transportation from the State Highway System until notice in writing of intention to do so has been given to the State Senators and State 17 Representatives of the respective districts which may be affected, 18 thereby fixing a time for a public hearing thereon, which hearing 19 shall be held not less than ten (10) days after the notice specified 20 herein. 21

22 SECTION 63. AMENDATORY 69 O.S. 2011, Section 504, is 23 amended to read as follows:

24

Section 504. A. It shall be the duty of the Department of Transportation to maintain all streets, roads and state-owned parking lots, including all streets designated on the plat filed in the office of the Secretary of State as File No. 155 of the "State Property Records" and all streets within the boundaries of the "State Capitol Park" and the "Cowboy Hall of Fame Park" upon its establishment.

B. The streets, roads and parking lots described in subsection
A of this section shall constitute and be incorporated as a part of
the State Highway System, and the Commission Director of the
Department of Transportation is authorized to expend any money
appropriated for the construction and maintenance of these highways,
streets, roads and parking lots.

14 SECTION 64. AMENDATORY 69 O.S. 2011, Section 505, is 15 amended to read as follows:

16 Section 505. In the construction or reconstruction of a state 17 highway, in the event it is necessary to remove any bridge 18 structure, title to such bridge structure removed is <u>shall be</u> in the 19 <del>State Highway</del> Department <u>of Transportation</u> regardless of the source 20 of the funds from which said removed bridge was originally 21 constructed.

22 SECTION 65. AMENDATORY 69 O.S. 2011, Section 506, as 23 amended by Section 574, Chapter 304, O.S.L. 2012 (69 O.S. Supp. 24 2018, Section 506), is amended to read as follows:

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Section 506. A. There is hereby created in the State Treasury 2 a revolving fund to be known as the "High Priority State Bridge 3 Revolving Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all appropriations 4 5 and transfers made by the Legislature and the apportionments made pursuant to Sections 500.6 and 500.7 of Title 68 of the Oklahoma 6 Statutes. All monies accruing to the credit of said fund are hereby 7 appropriated and may be budgeted and expended beginning with the 8 9 fiscal year ending June 30, 2008, and each fiscal year thereafter 10 pursuant to subsection B of this section. Expenditures from said fund shall be made upon warrants issued by the State Treasurer 11 12 against claims filed as prescribed by law with the Director of the Office of Management and Enterprise Services for approval and 13 payment. 14

15 Β. The funds shall be used for the sole purpose of construction or reconstruction of bridges on the state highway system that are of 16 the highest priority as defined by the Transportation Commission 17 Director of the Department of Transportation. The fund shall be 18 invested in whatever instruments are authorized by law for 19 investments by the State Treasurer and the interest earned by any 20 investment of monies from the fund shall be credited to the fund 21 which shall earn the same, if there is any unexpended balance of 22 such fund to which to credit the interest. 23

SECTION 66. AMENDATORY 69 O.S. 2011, Section 507, as
 amended by Section 575, Chapter 304, O.S.L. 2012 (69 O.S. Supp.
 2018, Section 507), is amended to read as follows:

Section 507. A. There is hereby created in the State Treasury 4 5 a revolving fund to be known as the "County Improvements for Roads and Bridges Fund". The fund shall be a continuing fund, not subject 6 to fiscal year limitations, and shall consist of all appropriations 7 and transfers made by the Legislature and the apportionments made 8 9 pursuant to subsection L of Section 1104 of Title 47 of the Oklahoma 10 Statutes. All monies accruing to the credit of said fund are hereby 11 appropriated and may be budgeted and expended beginning with the fiscal year ending June 30, 2008, and each fiscal year thereafter 12 pursuant to subsection B of this section. Expenditures from said 13 fund shall be made upon warrants issued by the State Treasurer 14 against claims filed as prescribed by law with the Director of the 15 Office of Management and Enterprise Services for approval and 16 payment. 17

B. The funds apportioned pursuant to subsection L of Section
19 1104 of Title 47 of the Oklahoma Statutes shall be in equal amounts
20 to the various Transportation Commission the following districts:
21 <u>District 1. Wagoner, Cherokee, Adair, Sequoyah, Muskogee,</u>
22 <u>Okmulgee, McIntosh and Haskell Counties.</u>
23 <u>District 2. Pittsburg, Latimer, LeFlore, McCurtain, Pushmataha,</u>

24 Atoka, Choctaw, Bryan and Marshall Counties.

1	District 3. Lincoln, Cleveland, McClain, Garvin, Pottawatomie,
2	Okfuskee, Seminole, Hughes, Pontotoc, Coal and Johnston Counties.
3	District 4. Payne, Logan, Canadian, Kingfisher, Garfield,
4	Grant, Kay, Noble and Oklahoma Counties.
5	District 5. Roger Mills, Dewey, Custer, Washita, Beckham,
6	Greer, Kiowa, Harmon, Jackson, Blaine, and Tillman Counties.
7	District 6. Cimarron, Texas, Beaver, Harper, Woods, Alfalfa,
8	Ellis, Major and Woodward Counties.
9	District 7. Carter, Love, Murray, Grady, Comanche, Stephens,
10	Cotton, Caddo and Jefferson Counties.
11	District 8. Osage, Pawnee, Nowata, Creek, Craig, Ottawa,
12	Rogers, Mayes, Delaware, Washington and Tulsa Counties.
13	The funds shall be used for the sole purpose of construction or
14	reconstruction of county roads or bridges on the county highway
15	system that are of the highest priority as defined by the
16	Transportation Commission Director of the Department of
17	Transportation. Counties may accumulate annual funding for a period
18	of up to five (5) years for a specific project, with such funding to
19	be held by the <del>Transportation Commission</del> <u>Director</u> to the credit of
20	the county project. The <del>Transportation Commission</del> <u>Director</u> shall
21	promulgate rules for the administration of the process and the
22	development of criteria for determining the level of priority for
23	projects and include such projects in a five-year construction plan
24	that will be updated annually. Projects in the five-year

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

construction plan shall be contracted as provided by law and awarded
 by the Transportation Commission <u>Director</u>.

C. The fund shall be invested in whatever instruments are authorized by law for investments by the State Treasurer and the interest earned by any investment of monies from the fund shall be credited to the fund which shall earn the same, if there is any unexpended balance of such fund to which to credit the interest. The interest credited herein shall be expended pursuant to this section.

10 SECTION 67. AMENDATORY 69 O.S. 2011, Section 601, is 11 amended to read as follows:

12 Section 601. A. The county highway system shall be composed of all public roads within any county, less any part of any road or 13 roads which may be designated as a state highway by the State 14 15 Transportation Commission Department of Transportation. It shall be the duty of the board of county commissioners in each county to 16 construct and maintain as county highways those roads which best 17 serve the most people of the county. For this purpose the board of 18 county commissioners is authorized to use any funds which are in the 19 county highway fund, subject to statutory restrictions on the use of 20 any of such funds, together with any money or item of value derived 21 from any agreement entered into between the county and the 22 Transportation Commission Department, the federal government, this 23 state, any other county or political subdivision of this state or 24

## SENATE FLOOR VERSION - SB457 SFLR

Page 122

(Bold face denotes Committee Amendments)

other governmental entity, or any citizen or group of citizens who 1 2 have made donations for that purpose. The boards of county commissioners of the various counties shall have exclusive 3 jurisdiction over the designation, construction and maintenance and 4 5 repair of all of the county highways and bridges therein. All 6 interlocal cooperation agreements made pursuant to this section 7 between counties and those political subdivisions or citizens of a county shall be submitted to the district attorney of each of the 8 9 counties subject to the agreement for approval. All other 10 interlocal cooperation agreements shall be submitted and approved in 11 accordance with Sections 1001 through 1008 of Title 74 of the 12 Oklahoma Statutes.

B. The boards of county commissioners are hereby authorized to establish road improvement districts as provided by law for existing roads in the unincorporated areas of counties. The boards of county commissioners may also have improvements made on existing roads in unincorporated areas of counties on a force account basis.

18 SECTION 68. AMENDATORY 69 O.S. 2011, Section 603, is
19 amended to read as follows:

20 Section 603. The board of county commissioners of any county 21 may, under the direction of the Commission Director of the 22 Department of Transportation, contract for grading, draining or 23 hardsurfacing any street within any municipality where such street 24 is a continuation of or a connecting link in the State or County

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

Highway System or if the county and the municipality have entered
 into an agreement pursuant to Section 36-113 of Title 11 of the
 Oklahoma Statutes for the construction, improvement, repair or
 maintenance of municipal streets.

5 SECTION 69. AMENDATORY 69 O.S. 2011, Section 620, is 6 amended to read as follows:

7 Section 620. Whenever there remains in the State Treasury to the credit of the Commission Department of Transportation, in the 8 9 account of any county in this state, an unexpended balance of any 10 special fund, being an amount in excess of the contract price of any 11 federal aid road or bridge project and the purpose for which it was 12 created has been fully observed, and there remains no further use for such balance, the Commission Director of the Department shall 13 make a certificate to the board of county commissioners of the 14 15 county showing the amount of the balance, and it shall then be lawful for the board of county commissioners, by resolution, to 16 transfer such balance to any other federal aid road or bridge 17 project of the county. 18

19SECTION 70.AMENDATORY69 O.S. 2011, Section 636.3, as20last amended by Section 2, Chapter 20, O.S.L. 2017 (69 O.S. Supp.)212018, Section 636.3), is amended to read as follows:

22 Section 636.3. A. Counties shall enter into lease or lease-23 purchase contracts for road machinery and equipment pursuant to the 24 provisions of Sections 636.1 through 636.7 of this title or pursuant

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) to the provisions of Sections 1500 through 1505 of Title 19 of the Oklahoma Statutes and may not otherwise lease road machinery or equipment except in the case of an emergency, when specialized road machinery or equipment for projects of short durations is required for periods not to exceed thirty (30) days.

B. A county shall be eligible to enter into a lease or lease-6 7 purchase contract with the Department of Transportation for road machinery and equipment on a priority basis determined by the county 8 9 funding classification designation during any fiscal year for the 10 purchase of road machinery and equipment. The county funding 11 classification designation shall be developed by the Department of 12 Transportation and the Oklahoma Cooperative Circuit Engineering Districts Board and approved by the Oklahoma Department of 13 Transportation County Advisory Board. Upon approval by the 14 Department of Transportation County Advisory Board, the funding 15 classification designation shall be submitted to the Transportation 16 Commission Director of the Department of Transportation for final 17 The counties receiving the least appropriations per mile 18 approval. of road may receive the highest priority rating. A county may also 19 enter into a full warranty lease contract for road machinery and 20 equipment pursuant to the provisions of subsection F of this 21 section. Nothing in Sections 636.1 through 636.7 of this title 22 shall prohibit a county from purchasing road machinery and equipment 23

if it has adequate funds appropriated during any fiscal year for
 such purpose.

C. Whenever a county desires to lease or lease-purchase road machinery and equipment with funds from the County Road Machinery and Equipment Revolving Fund, it shall notify the Department of Transportation of its requirements and specifications and shall provide a list of vendors from which bids will be requested for the lease or lease-purchase agreements.

9 D. Upon receiving such notification from a county, the 10 Department shall be authorized to purchase requested road machinery 11 or equipment for lease or lease-purchase to that county or may lease 12 or lease-purchase surplus or used road machinery and equipment to a 13 county provided such road machinery or equipment meets the 14 requirements and specifications of the requesting county.

15 Ε. If there are no funds available in the County Road Machinery and Equipment Revolving Fund, the Department of Transportation, upon 16 notification that a county desires to lease or lease-purchase road 17 machinery or equipment, shall certify to the county that there are 18 no funds available in the County Road Machinery and Equipment 19 Revolving Fund for such purposes. The county may then request the 20 Purchasing Director of the Office of Management and Enterprise 21 Services to solicit bids or request bids pursuant to the provisions 22 of Section 1500 et seq. of Title 19 of the Oklahoma Statutes to 23 lease or lease-purchase the requested road machinery or equipment. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 F. When funds are available in the County Road Machinery and 2 Equipment Revolving Fund the Department of Transportation shall, after receiving notification from a county desiring to lease or 3 lease-purchase equipment, authorize the county to request bids 4 5 pursuant to the provisions of this act Section 636.1 et seq. of this title and allocate funds equal to the estimated cost of the 6 equipment or machinery requested. However, if the lowest and best 7 bid received by the county exceeds the estimated purchase price of 8 9 the equipment or machinery, the county shall pay any difference 10 above the estimated purchase price if accepted. The county shall 11 use the bid procedure provided for in Section 1500 et seq. of Title 12 19 of the Oklahoma Statutes. The county shall forward the lowest and best bid received to the Department of Transportation which 13 shall authorize the lease or lease-purchase of the equipment or 14 15 machinery.

G. A county may enter into a full warranty lease contract for 16 road machinery and equipment if the county has adequate funds 17 appropriated during any fiscal year for such purpose. 18 Whenever a county desires to enter into a full warranty lease contract for road 19 machinery or equipment, the county must notify the State Auditor and 20 Inspector of its intent and must provide the State Auditor and 21 Inspector with its requirements and specifications along with the 22 proper documentation to be advertised for bids. Upon receiving the 23 notification and documentation from a county, the State Auditor and 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Inspector shall review the documentation and, upon approval, shall forward the documentation and specifications to the State Purchasing 2 3 Division of the Office of Management and Enterprise Services. The Purchasing Director of the Office of Management and Enterprise 4 5 Services shall solicit bids to lease the requested road machinery or equipment according to the documentation and specifications of the 6 7 county as approved by the State Auditor and Inspector. The term of any full warranty lease contract authorized pursuant to this 8 9 subsection may be for any period up to one (1) year, provided the 10 term shall not extend beyond the end of any fiscal year, with an 11 option to renew such lease subject to the requirement that adequate 12 funds are appropriated during the fiscal year by the county for such purpose. The State Auditor and Inspector shall prescribe the lease 13 forms and other documentation necessary for implementing the 14 provisions of this subsection. 15

H. Except as provided in subsection G of this section, the Department of Transportation shall promulgate such rules and regulations and is authorized to require from the counties such information, forms and reports as are necessary for properly and efficiently administering Sections 636.1 through 636.7 of this title.

22 SECTION 71. AMENDATORY 69 O.S. 2011, Section 638, is 23 amended to read as follows:

1 Section 638. When any county road within the state, which shall 2 have been designated as a part of the federal aid secondary highway 3 system, is brought to standard grade and drain by the county in accordance with plans and specifications approved by the Commission 4 Director of the Department of Transportation, and where sufficient 5 right-of-way is provided by the county wherein the road is located, 6 and where state and federal funds are available, such road shall be 7 hard surfaced by the Department. 8

9 SECTION 72. AMENDATORY 69 O.S. 2011, Section 639, is 10 amended to read as follows:

Section 639. Whenever any road shall have been hard surfaced as provided for in the preceding section Section 638 of this title, it shall then become the duty of the county in which the road is located to maintain such road in a manner satisfactory to the <u>Commission Director of the Department of Transportation</u> and the Bureau of Public Roads.

17 SECTION 73. AMENDATORY 69 O.S. 2011, Section 649, is 18 amended to read as follows:

19 Section 649. The board of county commissioners of each county, 20 by and with the written approval of the <u>Commission Director of the</u> 21 <u>Department of Transportation</u>, may grant to the United States of 22 America or any irrigation district, conservancy district or water 23 user's association, organized under the laws of the state, the right 24 to close, inundate, destroy, alter or appropriate any county highway

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 in such county in connection with the construction, development, 2 operation or maintenance of any irrigation, reclamation, water 3 conservation and utilization, flood control, military or national defense project, for needful public buildings, or other public 4 5 projects being constructed, operated, developed or maintained by the United States of America, or any such district or association, upon 6 such terms and conditions and for such consideration as the board of 7 county commissioners may determine to be just and proper. 8 The grant 9 of any such right or rights may include the right to construct 10 irrigation ditches and canals across and along any such highway. 11 SECTION 74. AMENDATORY 69 O.S. 2011, Section 656, as 12 amended by Section 4, Chapter 20, O.S.L. 2017 (69 O.S. Supp. 2018, Section 656), is amended to read as follows: 13

Section 656. A. The county commissioners in each county shall designate a county primary road system as provided for in Section 654 of this title, and upon completion, the board of county commissioners in any county may program bridge or roadway projects located on the county primary road system in accordance with the provisions of this section.

B. Any bridge or roadway construction project which materially
contributes to improving the adequacy of the county primary road
system which meets accepted design standards may be considered
eligible.

C. Design standards for projects to be constructed under this
 section shall be developed cooperatively between the Oklahoma
 Cooperative Circuit Engineering Districts Board and the Department
 of Transportation; provided however, any such standards so developed
 must meet the minimum criteria required to assure federal
 participation in the project if such participation is to be used for
 such project.

D. The Department of Transportation shall be the administering
agency, and, in cooperation with the Oklahoma Cooperative Circuit
Engineering Districts Board, shall develop and promulgate
regulations for the carrying out of the provisions of this section.
Provided however, any such administrative procedures so developed
shall be subject to the approval of the State Transportation
Commission.

E. The county shall be responsible for plans, surveys and other
necessary engineering to prepare the project for contract letting;
however, construction engineering shall be performed by the
Department of Transportation.

F. The county shall be responsible for the acquisition of all rights-of-way required to construct the project including relocation assistance payments and the costs associated with necessary utility relocations or adjustments. All right-of-way acquisition activities shall be carried out in accordance with applicable state statutes. Assistance in the preparation of deeds and easements, in the actual

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

acquisition of real property, and in the relocation of families and
 businesses shall be provided by the Department of Transportation
 upon written request of the county.

G. Projects shall be let to contract by the State
Transportation Commission Director of the Department of
<u>Transportation</u> through competitive bidding procedures, provided
however, force account projects may be awarded to the county by the
<u>Transportation Commission Director</u> based upon agreed unit prices, if
deemed in the best public interest.

H. Counties constructing projects under provisions of this section shall enter into an agreement with the Department of Transportation that the county will adequately maintain any bridge or road built under this section. Funds provided to support the accomplishment of this section shall be withheld from any county not providing adequate maintenance for projects built under its provisions.

While the intent of the Legislature is that any funds 17 I. utilized under this section be directed primarily toward the 18 replacement of inadequate bridges on the county primary road system, 19 emphasizing those portions of that system serving as school bus 20 routes, it is also recognized that other critical road needs may 21 exist in the various counties; therefore, projects in an amount not 22 to exceed One Hundred Thousand Dollars (\$100,000.00) may be approved 23 under this section for these other critical needs in those instances 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

where such approval can be justified by the county. It is further the intent of the Legislature that this be a continuing program so that significant improvement in the overall adequacy of Oklahoma's county road system may be realized.

5 SECTION 75. AMENDATORY 69 O.S. 2011, Section 659, as 6 amended by Section 5, Chapter 20, O.S.L. 2017 (69 O.S. Supp. 2018, 7 Section 659), is amended to read as follows:

Section 659. The Department of Transportation is hereby 8 9 authorized to develop a complete set of county bridge standards, 10 including standards for demonstration bridge projects and standards 11 for county bridges with low average daily traffic volumes as defined 12 by the latest published version of the County Roads Design Guidelines Manual. Such standards shall be developed under the 13 direction of the Bridge Division of the Department and prior to 14 implementation shall be approved by the Oklahoma Cooperative Circuit 15 Engineering Districts Board and the Transportation Commission. 16 Such standards shall be furnished without cost to local units of 17 government. Monies received by the county pursuant to the County 18 Bridge and Road Improvement Act, Section 657 et seq. of this title, 19 may be used for purposes of obtaining engineering services. Only 20 registered professional engineers, approved by the Department, 21 experienced in the design and construction of highway and related 22 facilities, shall be used for such services. Counties acquiring 23 engineering services as provided for in this section shall require 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 the engineers providing such services to execute professional 2 service contracts which include a requirement that the engineer 3 shall maintain an adequate policy of professional liability 4 insurance.

5 SECTION 76. AMENDATORY 69 O.S. 2011, Section 662, is 6 amended to read as follows:

7 Section 662. A. A professional engineer registered by the State Board of Licensure for Professional Engineers and Land 8 9 Surveyors pursuant to Section 475.1 et seq. of Title 59 of the 10 Oklahoma Statutes, shall approve projects that may be awarded to 11 contractors by the boards of county commissioners, Transportation 12 Commission the Department of Transportation or by other federal or state agencies under their normal competitive bidding procedures, 13 excluding prequalification of bidders. A "county-built" project may 14 15 be a road or bridge in whole or in part built with its own county forces or entirely let to contract, but all costs associated are 16 payable. 17

B. County-built bridges using the County Bridge and RoadImprovement Fund shall meet or exceed the following criteria:

The bridge has been built according to the current edition
 of the County Bridge Standards manual or from field notes drawn by a
 registered professional engineer that provide the basic structural
 requirements to achieve a load rating of H. twenty-three (23) tons

or greater. Field notes may be handwritten specifications or
 sketches which have been stamped or signed;

2. The finished bridge shall achieve a twenty-three-ton or
greater rating. The rating criteria shall be determined by the
5 National Bridge Inventory and approved by the Department of
6 Transportation for bridges twenty (20) feet or more in length;

3. The subsurface foundation of the bridge shall meet the
minimum guidelines established by using approved engineering
methods, details of which shall be kept as shop notes;

4. The finished bridge shall have a minimum roadway width of
 twenty-four (24) feet; and

12 5. Materials used in the construction of the bridge shall meet 13 or exceed the specifications for materials as specified in the 14 current edition of the County Bridge Standards or certified in 15 writing by the engineer or supplier.

16 C. Prior to construction of the bridge, a county may request 17 that construction supervision be provided by the Circuit Engineering 18 District of which the county is a member to ensure quality control 19 and quality assurance.

20 SECTION 77. AMENDATORY 69 O.S. 2011, Section 689, as 21 amended by Section 6, Chapter 20, O.S.L. 2017 (69 O.S. Supp. 2018, 22 Section 689), is amended to read as follows:

23 Section 689. A. The Department of Transportation is hereby 24 directed, in cooperation with the Oklahoma Cooperative Circuit

## SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Engineering Districts Board, to cause to be developed appropriate 2 local road design standards for use in constructing projects 3 pursuant to this program. The standards, upon their adoption by the Transportation Commission Director of the Department and by those 4 5 counties wishing to participate in this program, shall be used for the design and construction of all projects funded pursuant to this 6 7 program. However, when funds available pursuant to this program are used to match federal funds, projects shall meet appropriate minimum 8 9 design standards for local roads and other applicable federal 10 requirements. All plans and specifications for federal-aid projects 11 shall be subject to the approval of the Department. To every extent 12 possible, negotiations with the Federal Highway Administration should be undertaken to allow application of the County Roads Design 13 Guidelines Manual. 14

B. Plans, surveys, and engineering shall be the responsibility 15 of the county in which the project is located. Only registered 16 professional engineers, approved by the Department of 17 Transportation, experienced in the design and construction of 18 highway and related facilities, shall be used for such services. 19 C. Prior to award of the contract by the Transportation 20 Commission Director, the county shall be given the option of 21 accepting or rejecting the bid submitted by the successful bidder. 22 SECTION 78. AMENDATORY 69 O.S. 2011, Section 701, is 23 amended to read as follows: 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Section 701. The Department of Transportation shall cause to be 2 prepared state design standards, standard plans and standard 3 specifications for the design, construction and maintenance of the state highways and bridges which are not on the interstate or 4 5 national highway system within this state. Plans and specifications shall be uniform and may be amended from time to time as the 6 7 Department deems advisable. Design standards, when adopted by the Transportation Commission Director of the Department and accepted by 8 9 the Federal Highway Administration, shall constitute the current 10 recognized design standard for such highways in this state.

11 SECTION 79. AMENDATORY 69 O.S. 2011, Section 704, is 12 amended to read as follows:

Section 704. The <u>Commission Department of Transportation</u> may complete the topographic mapping of the State of Oklahoma and revise existing United States Topographic maps of the state, so that a complete and accurate map of the entire state may be complete and obtained by state departments and agencies, the federal government, and all persons desiring information relative to the natural resources of the State.

20 SECTION 80. AMENDATORY 69 O.S. 2011, Section 705, is 21 amended to read as follows:

22 Section 705. The Commission Director of the Department of 23 <u>Transportation</u> may enter into agreements with the Director of the 24 United States Geological Survey, or legal successor thereof, for the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

purpose of making the necessary surveys and maps, and preparing data covering topographic surveys, so that they may be made available for public use.

4 SECTION 81. AMENDATORY 69 O.S. 2011, Section 706, is 5 amended to read as follows:

6 Section 706. The Transportation Commission Department of 7 <u>Transportation</u> shall pay the expenses incurred under Sections 704 8 and 705 of this title out of the State Highway Construction and 9 Maintenance Fund upon proper vouchers. Provided, that any funds so 10 expended shall be matched by the United States Government, and the 11 total expenditures of state funds shall not exceed One Hundred 12 Thousand Dollars (\$100,000.00) in any fiscal year.

 13
 SECTION 82.
 AMENDATORY
 69 O.S. 2011, Section 708.2, as

 14
 amended by Section 579, Chapter 304, O.S.L. 2012 (69 O.S. Supp.

 15
 2018, Section 708.2), is amended to read as follows:

Section 708.2. A. The Department of Transportation and the 16 Oklahoma Turnpike Authority shall each compile a list of all persons 17 and entities interested in and capable of performing construction 18 management and design consultant services specific to the 19 transportation industry. The consultant list shall include, but 20 shall not be limited to, qualified construction managers and design 21 consultants capable of performing such services as solicited from 22 the Office of Management and Enterprise Services file on an annual 23 The Department and the Authority shall each determine the 24 basis.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

qualifications of the prospective construction managers and design
 consultants. The construction managers and design consultants shall
 be selected at the discretion of the Department or the Authority.

B. The Department or the Authority shall issue a solicitation
to construction managers or design consultants capable of providing
the services desired. The solicitation shall, at a minimum,
contain:

1. A description and scope of the projects;

8

9 2. An estimated construction cost, anticipated starting date,
10 and completion date the Department or the Authority desires for the
11 project;

12 3. A certification of funds available for the construction 13 manager or design consultant fee, including federal, state or other 14 participation;

The closing date for construction manager or design
 consultant to give notice of interest; and

5. Additional data the Department or the Authority requires from the construction manager or design consultant. The closing date for submission of construction manager or design consultant notice of interest for consideration shall be within thirty (30) days of the date the notice is issued by the Department or the Authority.

C. The Department or the Authority shall review thequalifications of the entities on the consultant list and shall

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 select no less than three and no more than five consultants per 2 contract for further consideration. The review shall include 3 consideration of the following information:

Professional qualifications for the type of work
 contemplated;

6 2. Capacity for completing the project in the specified time7 period;

3. Past performance on projects of a similar nature; and
4. Percentage of work to be performed by residents of Oklahoma.
D. The Department and the Authority shall each establish a
committee which will evaluate the construction managers or design
consultants selected for consideration and rank the construction
managers or design consultants in order of preference.

The Department or the Authority shall enter into 14 Ε. 15 negotiations with the first-choice consultant. If the Department or 16 Authority and the first-choice consultant cannot reach an agreement, their negotiations shall be terminated and negotiations with the 17 second-choice consultant shall commence. If the Department or the 18 Authority and the second-choice consultant cannot reach an 19 agreement, their negotiations shall be terminated and negotiations 20 with the third-choice consultant shall commence. If the Department 21 or the Authority and the third-choice consultant cannot reach an 22 agreement, then all negotiations shall be terminated. Should the 23 Department or the Authority be unable to negotiate a satisfactory 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 contract with any of the three selected consultants, the Department 2 or the Authority shall reevaluate the proposed work and send out a 3 new notice.

F. As provided for in the Transportation Commission Department 4 5 rules or by Authority resolutions, the Department or the Authority shall perform a written evaluation of the services provided by the 6 consultant. This evaluation shall become a part of the Department's 7 and the Authority's consultant file. Failure of the consultant to 8 9 perform the prescribed work in a timely and accurate manner shall be 10 grounds for exclusion from the list of qualified construction managers or design consultants until such time as the consultant can 11 12 reasonably document and demonstrate performance improvement to the satisfaction of the Department or the Authority. 13

G. As provided for in the Transportation Commission Department rules or by Authority resolutions, the Department or the Authority may enter into demand services contracts for consultant services to provide a specific project work type or activity for unspecified projects or facilities on an as-needed basis. When soliciting and securing such services, the Department and the Authority shall utilize the procedure as set forth in this section.

21 SECTION 83. AMENDATORY 69 O.S. 2011, Section 901, is 22 amended to read as follows:

23 Section 901. The Commission Department of Transportation shall 24 pay the cost of or perform the act of constructing, improving or

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 maintaining municipal streets where such streets are a continuation 2 of the state or federal highway system and the cost of installation, 3 repair and maintenance of signs and lane marking for municipal streets where such streets are a continuation of the state or 4 5 federal highway system. The Commission Department shall not pay the cost of mowing the right-of-way; drainage systems and facilities; or 6 curbs, sidewalks or driveways of any such street. 7 When a municipality performs construction or maintenance operations within 8 9 the right-of-way which affects or involves the removal of the 10 surface, grade or subgrade of the highway, the municipality shall, 11 at the expense of the municipality, restore the surface, grade or 12 subgrade of the highway in accordance with the standards and specifications set forth by the Department of Transportation. 13 Ιf the municipality fails to restore the surface, grade or subgrade of 14 15 the highway in accordance with the standards and specifications set 16 forth by the Department of Transportation, the Department of Transportation shall restore the highway and charge the municipality 17 for all expenses associated therewith. The Commission Department 18 may participate in or pay the cost of lighting and electronic 19 traffic control devices for municipal streets where such streets are 20 a continuation of the state or federal highway system. 21 69 O.S. 2011, Section 1001, as SECTION 84. AMENDATORY 22

23 last amended by Section 1, Chapter 16, O.S.L. 2018 (69 O.S. Supp.

2018, Section 1001), is amended to read as follows:

SENATE FLOOR VERSION - SB457 SFLR

Page 142

(Bold face denotes Committee Amendments)

1 Section 1001. A. The Transportation Commission Director of the 2 Department of Transportation shall have authority to sell any lands, or interest therein, which may have been acquired for highway 3 purposes, or facilities necessary and incident thereto, and any 4 5 equipment, materials or supplies which in the opinion of the Commission Director are no longer serviceable, useful or necessary 6 7 for the state highway system or the operation of the Department of Transportation. Such authority shall be subject at all times to the 8 9 continuing right to the use of the lands by any entity operating a 10 sewer, water or gas system, telephone or electrical services, and by 11 public service corporations and rural electric and telephone 12 cooperatives for the construction, reconstruction, maintenance, operation and repair of their facilities of service which may be 13 upon the lands. However, any such land which was acquired by the 14 15 Commission Department from a governmental subdivision as a gift, or for a nominal consideration, may be reconveyed to the governmental 16 subdivision by the Commission Director, upon repayment by the 17 governmental subdivision to the Commission Director of any 18 consideration for the original conveyance. 19

B. Any surplus land which has been leased to a political
subdivision by the Commission Director may be sold and conveyed to
the political subdivision for the present fair market value as
determined by a competent appraisal and the political subdivision
may have credited toward the purchase price of any such property the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) lease payments which the political subdivision shall have previously
 made to the Commission Department.

C. Except as otherwise herein provided, the lands, materials, equipment and supplies shall be sold for cash to the highest and best bidder after notice by publication in a newspaper published in the county where the land is situated, or where the materials, equipment or supplies are located, in two consecutive weekly issues of the newspaper.

9 D. 1. If the land originally comprised a partial taking leaving an abutting remainder, then prior to conducting such 10 advertisement and solicitation of bids for the sale of any lands or 11 12 interests therein, the Commission Director shall notify the person, firm or corporation which originally conveyed the property to the 13 Commission Department or present successor to the original remainder 14 that same has been declared surplus and is to be offered for sale. 15 Such notice shall be sent by registered mail addressed to the last-16 known address of such person, firm or corporation, with return 17 receipt requested. Such notice shall contain an offer to sell such 18 property to such person, firm or corporation for an amount not 19 greater than the amount for which the property was originally 20 obtained by the Commission Department for a period of five (5) years 21 from the original taking. Following the five-year period, the sale 22 of such property may be offered at fair market value. The amount of 23 the Commission's Department's requested purchase price based on such 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 appraisal shall be stated in the notice, and the person, firm or corporation receiving such notice and offer shall be informed 2 3 therein that unless such person, firm or corporation notifies the Commission Director in writing within thirty (30) days from the date 4 5 of receipt of the notice that the Commission's Department's offer of sale is accepted by such person, firm or corporation, the Commission 6 Director shall proceed to sell the property at public auction as 7 provided for in this section. After the expiration of thirty (30) 8 9 days from the date of receipt of the notice by the person, firm or 10 corporation to whom it is addressed, if such person, firm or 11 corporation has not notified the Commission Director in writing of 12 the acceptance of the Commission's Department's offer of sale, the Commission Director shall proceed to sell such property by public 13 auction and no attempt to accept the Commission's Department's offer 14 15 by such person, firm or corporation after the expiration of such thirty (30) days shall be honored by the Commission Director. 16 However, such person, firm or corporation may submit a bid at the 17 public auction of the property in the same manner as any other 18 qualified bidder. 19

20 2. If the land to be disposed of originally comprised a total 21 taking leaving no abutting remainder, then such shall be sold to the 22 highest bidder, or as otherwise herein provided except that if the 23 land to be disposed of originally comprised a total taking of less 24 than one (1) acre leaving only one abutting property owner of

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 record, then prior to conducting such advertisement and solicitation 2 of bids for the sale of any such lands or interest therein, the 3 Commission Director shall notify the sole abutting property owner of record to the taking that such has been declared surplus and is to 4 5 be offered for sale. Such notice shall be sent by registered mail addressed to the last-known address of such person, firm or 6 7 corporation, with return receipt requested. Such notice shall contain an offer to sell such property to such person, firm or 8 9 corporation subject to the same conditions as set forth in paragraph 1 of this subsection. 10

3. For the purposes of this section, the <u>Commission Director</u> shall not distinguish between persons from whom surplus lands or interest therein were acquired by negotiated sale or gift and persons from whom such property was acquired by condemnation proceedings.

E. The <u>Commission Director</u> may, in <u>its his or her</u> discretion, exchange any such lands for other lands needed for highway purposes, or may lease or rent any lands which are owned by the Department, and are not immediately necessary for highway purposes, on such terms as the <u>Commission Director</u> determines for the best interests of the state.

F. On an annual basis, for every parcel of land:
Owned by the Transportation Commission Department; and
Deemed surplus for ten (10) years or more,

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

the Commission Director shall submit a waiver request to the Federal 1 2 Highway Administration of the United States Department of 3 Transportation seeking exception from any federal regulation preventing the sale of such land for less than fair market value. 4 5 G. When the Department of Transportation determines that any equipment or vehicle becomes excess, obsolete, antiquated, unused or 6 otherwise surplus, the Department shall notify the Office of 7 Management and Enterprise Services in writing that such equipment or 8 9 vehicle is surplus. The notice shall identify: 10 1. The type, brand or make, and country of manufacture of the 11 equipment or vehicle; The age of the equipment or vehicle including but not 12 2. limited to mileage; 13 3. Whether the equipment or vehicle is in good working 14 15 condition or not; 4. If the equipment or vehicle is not in good working 16 condition, whether it is in repairable condition at reasonable cost; 17 5. Original cost of the equipment or vehicle; and 18 6. Present value of the equipment or vehicle, if known. 19 The Office of Management and Enterprise Services, with any other 20 notice of surplus property, shall notify the eligible individuals or 21 entities as provided in subsection H of this section of the 22 availability of the surplus property of the Department of 23 Transportation. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

H. Prior to any advertised public auction or advertised sealed bids to all individuals and entities eligible for participation in the surplus program, the Department, thirty (30) days prior to the advertised auction date, shall offer, at fair market value, the equipment or vehicles to the individuals or entities, in the following order of priority:

7 1. Other state agencies;

8 2. Political subdivisions of the state;

9 3. Rural fire departments located in this state; and

10 4. Rural water districts located in this state.

11 Any equipment or vehicles purchased pursuant to this subsection 12 shall be made available to the purchaser on the date of purchase.

I. The Department is authorized to act on behalf of the Commission in transactions authorized pursuant to this section, except as may be otherwise provided by rule or regulation of the Commission; and, all prior transactions of the Department which are otherwise in conformity with this section are deemed authorized and approved.

19 J. When the Department of Transportation determines that any 20 road or bridge materials or supplies become excess, unused, or 21 otherwise surplus, the Department shall make such road or bridge 22 material or supplies available to all governmental entities eligible 23 for participation in the surplus program. The Department may be 24 reimbursed for any cost incurred in the recovery or storage of such

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

road or bridge material or supplies. The governmental entity
requesting the excess, unused, or otherwise surplus road or bridge
materials or supplies shall retrieve such materials or supplies from
the Department of Transportation within one hundred eighty (180)
days from the completion of project for which the materials or
supplies are declared excess or surplus.

7 The Department, upon request of a local government, may transfer surplus bridge beams to the local government for use in the 8 9 construction or repair of public roadway bridges. The local 10 government shall not sell the surplus beams. Prior to the transfer, 11 the local government shall cause the surplus beams to be inspected 12 by a registered professional engineer. The local government shall assume full responsibility for the cost of transporting the beams 13 and for the use of the beams including, but not limited to, the 14 15 proper removal and disposal of lead-based paint. The Department shall retain the surplus beams for the requesting local government 16 for a period not exceeding one hundred eighty (180) days, after 17 which the Department may otherwise dispose of the surplus beams. 18 SECTION 85. AMENDATORY 69 O.S. 2011, Section 1002, is 19 amended to read as follows: 20 Section 1002. The Commission Director of the Department of 21 Transportation shall have authority to comprise, settle or litigate 22

24 damages to or loss of property, equipment, or facilities of any kind

claims which it may have against any person, firm or corporation for

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

23

belonging to the Department or over which the Department or the
 Commission shall have jurisdiction and control.

3 SECTION 86. AMENDATORY 69 O.S. 2011, Section 1003, is 4 amended to read as follows:

5 Section 1003. The proceeds from the sale or rental of any 6 lands, or from the sale of equipment, materials or supplies, and any 7 funds received as the result of the settlement or litigation of 8 claims for damages to or loss of property, equipment or facilities 9 owned by or under the control of the Department or Commission of 10 <u>Transportation</u>, shall be deposited in the State Highway Construction 11 and Maintenance Fund.

12 SECTION 87. AMENDATORY 69 O.S. 2011, Section 1102, is 13 amended to read as follows:

Section 1102. When any contract for the construction or 14 15 improvement of a state highway, or for the construction or 16 improvement of a bridge, has not been carried out or work thereunder has been suspended by virtue of an order or directive of any officer 17 or agency of the federal government issued under authority vested in 18 or delegated to such officer or agency during any national 19 emergency, and the Commission Director of the Department of 20 Transportation finds that in order to prevent further delay in the 21 construction and completion of any such project, or that for any 22 other reason it is to the best interest of the state to renegotiate 23 the contract with the original contractor, or to cancel the contract 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) and relet the same on advertised bids, the <u>Commission Director</u> in <u>its his or her</u> discretion may renegotiate the contract with the original contractor on the most advantageous terms to the state obtainable, or may cancel the contract with the consent of the contractor upon such terms as may be mutually agreed upon and relet the cancelled contract on advertised bids at a public letting.

7 SECTION 88. AMENDATORY 69 O.S. 2011, Section 1104, is
8 amended to read as follows:

9 Section 1104. A. As used in this section:

1. "Highway emergency" means a situation or condition of a
 11 designed state highway that:

a. poses a threat to life or property of travelers, or
b. substantially disrupts the orderly flow of traffic and
commerce; and

15 2. "Highway improvement contract" means a contract awarded by 16 the Department of Transportation for the construction, repair, or 17 maintenance of a designated state highway or any part of the 18 highway.

B. As the part of any bidding procedure as provided by law for the letting of contracts by the Department <del>of Transportation</del>, the Department may award a highway improvement contract in a highway emergency in accordance with rules <del>adopted</del> <u>promulgated</u> by the Department which may include:

24 1. Contractor eligibility;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1

2

- 2. Notification of prospective bidders;
- 3. Bidding requirements;

3 4. Procedures for awarding the contract, pursuant to the Public
4 Competitive Bidding Act of 1974;

5 5. Bonding or other requirements to ensure satisfactory
6 performance by the contractor and the protection of claimants
7 supplying labor and materials used in performance of the contract;

8

6. Contract form and contents;

9 7. Provisions for extended work days to expedite the10 improvement; and

8. Provisions for waiver of or exception to a procedure or
 requirement adopted pursuant to this section.

C. Prior to awarding a contract under this section, the Department shall certify in writing a description of the highway emergency. A copy of the certification of the highway emergency shall be attached to the contract. The Transportation Commission shall be sent a copy of the certification of the highway emergency for final approval.

D. In addition to the requirements of this section, any
contract awarded pursuant to this section shall comply with the
Public Competitive Bidding Act of 1974.

22 SECTION 89. AMENDATORY 69 O.S. 2011, Section 1204, is 23 amended to read as follows:

24

Section 1204. No work order on a contract for construction,
 reconstruction, maintenance, or any other type of highway
 construction shall be issued by the Transportation Commission
 <u>Department of Transportation</u> unless all rights-of-way necessary for
 such construction shall have first been secured by the state or
 local units of government.

7 SECTION 90. AMENDATORY 69 O.S. 2011, Section 1205, as 8 amended by Section 1, Chapter 319, O.S.L. 2017 (69 O.S. Supp. 2018, 9 Section 1205), is amended to read as follows:

10 Section 1205. The policy which the Commission Department of 11 <u>Transportation</u> shall follow in the acquisition of all rights-of-way 12 shall be as follows:

(a) 1. For construction on the Interstate Highway System within 13 the limits of municipalities having a population of five thousand 14 (5,000) or more, federal aid funds, if available, may be used for 15 the acquisition of rights-of-way, and shall, if available, be used 16 to pay the cost of the removing or relocating of utility facilities 17 located in either privately owned or public rights-of-way. 18 In such event the municipality in which such construction is to be performed 19 shall furnish funds to the state necessary to match the federal 20 funds, unless the utility requiring relocation is owned by another 21 municipality having a population of five thousand (5,000) or more, 22 in which case the municipal utility owner shall furnish the funds-; 23

24

1 (b) 2. For construction on the Interstate Highway System in all 2 locations other than within the limits of municipalities having a 3 population of five thousand (5,000) or over, and where control of access is required, the state shall furnish all rights-of-way and 4 5 may use federal aid funds, if available, for such purpose, and when federal aid funds are available for such purpose, shall pay the cost 6 7 of removing or relocating utility facilities located on either privately owned or public rights-of-way-; 8

9 (c) 3. For all construction projects within the limits of municipalities, other than projects on the Interstate Highway 10 11 System, as described in the Federal Aid Highway Act of 1956, the 12 municipality or county involved and the Department shall equally share the cost of all necessary rights-of-way, clear of all 13 obstructions, including structures of any kind or nature and utility 14 15 lines, poles, pipelines or other facilities above or below the surface of the ground. If federal aid funds are available for the 16 project, the municipality or county and the Department shall equally 17 share the local portion of the costs for acquiring and clearing the 18 right-of-way, including the cost of removing and relocating utility 19 facilities located on privately owned rights-of-way-; 20

21 (d) <u>4.</u> In any municipality where the Commission Director of the 22 <u>Department</u> has determined it to be necessary to construct a highway 23 through or within the corporate limits, and further determines that 24 the construction will not benefit the municipality involved, or that

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 the construction will benefit state-owned property or institutions, 2 the Commission Director may, in its his or her discretion, pay for 3 or participate in the cost of rights-of-way for such project.;

(e) 5. For all reconstruction or widening projects on existing 4 5 improved roads of permanent-type surface in rural areas, the Department shall pay fifty percent (50%) of the cost of any 6 additional rights-of-way required to meet right-of-way standard-7 width requirements, and the remaining fifty percent (50%) shall be 8 9 furnished or paid for by local units of government; provided, however, that no right-of-way shall be acquired under the terms of 10 11 this article, except by due process of law-;

12 (f) 6. For new construction on unsurfaced roads where the construction follows a section line or an existing unimproved road, 13 all rights-of-way shall be furnished by local units of government 14 15 free of cost to the Department; provided, should the new or additional rights-of-way, either contiguous or adjacent to the 16 section line or existing unimproved road, be acquired only on one 17 side of the section line or road, then one-half of the cost shall be 18 borne by the state-; 19

20 (g) 7. For all new construction diagonally across country or 21 not following on a section line road or other existing unimproved 22 road, the rights-of-way shall be paid for by the Department-; 23 (h) 8. In securing the necessary rights-of-way in rural areas, 24 the state shall pay for all damages to buildings, improvements,

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) 1 fences and all other appurtenances thereto, or their moving and 2 relocating-;

3 (i) 9. In any county where a proposed alignment for a highway 4 project on the primary system shall not come within one-half (1/2) 5 mile of the limits of any municipality within the county, or 6 contribute to the highway transportation system or to the economy of 7 the county, the <u>Commission Director may</u>, in its <u>his or her</u> 8 discretion, increase the amount of the state's participation in the 9 cost of rights-of-way for such projects-; and

10 (j) 10. The term "utility facility" as used herein means any 11 publicly, privately, municipally or cooperatively owned facility or 12 system which is used to provide water, power, light, gas, sewer, telegraph, telephone and communications, or like utility service, to 13 the public in the State of Oklahoma, or some portion thereof. 14 69 O.S. 2011, Section 1208, is 15 SECTION 91. AMENDATORY amended to read as follows: 16

Section 1208. (a) <u>A.</u> The rights-of-way acquired by the Department <u>of Transportation</u> shall be held inviolate for state highway and departmental purposes, and no physical or functional encroachments or uses shall be permitted within such rights-of-way.

21 (b) <u>B.</u> It shall be unlawful for any person to construct, 22 maintain or operate any gasoline pump, driveway canopy, building, 23 sign, fence, post, or any thing or structure on or overhanging any 24 right-of-way, or upon or overhanging any street occupied by a

## SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

designated state or federal highway, and the construction or maintaining of any such thing or structure on or overhanging any federal or state highway shall constitute a public nuisance, which may be summarily abated by the <u>Commission Department</u> or its officers, agents, servants and employees in the manner provided in this article.

7 (c) <u>C.</u> This section shall not apply to the lawful use of such 8 rights-of-way for the erection and operation of facilities of a 9 public utility.

10 SECTION 92. AMENDATORY 69 O.S. 2011, Section 1209, is 11 amended to read as follows:

12 Section 1209. The Commission Department of Transportation, its officers, agents, servants and employees shall have authority to 13 physically remove any such sign, post, thing or structure, gasoline 14 15 pump, driveway canopy, fence, signpost and building; and if the owner of any such driveway canopy, gasoline pump, or building, thing 16 or structure fails to remove the same within a reasonable time after 17 written demand for the removal thereof has been made upon him by 18 registered mail or personal service, the Commission Department, its 19 officers, agents, servants and employees may physically tear down 20 and remove such building, canopy, or pump, and for such purpose may 21 enter upon private property to the extent necessary to accomplish 22 the removal. Neither the state nor the Commission Department or its 23 agents, servants, officers and employees shall be liable for any 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 damage caused or sustained by reason of the abatement and removal of 2 any such nuisance.

3 SECTION 93. AMENDATORY 69 O.S. 2011, Section 1210, is 4 amended to read as follows:

5 Section 1210. Sections 1208 through 1211 of this title shall not prevent the construction or maintenance of any culvert or 6 7 driveway as a means of ingress and egress to private property, or prevent the placing of mailboxes or fences to stock-passes on any 8 9 highway right-of-way. The Commission Department of Transportation 10 may regulate the construction and maintenance of such culverts, 11 driveways, fences to stock-passes, and mailboxes with due regard to 12 the safety of the traveling public and proper maintenance of the highway. No culvert, driveway, fence to stock-pass, or mailbox 13 shall be constructed or maintained on the right-of-way of any 14 15 designated state or federal highway by any person without the 16 approval of the Commission Department, and the Commission Department may remove without notice any such culvert, driveway, fence to 17 stock-pass, or mailbox constructed or maintained without first 18 obtaining such approval when in its judgment such culvert, driveway, 19 fence to stock-pass, or mailbox is dangerous to the traveling public 20 or interferes with proper drainage or maintenance of the highway. 21 69 O.S. 2011, Section 1211, is SECTION 94. AMENDATORY 22 amended to read as follows: 23

24

1 Section 1211. (a) A. Every person who shall construct, 2 maintain, or operate any gasoline pump, driveway canopy, building, 3 sign, fence, post  $\tau$  or any other thing or structure except such as may be specifically authorized by law upon the right-of-way of any 4 5 designated state or federal highway, or upon any street designated as a part of any state or federal highway, shall be guilty of a 6 misdemeanor and each day such violation continues shall be a 7 separate offense. 8

9 (b) <u>B.</u> Every person who, by threats, physical violence, or in
10 any manner, prevents, obstructs or hinders the abatement of any such
11 nuisance by the Commission <u>Department of Transportation</u>, its agents,
12 servants or employees shall be guilty of a misdemeanor.

13SECTION 95.AMENDATORY69 O.S. 2011, Section 1253, is14amended to read as follows:

Section 1253. As used in this act the Oklahoma Junkyard and Scrap Metal Processing Facility Control Act:

17 (a) <u>1.</u> "Junk" means old or scrap copper, brass, rope, rags, 18 batteries, paper, trash, rubber debris, waster or junked, dismantled 19 or wrecked automobiles, or parts thereof, iron, steelr and other old 20 or scrap ferrous or nonferrous materialr;

21 (b) 2. "Automobile graveyard" means any establishment or place 22 of business which is maintained, used or operated for storing, 23 keeping, buying or selling wrecked, scrapped, ruined or dismantled 24 motor vehicles or motor vehicle parts-;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 (c) <u>3.</u> "Junkyard" means an establishment or place of business 2 which is maintained, operated or used for storing, keeping, buying 3 or selling junk, or for the maintenance or operation of an 4 automobile graveyard, and the term shall include garbage dumps and 5 sanitary fills-<u>;</u>

(d) <u>4.</u> "Interstate system" means that portion of the National
System of Interstate and Defense Highways located within this state,
as officially designated, or as may hereafter be so designated by
the Transportation Commission Department of Transportation, and
approved by the Secretary of Transportation, pursuant to the
provisions of Title 23, United States Code, "Highways-";

12 (e) <u>5.</u> "Primary system" means that portion of connected main 13 highways as officially designated, or as may hereafter be so 14 designated, by the <u>Transportation Commission</u> <u>Director of the</u> 15 <u>Department of Transportation</u>, and approved by the Secretary of 16 Transportation, pursuant to the provisions of Title 23, United 17 States Code, "Highways<del>.</del>";

18 (f) <u>6.</u> "Unzoned industrial areas" means any area not zoned by 19 state or local law, regulation or ordinance, which is occupied by 20 one or more industrial activities, and the lands along the highway 21 for a distance of one thousand (1,000) feet measured in each 22 direction from the outer edges of the regularly used buildings, 23 parking lots, storage, or processing areas of the activities, and 24 lying parallel to the edge or pavement of the highway, and located

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) 1 on the same side of the highway as the principal part of said 2 activities. Measurements shall not be from the property lines of 3 the activities, unless said property lines coincide with the limits 4 of the activities...

5 (g) 7. "Scrap metal processing facility" means an establishment 6 having facilities used primarily for processing iron, steel or 7 nonferrous metals and whose principal product is such iron, steel or 8 scrap for sale for remelting purposes only, the processor being 9 considered a manufacturer-;

10 (h) 8. "Industrial activities" means those activities permitted 11 only in industrial zones, or in less restrictive zones by the 12 nearest zoning authority within the state, or prohibited by said 13 authority but generally recognized as industrial by other zoning 14 authorities within the state except that none of the following shall 15 be considered industrial activities:

- 16 (1) Outdoor
- 17 <u>a.</u> <u>outdoor</u> advertising signs, displays or devices+<u>,</u>
- 18 (2) Agricultural
- <u>b.</u> <u>agricultural</u>, forestry, ranching, grazing, farming and
   related activities, including, but not limited to,
   wayside fresh produce stands;
- 22 (3) Activities
- 23 <u>c.</u> <u>activities</u> normally and regularly in operation less 24 than three (3) months of the year;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 (4) Transient 2 transient or temporary activities;, d. 3 (5) Activities activities not visible from the traffic lanes of the 4 e. 5 main traveled way+, (6) Activities 6 7 f. activities more than three hundred (300) feet from the nearest edge of the main traveled way+, 8 9 (7) Activities activities conducted in a building principally used as 10 g. 11 a residence<del>;</del>, 12 (8) Railroad railroad tracks, minor sidings and passenger depots+, 13 h. (9) Strip 14 strip or other open mining activities;, and 15 i. (10) Junkyards 16 j. junkyards, automobile graveyards or scrap metal 17 processing facilities+; 18 (i) 9. "Department" means the Oklahoma Department of 19 20 Transportation-; and (j) "Commission" means the Transportation Commission of the 21 Oklahoma Department of Transportation. 22 (k) 10. "Director" means the Director of the Oklahoma 23 Department of Transportation. 24

1SECTION 96.AMENDATORY69 O.S. 2011, Section 1254, is2amended to read as follows:

Section 1254. No person, firm or corporation shall establish,
operate or maintain a junkyard or scrap metal processing facility,
any portion of which is within one thousand (1,000) feet of the
nearest edge of the right-of-way of any interstate or primary
highway, except the following:

8 (a) <u>1.</u> Those which are screened by natural objects, plantings,
9 fences or other appropriate means so as not to be visible from the
10 main traveled way of the system, or otherwise removed from sight-;
11 (b) <u>2.</u> Those located within unzoned industrial areas, which
12 areas shall be determined from actual land uses and defined by
13 regulations to be promulgated by the Commission. Director of the
14 Department of Transportation;

15 (c) <u>3.</u> Those located within areas which are zoned for 16 industrial use under authority of state or local law, regulation or 17 ordinances-; and

18 (d) <u>4.</u> Those which are not visible from the main traveled way
 19 of the system.

20 SECTION 97. AMENDATORY 69 O.S. 2011, Section 1255, is 21 amended to read as follows:

22 Section 1255. Any junkyard or scrap metal processing facility 23 lawfully in existence on the effective date of this act April 1, 24 1968, which is within one thousand (1,000) feet of the nearest edge

## SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

of the right-of-way and visible from the main traveled way of any highway on the interstate or primary system shall be screened by the person, firm or corporation operating said junkyard or scrap metal processing facility in the manner and at locations required by the <u>Commission Director of the Department of Transportation</u>.

6 SECTION 98. AMENDATORY 69 O.S. 2011, Section 1256, is 7 amended to read as follows:

Section 1256. Any person, firm or corporation in existence and 8 9 doing business at a specified present location at the time of 10 passage of this act as of April 1, 1968, required to provide fencing 11 or screening by this act the Oklahoma Junkyard and Scrap Metal Processing Facility Control Act, shall be reimbursed all actual and 12 necessary expenses incurred thereby upon the prior submission of a 13 plan or scheme to be approved by the Department of Transportation 14 and thereafter the submission of an itemized claim for such expenses 15 to the Oklahoma Department of Transportation when such claim is 16 approved by the Commission Director of the Department. 17 SECTION 99. AMENDATORY 69 O.S. 2011, Section 1259, is 18 amended to read as follows: 19 Section 1259. The Commission Director of the Department of 20 Transportation is hereby empowered to promulgate rules and prescribe 21

23 this act the Oklahoma Junkyard and Scrap Metal Processing Facility

reasonable rules, regulations and policies not inconsistent with

24

22

1 <u>Control Act</u> for the implementation and administration of the 2 junkyard control program required hereunder.

3 SECTION 100. AMENDATORY 69 O.S. 2011, Section 1260, is 4 amended to read as follows:

5 Section 1260. When the Commission Department of Transportation 6 determines that the topography of the land adjoining the highway 7 will not permit adequate screening of such junkyards or scrap metal processing facilities or the screening of such junkyards or scrap 8 9 metal processing facilities would not be economically feasible, the 10 Commission Department shall have the authority to acquire, by gift, 11 purchase, exchange or condemnation, such interest, either real or 12 personal, as may be necessary to secure the relocation, removal or disposal of the junkyards or scrap metal processing facilities and 13 to pay the costs of relocation, removal or disposal thereof. When 14 15 the Commission Department determines that it is in the best interest of the state, it may acquire such real or personal property interest 16 as may be necessary to provide adequate screening of such junkyards 17 or scrap metal processing facilities. 18

19SECTION 101.AMENDATORY69 O.S. 2011, Section 1263, is20amended to read as follows:

21 Section 1263. The Commission Department of Transportation may 22 accept any allotment of funds by the United States, or any agency 23 thereof, appropriated to carry out the purposes of federal law. In 24 the event federal funds are not available for assistance in carrying

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) out the provisions of the federal law, the Commission Department may defer the screening, removal or relocation of junkyards or scrap metal processing facilities until such time as federal funds are made available for such purposes.

5 SECTION 102. AMENDATORY 69 O.S. 2011, Section 1264, is 6 amended to read as follows:

7 Section 1264. The Commission Department of Transportation is hereby authorized to use any funds appropriated to it or received by 8 9 it from the State Highway Construction and Maintenance Fund for 10 matching federal funds or for other lawful purposes of this act the 11 Oklahoma Junkyard and Scrap Metal Processing Facility Control Act. 69 O.S. 2011, Section 1275, as 12 SECTION 103. AMENDATORY last amended by Section 2, Chapter 350, O.S.L. 2016 (69 O.S. Supp. 13 2018, Section 1275), is amended to read as follows: 14

Section 1275. After April 15, 1968, signs which are to be erected in a business area shall comply with the following standards:

General. Signs shall not be erected or maintained which:
 a. imitate or resemble any official traffic sign, signal
 or device, or
 b. are erected or maintained upon trees or painted or

drawn upon rocks or other natural features;
23 2. Size.

24

- a. Signs shall not be erected which exceed one thousand
  two hundred (1,200) square feet in area, per facing,
  including border and trim, nor shall signs be erected
  which exceed twenty-five (25) feet in height nor sixty
  (60) feet in length, excluding apron, supports and
  other structural members.
- 7 b. The maximum size limitations shall apply to each sign facing. Two signs not exceeding six hundred (600) 8 9 square feet each may be erected in a facing, side by 10 side or "doubledecked". Back-to-back and/or V-type signs will be permitted, and shall be treated as one 11 12 structure with one thousand two hundred (1,200) square feet permitted for each, if the sign structures or 13 facings are physically contiguous, or connected by the 14 same structure or cross bracing, or located not more 15 than fifteen (15) feet apart at their nearest point 16 nor more than thirty (30) feet apart at their widest 17 point in the case of back-to-back or V-type signs. 18 However, nothing in this section shall be construed to 19 allow tri-faced signs; 20
- 21 3. Spacing.

a.

23

24

22

and ordinances of the municipality, county or state, whichever has jurisdiction as set forth in Section

Signs shall conform to all applicable building codes

1272 of this title, except as provided for in subparagraph d of this paragraph.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

b. Signs shall not be erected or maintained in such a manner as to obscure or otherwise physically interfere with an official traffic sign, signal or device or to obstruct or physically interfere with the driver's view of approaching, merging or intersecting traffic. Signs visible from a nonfreeway primary highway shall с. not be erected within the limits of an incorporated municipality less than one hundred (100) feet on the opposite side of the highway and three hundred (300) feet on the same side of the highway, and outside the limits of an incorporated municipality less than three hundred (300) feet, from another such sign, other than signs described in subsections (a), (b) and (c) of Section 1274 of this title, unless separated by a building or other obstruction in such a manner that only one display located within the minimum spacing distances set forth herein is visible from the highway at any one time; provided, however, that this shall not prevent the erection of double-faced, back-toback, or V-type signs with a maximum of two signs per facing, as permitted by paragraph 2 of this section. Signs visible and intended to be read from interstate

1 and freeway primary facilities shall not be erected less than one thousand (1,000) feet from another such 2 3 sign on the same side of such facilities, other than signs described in subsections (a), (b) and (c) of 4 5 Section 1274 of this title. Outside incorporated municipalities, signs visible and intended to be read 6 7 from interstate and freeway primary facilities shall not be erected adjacent to or within five hundred 8 9 (500) feet of an interchange, intersection at grade, 10 or rest area, on the same side of such facilities such 11 distance to be measured along the interstate highway 12 or freeway from the sign to the nearest point of the beginning or ending of pavement widening at the exit 13 from or entrance to the main-traveled way. Signs may 14 15 not be located within five hundred (500) feet of any of the following which are adjacent to any interstate 16 or federal-aid primary highway: public parks; public 17 forests; playgrounds; or cemeteries. Provided, 18 however, the Transportation Commission Director of the 19 20 Department of Transportation shall promulgate rules pursuant to the Administrative Procedures Act 21 governing the measurement methodology to be 22 prospectively utilized by the Department when 23 determining spacing between outdoor advertising signs, 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 displays and devices and public parks, public forests, 2 playgrounds and cemeteries. Provided further, any 3 measurement methodology heretofore utilized by the Department, including but not limited to the straight-4 5 line method, shall be accepted by the Department without prejudice. Provided further, the Department 6 7 shall be prohibited from altering a permit classification or revoking any outdoor advertising 8 9 license, which was properly obtained at the time of 10 issuance, based upon a change of internal agency 11 policy, agency interpretation of law or promulgation 12 of rules. Provided further, a sign location that was permitted in compliance with the spacing requirements 13 of this section in effect prior to the effective date 14 of this act November 1, 2001, but which does not 15 comply with the spacing requirements of this section 16 as amended after the effective date of this act 17 November 1, 2001, shall maintain its current legal 18 status; provided it complies with all other permitting 19 requirements as set forth by the Transportation 20 Commission Director. 21

d. For the purpose of providing a method and opportunity to minimize the cost of acquiring legally erected outdoor advertising signs, the Director <del>of the</del>

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

22

23

24

1 Department of Transportation shall have the option to 2 approve the issuance of permits for outdoor 3 advertising signs visible from a roadway subject to the regulatory control of the Department of 4 5 Transportation which may be erected less than current state spacing distances from another such sign. 6 7 Permits issued pursuant to this option shall be only for the purpose of providing a relocation site for a 8 9 sign being taken by the state and shall not violate 10 spacing regulations as stipulated in the Federal State 11 Agreement. The Department shall also issue a 12 relocation permit if a roadway for which a legally erected permitted sign adjacent thereto is realigned; 13 provided, however, the applicant for such relocation 14 permit shall surrender four legally issued permits on 15 a road realigned and the applicant shall waive any 16 claim for compensation against the Department upon 17 issuance of a relocation permit based on highway 18 realignment. Provided, when the Department issues a 19 permit pursuant to this subsection to accommodate the 20 relocation of a structure: 21

(1) if the structure to be removed is visible from a roadway subject to the regulatory control of the Department inside an incorporated area, the

22

23

24

relocation site shall be inside the same incorporated area and shall be visible from a roadway subject to the regulatory control of the Department,

- 5 (2) if there are not suitable relocation sites meeting the provisions of division 1 of this 6 7 subparagraph and the structure to be removed is visible from a roadway subject to the regulatory 8 9 control of the Department, notwithstanding the 10 provisions of division 1 of this subparagraph, 11 the Department may issue a permit for a relocation site outside of the incorporated area, 12 13 provided the relocation site is in the same county, a contiguous county thereto or other 14 municipality in which the improved roadway 15 travels through granting mutual benefit from 16 17 improvements, which shall be visible from a roadway subject to the regulatory control of the 18 Department, and 19 all potential relocation sites must be in 20 (3)
  - (3) all potential relocation sites must be in compliance with provisions set forth in the applicable Right-of-Way, Public Utility and Encroachment Agreement or Agreements.
- 24

21

22

23

1

2

3

4

1 Provided further, the square footage of display face on the relocated sign shall not exceed the square 2 3 footage of display face of the acquired sign. The relocated sign shall maintain the same legal status 4 5 and ability to upgrade as existed prior to relocation; provided it complies with all other permitting 6 7 requirements set forth by the Transportation Commission Director and no other permits shall be 8 9 required and any county or municipal authority in 10 which a relocation permit has been issued shall promptly provide the required 9-1-1 address or other 11 12 information necessary for the delivery of utility service to a relocated sign. The Transportation 13 Commission Director shall have the authority to 14 15 promulgate rules necessary to implement the use of the permit option provided for in this subsection. 16 Notwithstanding any other provision of law, the 17 e. Department of Transportation shall, after determining 18 the need to acquire property upon which outdoor 19 advertising structures are located, have the authority 20 to negotiate directly with the owner of the outdoor 21 advertising structure the terms for maintaining such 22 structures in their current position or for the 23 relocation of such structures. Such negotiations may 24

1 begin prior to the Department's initiation of formal condemnation proceedings and shall be completed prior 2 3 to a jury award in a condemnation proceeding. The Department of Transportation retains its right to 4 5 require the removal of the sign structure improvement effective as of the payment by the Department in the 6 7 amount awarded by the court-appointed commissioners pursuant to applicable law. Nothing in this section 8 9 shall be construed to prevent the owner of the land 10 from pursuing a claim of interest in any lease 11 existing between the landowner and the outdoor 12 advertising structure owner, or to prevent the outdoor advertising structure owner from pursuing a claim for 13 fair market value of the owner's interest if 14 15 negotiations with the Department for a lease or structure relocation arrangement are not successful; 16 4. Lighting. 17

a. Signs shall not be erected which contain, include, or
are illuminated by any flashing, intermittent,
revolving or moving light, except on-premise signs and
those giving public service information such as, but
not limited to, time, date, temperature, weather or
news. Steadily burning lights in configuration of
letters or pictures are not prohibited.

b. Signs shall not be erected or maintained which are not
effectively shielded to prevent beams or rays of light
from being directed at any portion of the traveled way
of any interstate or primary highway and are of such
intensity or brilliance as to cause glare or to impair
the vision of the driver of any motor vehicle.

- c. Signs shall not be erected or maintained which shall
  be so illuminated that they obscure any official
  traffic sign, device, or signal, or imitate or may be
  confused with any such official traffic sign, device
  or signal.
- 12 d. Provided, however, nothing in this section shall be construed to prohibit the erection or maintenance of 13 signs which include the steady illumination of sign 14 15 faces, panels or slats that rotate to different messages in a fixed position, commonly known as tri-16 vision faces or multiple message signs; provided, the 17 rotation of one sign face to another is no more 18 frequent than every eight (8) seconds and the actual 19 rotation process is accomplished in four (4) seconds 20 or less; and 21

5. Vegetation Management.

22

a. For the purpose of minimizing costs to the Department
 for the removal, cutting, or trimming of trees or

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) vegetation on a public right-of-way to make visible or ensure future visibility of the facing of a permitted outdoor advertising sign, the Department is authorized to establish a process for an outdoor advertising permit holder to conduct vegetation management activities within a specific area surrounding the permit holders' outdoor advertising device.

8 b. The Department shall promulgate rules prescribing the 9 scope of such vegetation management activities and any 10 requirements it deems necessary to monitor such 11 activities.

12 SECTION 104. AMENDATORY 69 O.S. 2011, Section 1277, as 13 amended by Section 2, Chapter 269, O.S.L. 2014 (69 O.S. Supp. 2018, 14 Section 1277), is amended to read as follows:

Section 1277. A. The Transportation Commission Director of the <u>Department of Transportation</u> is hereby authorized to enact and adopt <u>promulgate</u> rules and regulations for the issuance of licenses and permits and the charging and collection of permit fees for other than "on-premise" outdoor advertising structures as defined in this act Section 1271 et seq. of this title.

B. The Department of Transportation shall have the authority to revoke any permit issued under Sections 1271 through 1288 of this title if the permit holder for any reason is no longer making lease

24

1 payments or other agreed-upon compensation to the landowner for use 2 of the land where the sign is located.

C. After July 1, 2014, the Department of Transportation shall have the authority to revoke a permit issued under Sections 1271 through 1288 of this title if the permit holder fails to construct a sign at the permitted site prior to the second expiration date of the permit, or the permitted site is determined by the Department to be a discontinued sign site.

9 SECTION 105. AMENDATORY 69 O.S. 2011, Section 1286, is 10 amended to read as follows:

11Section 1286. For the purpose of highway beautification, the12Transportation Commission Director of the Department of

<u>Transportation</u> may adopt promulgate rules regarding the repair or maintenance of, or changes to, nonconforming advertising signs, displays or devices, as defined in Section 1278 of <del>Title 69 of the</del> <del>Oklahoma Statutes</del> <u>this title</u>, including the size, height, lighting, replacement, rebuilding, or re-erection of such structures.

18 SECTION 106. AMENDATORY 69 O.S. 2011, Section 1301, is
19 amended to read as follows:

20 Section 1301. The provisions of this article, except those 21 provisions authorizing the use of special assessments, shall extend 22 to the State of Oklahoma through the Commission Department of 23 <u>Transportation</u>, and to every city in this state having a population 24 of two thousand (2,000) or more, according to the last preceding

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Federal Decennial Census, whether such city is or shall hereafter be operating under a charter form of government or under general law. 2 The provisions of this article authorizing the use of special 3 assessments shall extend to very county of the state having a 4 5 population of forty-two thousand (42,000) or more, in which there is located a city having a population in excess of twenty-seven 6 thousand (27,000) as shown by the last preceding Federal Decennial 7 Census, and the provisions of this article authorizing the use of 8 9 special assessments shall extend to every city in this state having 10 a population in excess of twenty-seven thousand (27,000) as shown by the last preceding Federal Decennial Census. 11

12 SECTION 107. AMENDATORY 69 O.S. 2011, Section 1314, is 13 amended to read as follows:

Section 1314. (a) A. When a railroad or railway shall occupy 14 15 any portion of a limited access facility with its tracks, either running in a general direction thereto or otherwise, the governing 16 body or the board of county commissioners or the Commission Director 17 of the Department of Transportation may require such railroad or 18 railway company to pave so much of the facility as may be occupied 19 by its track or tracks and three (3) feet on each side, and when 20 more than one track crosses within a distance of (one hundred) 100 21 feet, measuring from inside rail to inside rail, the company shall 22 grade, gutter, drain, curb, pave or otherwise improve between its 23 tracks in the same manner as the facility itself. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 The Corporation Commission of the State of Oklahoma may <del>(b)</del> B. 2 require warning signals at grade crossings at intersections of 3 railroad and limited access facilities and may require grade separations at intersections of railroads and limited access 4 5 facilities. The determination of whether such warning signals and grade separations shall be required, the location thereof, the type 6 thereof, and the distribution of the cost thereof shall be 7 determined by the Corporation Commission in accordance with the 8 9 provisions of 17 O.S.1961, Sections 81 to 84, inclusive.

10 SECTION 108. AMENDATORY 69 O.S. 2011, Section 1331, is 11 amended to read as follows:

12 Section 1331. Within their respective jurisdictions, the State of Oklahoma through the Commission Department of Transportation, and 13 the governing body of every city within the provisions of this 14 article, and the board of county commissioners of each county, 15 acting alone, or in cooperation with any federal, state, county or 16 city agency having authority to participate in the construction or 17 maintenance of highways, shall have authority to plan, designate, 18 establish, regulate, vacate, alter, improve, maintain and provide 19 limited access facilities; and may designate the whole or any part 20 or parts thereof as parkways, or as heavy traffic highways, or may 21 otherwise limit or specify the type of traffic entitled to use the 22 same. For the purposes of this article, each city within the 23 provisions of this article, and every county within the state, shall 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 have authority to acquire property and rights-of-way for limited access facilities by gift, devise, purchase or condemnation in the 2 same manner as may be authorized by law for the acquisition of such 3 property or property rights for highways and streets within their 4 5 respective jurisdictions. The decision by any such governing body that any such limited access facility constructed, or to be 6 constructed, is a public utility shall be final and conclusive. 7 SECTION 109. AMENDATORY 69 O.S. 2011, Section 1502, is 8

9 amended to read as follows:

Section 1502. All funds appropriated to the Department of Transportation and all funds credited to the State Highway Construction and Maintenance Fund and all funds received from the United States Government under contracts with the Federal Highway Administration are to be used and expended by the Department to pay:

15 <u>1.</u> Legal obligations in the operation of the Department and the 16 Commission, and in the construction and maintenance of roads and 17 highways; the

18 <u>2. The</u> expenses of operating and maintaining the state highway 19 system; expenses

20 <u>3. Expenses</u> incurred in constructing, repairing, and 21 maintaining state highways, farm-to-market roads and county highways 22 as authorized by law; matching

<u>4. Matching</u> federal funds for the annual Federal Highway
 Administration allocation to the Center for Local Government

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

Technology at Oklahoma State University for the Federal Highway
 Administration Rural Technical Assistance Program, up to seventy five percent (75%) of the amount of funding the state is required to
 provide; necessary

5 <u>5. Necessary</u> and convenient items not specifically mentioned
6 herein; salaries

6. Salaries, wages, and lawful expenses of the members of the
Commission, the Director, the Departmental employees, the attorneys
and other professional help of the Department; for

10 <u>7. For</u> the purchase of office supplies, furniture, fixtures, 11 and equipment; for

12 <u>8. For</u> the construction, maintenance, and repair of needed 13 warehouses, garages, division headquarters, and other needed 14 buildings; for

15 <u>9. For</u> premiums on bonds, workers' compensation insurance,
 16 public liability and property damage insurance; for

17 <u>10. For</u> the purchase of materials, tools, machinery, motor 18 vehicles, and equipment necessary or convenient in the operation of 19 the Department and construction and maintenance of roads and 20 highways; for

21 <u>11. For</u> witnesses' fees, sheriffs' mileage, and publication 22 cost in actions to appropriate right-of-way, land or materials 23 needed in the construction or maintenance of roads and highways; any

24

<u>12. Any</u> expenses which may be necessary or convenient in
 constructing and maintaining roads and highways and in accomplishing
 the purposes for which the Commission and the Department were was
 created; for

5 <u>13. For</u> the acquisition by purchase of right-of-way and land 6 and relocation assistance to persons displaced as a result of such 7 acquisition; <del>as</del>

8 <u>14. As</u> shall be provided by <del>commission regulations</del> <u>rules</u> 9 <u>promulgated by the Director</u> which shall not exceed in amount similar 10 assistance provided by federal law and regulations, provided further 11 that <del>(1)</del>:

- all payments received by persons displaced by reason
   of this act Section 1501 et seq. of this title are not
   to be considered as income for state income tax
   purposes; (2),
- 16 b. nothing in this act Section 1501 et seq. of this title shall be construed as creating in any condemnation 17 proceeding brought under the power of eminent domain, 18 any element of value or damage not in existence 19 immediately prior to the date of enactment of this 20 act; (3) Section 1501 et seq. of this title, and 21 all final determinations made by the Commission 22 с. Director as to a person's eligibility for, or the 23 amount of any benefit payable by reason of this act 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

Section 1501 et seq. of this title, shall be determinative and not subject to judicial review; any 2 3 15. Any final judgment rendered by a court of competent jurisdiction in eminent domain proceedings for the taking or 4 5 damaging of real or personal property for which the state is liable; for 6

7 16. For the expense of audit as provided by law and for the satisfaction of any and all lawful claims or demands of whatsoever 8 9 kind or character arising out of contracts with or judgments 10 rendered against the Commission Department or the State of Oklahoma 11 as a result of the construction and maintenance of roads and 12 highways; and other

13 17. Other expenses authorized by law.

SECTION 110. 69 O.S. 2011, Section 1502.1, is 14 AMENDATORY amended to read as follows: 15

Section 1502.1. From and after the effective date of this act, 16 the Oklahoma Highway Commission The Department of Transportation 17 shall expend a sum not less than One Million Dollars (\$1,000,000.00) 18 each fiscal year, exclusive of the highway maintenance fund, for the 19 projects designed for widening, resurfacing and eliminating death 20 traps on the roads and highways of Oklahoma. "Death traps", as used 21 in this act section, shall mean those conditions of the roads and 22 highways of this state so impaired or hazardous as to constitute a 23

24

1

1 threat to the safety of persons or property traveling over or upon 2 such roads or highways.

3 SECTION 111. AMENDATORY 69 O.S. 2011, Section 1503, as 4 amended by Section 1, Chapter 193, O.S.L. 2016 (69 O.S. Supp. 2018, 5 Section 1503), is amended to read as follows:

6 Section 1503. (a) A. All monies raised for use on the county 7 highways in each county, or apportioned to each county for road purposes, from any source, including all funds and monies derived by 8 9 law, levy, taxation, or apportionment shall, unless otherwise 10 provided by law, be placed in the county treasury in a fund to be 11 known as the county highway fund, to be expended on order of the 12 board of county commissioners on county highways as defined herein, or on state highways within their respective counties including the 13 lighting thereof, if, in the judgment of the board of county 14 15 commissioners, such expenditure would be just and equitable and for the best interest of the county. 16

(b) B. When state or federal funds are available for assistance 17 in constructing county roads or bridges, the board of county 18 commissioners of any county may place on deposit with the commission 19 Department of Transportation such funds from the county highway 20 fund, special highway funds and proceeds of county bond issues as 21 may be necessary to obtain such state or federal funds, and the 22 commission Department shall have authority to accept such county 23 funds and bond monies and to use the same for the construction of 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 county roads or bridges in the county depositing the funds, pursuant 2 to contract agreement with the board of county commissioners of such 3 county; provided, that the proceeds of any county bond issue so 4 deposited with the commission <u>Department</u> may be used by the 5 commission <u>Department</u> only for the designated purposes for which the 6 bonds were issued.

7 (c) C. All monies remaining in a county highway fund created by 69 O.S. 1961, Section 44(e) this section, and all other assets 8 9 thereof, and all taxes, revenue and other funds payable to or 10 required to be deposited in such fund under the provisions of other 11 laws, when the Oklahoma Highway Code of 1968 becomes effective, 12 shall be transferred to, be deposited in and be a part of the county highway fund created by this section in the same county; and the 13 latter fund shall be liable for the payment of all outstanding 14 15 obligations existing against the former fund.

16 (d) <u>D.</u> Expenditures allowed from the county highway fund may 17 include the removal and disposal of storm debris and dead animal 18 carcasses from county roads and rights-of-way thereof.

19SECTION 112.AMENDATORY69 O.S. 2011, Section 1504, is20amended to read as follows:

21 Section 1504. The Commission Department of Transportation, upon 22 the filing of a claim as hereinafter provided, may pay and discharge 23 out of funds accruing in the State Highway Construction and 24 Maintenance Fund any and all matured or delinquent installments of

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

special assessments for street improvements which were levied against and constituted a lien upon any real property acquired by the <u>Commission Department</u> for any purpose at the time of the acquisition thereof, provided such assessments constitute a valid lien upon the property at the time of the payment thereof which, except for the immunity of the state from suit, could be enforced in the manner provided for the enforcement of such liens.

8 SECTION 113. AMENDATORY 69 O.S. 2011, Section 1505, is 9 amended to read as follows:

Section 1505. (a) <u>A.</u> Claims for the payment of matured or delinquent installments of special assessments by the <del>Commission</del> <u>Department of Transportation</u> in accordance with the provisions of the preceding section <u>Section 1504 of this title</u> shall be filed with the <del>Commission</del> <u>Department</u> by the treasurer of the municipality in which the property is located, or the county treasurer if the installments have been certified as delinquent.

17 (b) <u>B.</u> Such claims shall be itemized so as to show the 18 installment or installments due and delinquent, the amount and date 19 of the original assessment, the special improvement district in 20 which the property is located, and the balance of the assessment due 21 thereon and such other information as the <u>Commission Department</u> may 22 require.

23 (c) <u>C.</u> Upon the request of the <del>Commission</del> <u>Department</u>, the 24 treasurer filing the claim shall furnish the <del>Commission</del> Department with a true and correct copy of the proceedings by which the
 district was created and assessment levied.

3 (d) <u>D.</u> No claim for payment of delinquent street improvement 4 assessments shall be paid in cases where the property was acquired 5 by condemnation and the bondholders or the officer or officers 6 authorized by law to collect such installments or assessments were 7 made parties defendant and served with notice.

8 SECTION 114. AMENDATORY 69 O.S. 2011, Section 1506, is 9 amended to read as follows:

Section 1506. (a) The Commission Department of Transportation may provide a special cash fund within the Printing Services Section of the Department to be identified as the printing service change fund, which shall be available for the purpose only of making change when payments are tendered for services of such section. The printing service change fund shall be maintained at a constant daily balance of Two Hundred Dollars (\$200.00) cash on hand.

(b) All monies remaining in the Printing Service Change Fund provided for by Section 1 of Chapter 285, Oklahoma Session Laws 1965 (69 O.S. Supp. 1967, Section 92d), when this Code becomes effective shall be transferred to and be a part of the fund provided for by this section.

22 SECTION 115. AMENDATORY 69 O.S. 2011, Section 1510, as 23 amended by Section 1, Chapter 352, O.S.L. 2014 (69 O.S. Supp. 2018, 24 Section 1510), is amended to read as follows:

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Section 1510. Special maintenance projects under Five Hundred Thousand Dollars (\$500,000.00) may be performed and carried out by 2 3 state special maintenance crews, who may also carry out projects above said amount, if in the judgment of the Transportation 4 5 Commission Director of the Department of Transportation the same shall be in the best interests of the State of Oklahoma, except that 6 7 special maintenance projects involving asphaltic material overlay may be let to contract if the same shall be in the best interests of 8 9 the state in the judgment of the Commission Director. 10 SECTION 116. AMENDATORY 69 O.S. 2011, Section 1617, is amended to read as follows: 11 12 Section 1617. The bridge now under construction east of Allen, Oklahoma, be and is hereby officially designated as the "Hugh M. 13 Sandlin Bridge" as a lasting testimonial to the leadership and 14 15 industry of Representative Hugh M. Sandlin in achieving the construction of said bridge; and the State Highway Director, 16 consistent with any requirements of the State Highway Commission, of 17 the Department of Transportation is instructed to have affixed to 18 said bridge appropriate plaques visible from each end of the bridge 19 indicating that it is the "Hugh M. Sandlin Bridge." 20 SECTION 117. AMENDATORY 69 O.S. 2011, Section 1701, is 21 amended to read as follows: 22 Section 1701. In order to facilitate vehicular traffic 23

throughout the state and remove the present handicaps and hazards on

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

24

1 the congested highways in the state, and to provide for the 2 construction of modern express highways embodying reasonable safety 3 devices including ample shoulder widths, long sight distances, the bypassing of cities and towns, and grade separations at intersecting 4 5 highways and railroads, the Oklahoma Turnpike Authority, as created in Section 1703 of this title, is hereby authorized and empowered to 6 7 construct, maintain, repair, and operate turnpike projects as defined in Section 1704 of this title, at such locations as shall be 8 9 approved by the Transportation Commission Director of the Department 10 of Transportation, and to issue turnpike revenue bonds of the 11 Authority payable solely from revenues to pay the cost of such 12 projects. The Authority is further authorized and empowered to develop and market alternative uses of the Oklahoma Turnpike 13 Authority Electronic Toll Collection System, and construct, 14 15 maintain, repair, and operate inter-modal transportation transfer facilities and infrastructure relating thereto, including, without 16 limitation, warehouses and utility facilities and intercity rail 17 transit projects as it shall determine to be feasible and 18 economically sound. 19

20 SECTION 118. AMENDATORY 69 O.S. 2011, Section 1703, is 21 amended to read as follows:

Section 1703. A. There is hereby created a body corporate and politic to be known as the "Oklahoma Turnpike Authority" and by that name the Authority may sue and be sued, and plead and be impleaded.

1 The Authority is hereby constituted an instrumentality of the state, 2 and the exercise by the Authority of the powers conferred by this act Section 1701 et seq. of this title in the construction, 3 operation, and maintenance of turnpike projects shall be deemed and 4 5 held to be an essential governmental function of the state with all the attributes thereof. Provided, however, the Turnpike Authority 6 7 is authorized to carry and shall carry liability insurance to the same extent and in the same manner as the Transportation Commission 8 Department of Transportation, and in addition thereto it shall be 9 10 subject to the workers' compensation laws of the state the same as a 11 private construction project.

12 в. The Oklahoma Turnpike Authority shall consist of the Governor, who shall be a member ex officio, and six (6) members to 13 be appointed by the Governor, by and with the consent of the Senate. 14 15 The appointive members shall be residents of the state, and shall have been qualified electors therein for a period of at least one 16 (1) year next preceding their appointment. One appointive member 17 shall be appointed from each of six districts of the state, such 18 districts to include the area as follows: 19

20 District 1. Oklahoma, Canadian, Cleveland, McClain and Garvin 21 Counties.

District 2. Washington, Nowata, Craig, Ottawa, Rogers, Mayes,
Delaware, Wagoner, Cherokee, Adair, Okmulgee, Osage, Muskogee,
Sequoyah, McIntosh and Haskell Counties.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

District 3. Coal, Logan, Payne, Lincoln, Creek, Okfuskee,
 Pottawatomie, Seminole, Hughes and Pontotoc Counties.

3 District 4. Kay, Pawnee, Garfield, Noble, Tulsa, Woods,
4 Woodward, Major, Alfalfa and Grant Counties.

District 5. Cimarron, Grady, Texas, Beaver, Harper, Ellis,
Roger Mills, Dewey, Custer, Caddo, Washita, Beckham, Harmon,
Stephens, Jefferson, Greer, Kiowa, Jackson, Tillman, Comanche,
Cotton, Kingfisher and Blaine Counties.

9 District 6. Carter, Love, Murray, Johnston, Marshall, Atoka,
10 Bryan, Pittsburg, Latimer, Le Flore, Pushmataha, Choctaw and
11 McCurtain Counties.

12 The members of the Authority appointed shall continue in office for terms expiring as follows: District 1, July 1, 1968; District 13 2, July 1, 1971; District 3, July 1, 1972; District 4, July 1, 1973; 14 District 5, July 1, 1974; District 6, July 1, 1975. Provided, that 15 appointive members serving on the Oklahoma Turnpike Authority 16 created by 69 O.S. 1961, Section 653, when this act becomes 17 effective shall continue to serve as members of the Oklahoma 18 19 Turnpike Authority created by this section, for the terms for which 20 they were appointed, unless sooner removed by the Governor. The successor of each appointive member shall be appointed for a term of 21 eight (8) years, except that any person appointed to fill a vacancy 22 shall be appointed to serve only for the unexpired term, and a 23 member of the Authority shall be eligible for reappointment. Each 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

appointed member of the Authority before entering upon the duties of office shall take an oath as provided by Section 1 of Article XV of the Constitution of the State of Oklahoma. Any appointive member of the Authority may be removed by the Governor at any time with or without cause.

The Authority shall elect one of the appointed members as 6 С. 7 chairperson and another as vice-chairperson, and shall also elect a Secretary and Treasurer. A majority of the members of the Authority 8 9 shall constitute a quorum and the vote of a majority of the members 10 shall be necessary for any action taken by the Authority. No 11 vacancy in the membership of the Authority shall impair the right of 12 a quorum to exercise all the rights and perform all the duties of the Authority. 13

Before the issuance of any turnpike revenue bonds under the D. 14 15 provisions of this act Section 1701 et seq. of this title, each appointed member of the Authority shall execute a surety bond in the 16 penal sum of Twenty-five Thousand Dollars (\$25,000.00) and the 17 secretary and treasurer shall execute a surety bond in the penal sum 18 of One Hundred Thousand Dollars (\$100,000.00), each such surety bond 19 to be conditioned upon the faithful performance of the duties of the 20 office, to be executed by a surety company authorized to transact 21 business in the State of Oklahoma as surety and to be approved by 22 the Governor and filed in the office of the Secretary of State. 23

24

1 Е. The members of the Authority shall not be entitled to compensation for their services, but each member shall be reimbursed 2 3 for actual expenses necessarily incurred in the performance of the duties of such member. All expenses incurred in carrying out the 4 provisions of this act Section 1701 et seq. of this title shall be 5 payable solely from funds provided under the authority of this act 6 Section 1701 et seq. of this title and no liability or obligation 7 shall be incurred by the Authority hereunder beyond the extent to 8 9 which monies shall have been provided under the authority of this 10 act Section 1701 et seq. of this title.

F. Whenever the terms "Oklahoma Transportation Authority", Transportation Authority" or "Authority", when used in reference to the Oklahoma Turnpike Authority, appear in the Oklahoma Statutes, such terms shall mean the Oklahoma Turnpike Authority.

15 SECTION 119. AMENDATORY 69 O.S. 2011, Section 1704, is 16 amended to read as follows:

17 Section 1704. As used in this article, the following words and 18 terms shall have the following meanings, unless the context shall 19 indicate another or different meaning or intent:

1. "Authority" means the Oklahoma Turnpike Authority, created
 by Section 1703 of this title, or, if such Authority shall be
 abolished, the board, body, or commission succeeding to the
 principal functions thereof or to whom the powers given by this
 article to the Authority shall be given by law;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 2. "Project" or "turnpike project" means any express highways, 2 superhighways, or motorways, wayports, aviation transfer centers or 3 aviation hubs constructed under the provisions of this article by the Authority, and shall embrace all bridges, tunnels, overpasses, 4 5 underpasses, interchanges, entrance plazas, approaches, free access roads, bridges, and road construction, toll houses, service 6 stations, and administration, storage and other buildings which the 7 Authority may deem necessary for the operation of such turnpike, 8 9 together with all property, rights, easements and interests which 10 may be acquired by the Authority for the construction or the 11 operation of such turnpike. The Authority may contract or lease 12 concessions for gas stations, garages, restaurants, parking facilities and other services for all or any portion of any turnpike 13 14 project or projects;

3. "Cost", as applied to a turnpike project, shall embrace the 15 cost of construction, the cost of the acquisition of all land, 16 rights-of-way, property, rights, easements and interests acquired by 17 the Authority for such construction, the cost of all machinery and 18 equipment, financing charges, provision for working capital, 19 interest prior to, during, and after construction and a reserve for 20 interest in such amounts as the Authority shall determine, cost of 21 traffic estimates and of engineering and legal expenses, plans, 22 specifications, surveys, estimates of cost, and of revenues, other 23 expenses necessary or incident to determining the feasibility or 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 practicability of constructing any such project, administrative 2 expense, and such other expense as may be necessary or incident to 3 the construction of the project, the financing of such construction, and the placing of the project in operation. Any obligation or 4 5 expense incurred by the Transportation Commission Department of Transportation with the approval of the Authority for traffic 6 7 surveys, borings, preparation of plans and specifications, and other engineering services in connection with the financing and 8 9 construction of a project shall be regarded as a part of the cost of 10 such project and shall be reimbursed to the state out of the 11 proceeds of the turnpike revenue bonds hereafter authorized. 12 However, the Transportation Commission Department shall not incur obligations or expenses totaling more than One Thousand Five Hundred 13 Dollars (\$1,500.00) per turnpike mile. Provided further, however, 14 that an additional sum not to exceed One Thousand Dollars 15 (\$1,000.00) per turnpike mile may be expended for updating reports 16 prior to financing; and 17

4. "Owner" means and includes all individuals, copartnerships,
 associations, or corporations having any title or interest in any
 property, rights, easements, and interests authorized to be acquired
 by this article.

22 SECTION 120. AMENDATORY 69 O.S. 2011, Section 1705, as 23 amended by Section 1, Chapter 282, O.S.L. 2013 (69 O.S. Supp. 2018, 24 Section 1705), is amended to read as follows:

Section 1705. <u>A.</u> The Oklahoma Turnpike Authority is hereby
 authorized and empowered:

3 (a) <u>1.</u> To adopt bylaws for the regulation of its affairs and 4 conduct of its business.

5 (b) 2. To adopt an official seal and alter the same at
6 pleasure-;

7 (c) <u>3.</u> To maintain an office at such place or places within the 8 state as it may designate.;

9 (d) 4. To sue and be sued in contract, reverse condemnation, equity, mandamus and similar actions in its own name, plead and be 10 11 impleaded; provided, that any and all actions at law or in equity 12 against the Authority shall be brought in the county in which the principal office of the Authority shall be located, or in the county 13 of the residence of the plaintiff, or the county where the cause of 14 15 action arose. All privileges granted to the Authority and duties enjoined upon the Authority by the provisions of Sections 1701 16 through 1734 of this title may be enforced in a court of competent 17 jurisdiction in an action in mandamus-; 18

19 (e) <u>5.</u> To construct, maintain, repair and operate turnpike 20 projects and highways, with their access and connecting roads, at 21 such locations and on such routes as it shall determine to be 22 feasible and economically sound; provided, that until specifically 23 authorized by the Legislature, the Authority shall be authorized to

24

1 construct and operate toll turnpikes only at the following
2 locations:

3 (1) The Turner Turnpike between Oklahoma City and Tulsa-<u>,</u>

4 (2) The Southwestern (H.E. Bailey) Turnpike between Oklahoma
5 City and Wichita Falls, Texas-,

6 (3) The Northeastern (Will Rogers) Turnpike between Tulsa and
7 Joplin, Missouri-,

8 (4) The Eastern (Indian Nation) Turnpike between Tulsa and 9 Paris, Texas, including all or any part thereof between McAlester 10 and the Red River south of Hugo-<u>,</u>

11 (5) The Cimarron Turnpike between Tulsa and Interstate Highway 12 35 north of Perry, including a connection to Stillwater.,

13 (6) The Muskogee Turnpike between Broken Arrow and Interstate
14 Highway 40 west of Webbers Falls-,

(7) All or any part of an extension of the Muskogee Turnpike, beginning at a point on Interstate Highway 40 near the present south terminus of the Muskogee Turnpike, and extending in a southeasterly direction on an alignment near Stigler, Poteau and Heavener to the vicinity of the Arkansas State Line to furnish access to Hot Springs, Texarkana, Shreveport and New Orleans-,

(8) A tollgate on the Turner Turnpike in the vicinity of
Luther, Oklahoma, and in the vicinity of the intersection of State
Highway 33 and Turner Turnpike in Creek County, Oklahoma, or in the
vicinity of the intersection of State Highway 33 and Turner Turnpike

or U.S. Highway 66 in Creek County, Oklahoma, from any monies
 available to the Authority-,

3 (9) Add on the Will Rogers Turnpike a northbound automatic
4 tollgate onto State Highway 28 and a southbound on-ramp from State
5 Highway 28-,

6 (10) A turnpike or any part or parts thereof beginning in the 7 vicinity of Duncan extending east to the vicinity of the City of 8 Davis, and extending in a northeasterly direction, by way of the 9 vicinity of the City of Ada, to a connection in the vicinity of 10 Henryetta or in the vicinity of the intersection of State Highway 48 11 and Interstate 40; and a turnpike or any part or parts thereof from 12 the vicinity of Snyder extending north to the vicinity of Woodward.

(11) A turnpike or any part or parts thereof beginning at a point in the vicinity of Ponca City, or at a point on the Kansas-Oklahoma state boundary line east of the Arkansas River and west of the point where Oklahoma State Highway No. 18 intersects said state boundary line, and extending in a southeasterly direction to a connection with the Tulsa Urban Expressway System in the general area of the Port of Catoosa-,

(12) All or any part of an Oklahoma City toll expressway system connecting the residential, industrial and State Capitol Complex in the north part of Oklahoma City with the residential, industrial and Will Rogers World Airport Complex in the south and southwest parts of Oklahoma City. (13) A turnpike (The Industrial Parkway) or any part or parts
 thereof beginning at a point on the Oklahoma-Kansas state boundary
 line between the point where U.S. Highway 66 intersects the boundary
 line and the northeast corner of Oklahoma and ending by means of a
 connection or connections with Shreveport, Louisiana, and Houston,
 Texas, in southeastern Oklahoma and at no point to exceed thirty
 (30) miles west of the Missouri or Arkansas border.

8 (14) A turnpike or any part or parts thereof beginning in the 9 vicinity of Velma or County Line to a point intersecting with 10 Interstate 35 in the area south of Davis-,

(15) A turnpike or any part or parts thereof beginning in the vicinity of Watonga and extending south and/or east to the vicinity of north and/or west Oklahoma City-,

14 (16) A tollgate on the Will Rogers Turnpike near the 15 intersection of State Highway 137 and the Will Rogers Turnpike, 16 located south of Quapaw-,

(17) A tollgate on the Muskogee Turnpike in the vicinity of Porter, Oklahoma, a tollgate on the Will Rogers Turnpike in the vicinity of Adair, Oklahoma, a tollgate on the Turner Turnpike in the vicinity of Luther, Oklahoma, and a tollgate on the H.E. Bailey Turnpike at Elgin, Oklahoma, from any monies available to the Authority-,

(18) A tollgate on the Turner Turnpike in the vicinity of
Wellston, Oklahoma, from any monies available to the Authority-,

(19) A tollgate on the Muskogee Turnpike in the vicinity of
 Brushy Mountain, Oklahoma, and in the vicinity of Elm Grove,
 Oklahoma, from any monies available to the Authority-,

4 (20) All or any part of an Oklahoma City Outer Loop expressway
5 system beginning in the vicinity of I-35 and the Turner Turnpike and
6 extending west into Canadian County and then south to I-40; and then
7 south and east to I-35 in the vicinity of Moore and Norman; and then
8 extending east and north to I-40 east of Tinker Field; and then
9 extending north to the Turner Turnpike to complete the Outer Loop-.

10 (21) All or any part of the Tulsa south bypass expressway 11 system beginning in the vicinity of the Turner Turnpike near Sapulpa 12 and extending south and east to U.S. 75 in the vicinity of 96th 13 Street to 121st Street; and then east across the Arkansas River to a 14 connection with the Mingo Valley Expressway; and then south and/or 15 east to a point on the Tulsa-Wagoner County Line near 131st street 16 south in the city of Broken Arrow-<u>r</u>

17 (22) A new turnpike or any part thereof from near the west gate 18 of the Will Rogers Turnpike south to the west end of south Tulsa 19 Turnpike at the Tulsa-Wagoner County Line-,

20 (23) A new turnpike or any parts thereof from the vicinity of 21 the connection between State Highway 33 and U.S. 69 easterly to the 22 Arkansas State Line-,

(24) A four-lane extension of the Muskogee Turnpike from
 Interstate Highway 40 west of Webbers Falls to the Poteau vicinity-,

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

(25) A new turnpike or any part or parts thereof beginning at a
 point in the vicinity of northwest Tulsa, and extending in a
 northwesterly direction, by means of a connection or connections
 with the cities of Pawhuska and Newkirk, to a point intersecting in
 the vicinity of US Highway No. 77 and the Kansas State Line-,

6 (26) A full access interchange on the Indian Nation Turnpike
7 south of Interstate 40, in the vicinity of Henryetta, Oklahoma, and
8 in the vicinity of the proposed theme park, museum or an industrial
9 facility which qualifies for the Oklahoma Quality Jobs Program Act,
10 from any monies available to the Authority-

11 (27) A new turnpike beginning at a point directly west of the 12 Arkansas line and four-laning Highway 70 from that point to the 13 farthest western reach of Highway 70 creating a southern route 14 through Oklahoma.

15 (28) A new turnpike and bridge or any parts thereof from a 16 point in the vicinity of the city of Mustang southerly across the 17 South Canadian River to the H.E. Bailey Turnpike in the vicinity of 18 the city of Tuttle; and then easterly across the South Canadian 19 River to a point in the vicinity of the city of Norman-<u>,</u>

20 (29) A new turnpike or any parts thereof beginning at a point 21 in the vicinity of the city of Altus and extending in a 22 northwesterly direction to a point in the vicinity of the city of 23 Sayre-.

24

(30) A new turnpike or any parts thereof beginning at a point
 in the vicinity of the city of Enid and extending in a westerly
 direction to a point in the vicinity of the city of Woodward-,

4 (31) An on- and off-ramp or any parts thereof at Fletcher,
5 Oklahoma, in the vicinity of the Interstate 44 and State Highway 277
6 intersection. Any existing on- or off-ramp or any parts thereof in
7 the vicinity of Fletcher, Oklahoma, shall not be removed and shall
8 be maintained pursuant to Section 1701 et seq. of this title.,

9 (32) A new bridge crossing the Arkansas River between South
10 Delaware Avenue and Memorial Drive in Tulsa County. This project
11 shall commence upon a determination by the Oklahoma Transportation
12 Authority that such bridge shall be self-sufficient at some point
13 over a thirty-year time period from the toll charges associated with
14 the bridge project-,

15 (33) An exit ramp or any parts thereof from the eastbound lane 16 of the Turner Turnpike at 96th Street in Tulsa-,

17 (34) An on- and off-ramp or any parts thereof on the Cimarron 18 Turnpike in the vicinity of the northside of the Glencoe, Oklahoma, 19 municipal limits-, and

(35) A new turnpike or any parts thereof beginning at
Interstate 44 at or near its intersection with 49th West Avenue,
past State Highway 64/412, turning northeasterly, crossing 41st West
Avenue, and continuing eastward to the L.L. Tisdale Expressway in
Tulsa, Oklahoma.

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

All access roads, interchanges, or lead roads connecting such
 turnpikes with existing highways must be built by funds furnished by
 the Authority.

The minimum and maximum wages for the construction of the roads, highways and projects provided for in Sections 1701 through 1734 of this title shall be in accordance with the schedules of wages used or adopted by the Commission Director of the Department of Transportation in construction of state highways.

9 The Authority is hereby authorized to enter into contracts or 10 agreements with agencies and instrumentalities of other states or 11 the national government for construction, maintenance and operation 12 of interstate turnpikes or highways.

The Authority is hereby required to construct and install automatic tollgates on the Will Rogers Turnpike at State Highway No. 28 near Adair.;

(f) 6. To issue turnpike revenue bonds of the Authority, 16 payable solely from revenues, including the revenues accruing to the 17 trust fund created by Sections 1701 through 1734 of this title, for 18 the purpose of paying all or any part of the cost of any one or more 19 turnpike projects. Provided that any bonds issued for the 20 construction of the proposed turnpike referred to in subparagraphs 21 (10), (20), (21) and (22) of paragraph (e) 5 of this section shall 22 be issued as one issue for all four of the proposed turnpikes and 23

24

1 shall be financed, constructed and operated under one bond 2 indenture-;

3 (g) 7. To fix and revise from time to time tolls for the use of 4 any turnpike projects.

5 Any common carrier having authority at the time of opening any turnpike project to operate upon a highway approximately paralleling 6 7 the turnpike project shall be granted without further showing authority to operate over the turnpike project to all municipalities 8 9 which such carrier is serving at the time the turnpike project is 10 opened to traffic. But Provided, nothing herein shall be construed 11 as granting any new operation rights to any common carriers-; 12 (h) 8. To acquire, hold, and dispose of real and personal property in the exercise of its powers and the performance of its 13 14 duties-;

15 To acquire in the name of the Authority by purchase or <del>(i)</del> 9. otherwise on such terms and conditions and in such manner as it may 16 deem proper, or by exercise of the right of condemnation in manner 17 hereinafter provided, such public or private lands, including public 18 parks, playgrounds, or reservations, or parts thereof or rights 19 therein, rights-of-way, property, rights, easements, and interests, 20 as it may deem necessary for carrying out the provisions of Sections 21 1701 through 1734 of this title; provided, that all public property 22 damaged in carrying out the powers granted by Sections 1701 through 23

24

1 1734 of this title shall be restored or repaired and placed in its
2 original condition as nearly as practicable.;

3 (j) <u>10.</u> To designate, except as is provided for herein, the
4 location, and establish, limit and control such points of ingress to
5 and egress from each turnpike project as may be necessary or
6 desirable in the judgment of the Authority to insure the proper
7 operation and maintenance of such project, and to prohibit entrance
8 to such project from any point or points not so designated-<u>;</u>

9 (k) 11. To make and enter into all contracts and agreements 10 necessary or incidental to the performance of its duties and the 11 execution of its powers, and to employ consulting engineers, 12 attorneys, accountants, construction and financial experts, superintendents, managers, and such other employees and agents as 13 may be necessary in its judgment, and to fix their compensation; 14 15 provided, that all such expenses shall be payable solely from the proceeds of turnpike revenue bonds issued under the provisions of 16 Sections 1701 through 1734 of this title or from revenues; provided, 17 further, no attorney employed by the Authority, nor any member of 18 any law firm of which the attorney may be connected, shall ever be 19 paid any fee or compensation for any special or extraordinary 20 21 services<del>.</del>;

(1) <u>12.</u> To receive and accept from any federal agency grants
 for or in aid of the construction of any turnpike project, provided,
 the acceptance of such grants will not reduce the amount of federal

aid for the construction, repair, or maintenance of farm-to-market roads and other highways and bridges in this state; and to receive and accept aid or contributions from any source of either money, property, labor, or other things of value, to be held, used, and applied only for the purposes for which such grants and contributions may be made-<u>;</u>

7 (m) 13. To adopt such rules, and to do any and all things necessary to comply with rules, regulations, or requirements of the 8 9 Bureau of Public Roads, Multistate Economic Development Regional 10 Commission, as defined in Sections 1151 through 1153, inclusive, of 11 Title 74 of the Oklahoma Statutes, Ozarka Region Commission or any 12 other federal agency administering any law enacted by the Congress of the United States to aid or encourage the construction of 13 14 highways-; and

15 (n) 14. To do all things necessary or convenient to carry out the powers expressly granted in Sections 1701 through 1734 of this 16 title. The design standards for all paving shall comply with the 17 design standards of the American Association of State Highway and 18 Transportation Officials as modified by the Oklahoma Department of 19 Transportation. All contracts for construction work on turnpike 20 projects shall be let to the lowest responsible bidder, or bidders, 21 after notice by publication in a newspaper published in the county 22 where the work is to be done in two consecutive weekly issues of the 23 newspaper. In all cases where more than eight (8) miles of 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 construction is let at the same time and is not an advertisement for a surface-treatment-only project, such advertisement shall provide 2 3 for bids on sections of the turnpike not to exceed eight (8) miles. If the project advertised is a surface-treatment-only project of 4 5 more than twenty (20) miles of road, the advertisement shall provide for bids on sections of the road no longer than twenty (20) miles, 6 as well as bids on the project as a whole. Subject to the following 7 restrictions and limitations, the Authority shall, when contracting 8 9 for construction work, divide such work into paving projects, bridge projects, including underpasses and overpasses, and earthmoving or 10 miscellaneous projects, according to the type of work to be done. 11 12 Each project shall be let under a separate contract or contracts and no contract or project shall include more than one of such types of 13 construction work. Each contract for construction work shall 14 15 contain a provision that ninety percent (90%) of all labor employed on the project shall be residents of Oklahoma. However, contracts 16 for bridges may include earthwork and structures for the approaches 17 thereto. 18

19 (o) <u>B.</u> It shall be unlawful for any member, officer or employee 20 of the Authority to transact with the Authority, either directly or 21 indirectly, any business for profit of such member, officer, or 22 employee; and any person, firm, or corporation knowingly 23 participating therein shall be equally liable for violation of this 24 provision.

The term "business for profit" shall include, but not be limited to, the acceptance or payment of any fee, commission, gift, or consideration to such member, officer, or employee.

Violation of this provision shall constitute a felony punishable
by incarceration in the State Penitentiary for a term not to exceed
five (5) years or a fine of not less than Five Hundred Dollars
(\$500.00) and not more than Five Thousand Dollars (\$5,000.00), or
both such imprisonment and fine.

9 (p) C. In the event of a national emergency, the Authority, subject to any vested rights or claims, may enter into contracts 10 11 with the federal government or any authorized agency thereof to 12 allow the federal government or agency thereof to use such turnpikes partly or exclusively during the existence of such emergency, 13 provided, that the federal government agrees in such contract to 14 pay, during the term of such contract, an amount sufficient, when 15 added to any tolls collected, to meet all operating and maintenance 16 expenses, interest payments, and the minimum sinking fund and 17 reserve requirements of the trust agreement for the turnpike covered 18 by the contract. 19

20 (q) <u>D.</u> All meetings of the Authority shall be open public 21 meetings, and all records shall be public records, except when 22 considering personnel or litigation.

23 SECTION 121. AMENDATORY 69 O.S. 2011, Section 1705.2, is 24 amended to read as follows: Section 1705.2. The Oklahoma Turnpike Authority and Transportation Commission the Department of Transportation are hereby directed to cause a reasonable number of public restroom facilities and dump stations for recreational motor vehicles to be installed along both sides of the turnpikes and interstate highways in this state which will be accessible to motorists utilizing such turnpikes and highways at reasonable periodic intervals.

8 SECTION 122. AMENDATORY 69 O.S. 2011, Section 1706, is 9 amended to read as follows:

10 Section 1706. A. The Oklahoma Turnpike Authority may and it 11 shall be its duty to construct grade separations at intersections of 12 any turnpike project with state and federal highways, and to change and adjust the lines and grades of such highways so as to 13 accommodate the same to the design of such grade separation. 14 The 15 Authority may construct grade separations at intersections of turnpike projects with county highways and city streets and it shall 16 construct grade separations at intersections of any turnpike project 17 with county highways used as mail or school bus routes, or section 18 lines which are well used and are necessary for convenience of 19 people living in these areas. The cost of such grade separations 20 and any damage incurred in changing and adjusting the lines and 21 grades of such highways shall be ascertained and paid by the 22 Authority as a part of the cost of such turnpike project. Except 23 for routine surface maintenance, the Authority shall maintain the 24

structure and surface of bridges and overpasses where a county road
 crosses over or under a turnpike.

3 If the Authority shall find it necessary to change the Β. location of any portion of any state or county highway or street of 4 5 a municipality, it shall cause the same to be reconstructed in 6 substantially the same type and in as good condition as the original 7 highway. Provided, however, that all changes and adjustments of the lines and grades of state highways shall be subject to the approval 8 9 of the Transportation Commission Director of the Department of 10 Transportation. The cost of such reconstruction and any damage 11 incurred in changing the location of any such highway or street 12 shall be ascertained and paid by the Authority as a part of the cost of such turnpike project. 13

In addition to the foregoing powers, the Authority and its С. 14 15 authorized agents and employees may enter upon any lands, waters, 16 and premises in the state for the purpose of making surveys, soundings, drillings, and examinations as it may deem necessary or 17 convenient for the purposes of establishing, locating, relocating, 18 constructing, and maintaining turnpikes or relocations thereof and 19 facilities necessary and incidental thereto. Such entry shall not 20 be deemed a trespass, nor shall an entry for such purpose be deemed 21 an entry under any condemnation proceedings which may be then 22 pending; however, notice shall be given to the owner of or person 23 residing on the premises, personally or by registered mail, at least 24

ten (10) days prior to such entry. The Authority shall make reimbursement for any actual damages resulting to such lands, waters, and premises as a result of such activities. In the event of disagreement as to the amount of damage, either the person or the Authority may file a petition with the district court for the appointment of commissioners to appraise the damages and proceed to have the same determined as in condemnation proceedings.

8 D. The State of Oklahoma hereby consents to the use of all 9 lands owned by it, including lands lying under water, which are 10 deemed by the Authority to be necessary for the construction or 11 operation of any turnpike project; and the State of Oklahoma shall 12 be paid reasonable compensation for the land or property used, such 13 compensation to be determined in the manner now provided by law for 14 condemnation proceedings.

15 SECTION 123. AMENDATORY 69 O.S. 2011, Section 1717, is 16 amended to read as follows:

Section 1717. When all bonds issued under the provisions of 17 this article and the interest thereon shall have been paid or a 18 sufficient amount for the payment of all such bonds and the interest 19 thereon to the maturity thereof shall have been set aside in trust 20 for the benefit of the bondholders, such projects, if then in good 21 condition and repair to the satisfaction of the Commission Director 22 of the Department of Transportation, shall become part of the state 23 highway system and shall thereafter be maintained by the Commission 24

1 Department free of tolls. Provided, that when all bonds for any 2 turnpike project and the interest thereon shall have been paid or 3 such provision for payment made, prior to payment of the bonds and interest on any other project or projects, such project shall 4 5 continue to be operated as a toll facility at toll rates not less than the lowest rate being charged on any project, until all bonds 6 issued by the Authority and the interest thereon shall have been 7 paid or such provisions for payment made. The revenues of such 8 9 paid-out projects shall be used and applied by the Authority in 10 paying the obligations or depositing in the sinking fund of such 11 other turnpike projects in the following order:

12 (a) <u>1.</u> To any project or projects in default on interest; 13 (b) to <u>2.</u> To any project or projects in default on principal; 14 and

15 (c) to <u>3. To</u> any project or projects having insufficient 16 reserves or sinking fund under its trust agreement.

If all such other projects have sufficient reserves then the revenues from such paid-out project shall be prorated between such other projects on the basis of the outstanding bonds of each project. If two or more projects fall within any of the above categories, then the revenues shall be prorated between them on the basis of the outstanding bonds of each project.

23 SECTION 124. AMENDATORY 69 O.S. 2011, Section 1727, is 24 amended to read as follows:

1 Section 1727. (a) A. Until all bonds of the Oklahoma Turnpike 2 Authority and the interest thereon are paid in full, the Oklahoma Tax Commission shall each month determine an amount equal to the 3 motor fuel excise taxes computed on ninety-seven and one-half 4 5 percent (97 1/2%) of the total gallonage of all fuels consumed, during the calendar month in which the tax being apportioned 6 7 accrued, on all Oklahoma turnpike projects and apportion a sum equal to such amount from all gasoline tax collections as follows: 8 9 Ninety-seven percent (97%) of such amount to the Authority and three 10 percent (3%) to the General Revenue Fund of the State Treasury, 11 after which apportionment all other apportionments of motor fuel 12 excise taxes shall be made as provided for by law. Such apportionments shall be deducted exclusively from those funds which 13 would otherwise be apportioned to the Department or Commission of 14 15 Transportation for expenditure on state highways, without affecting the amounts presently apportioned to the various municipalities, 16 counties, or for county roads. 17

18 (b) <u>B.</u> If at the time of any monthly apportionment required 19 herein:

(1) there <u>1. There</u> shall be a balance in the trust fund created by Section 1730 of this <u>Code</u> <u>title</u>, equal to one and one-half (1 1/2) times the maximum amount of principal, including any sinking fund or amortization requirements, and interest payable in any fiscal year, beginning July 1, and ending on June 30, thereafter, on

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

account of all turnpike revenue and turnpike revenue refunding bonds
 of the Authority issued pursuant to the provisions of this article
 prior to May 1, 1992, and then outstanding, or

4 (2) if 2. If no such bonds are outstanding, the Oklahoma Tax
5 Commission shall apportion to the trust fund the amount referred to
6 in subsection (a) A of this section so long as any turnpike revenue
7 and turnpike revenue refunding bonds issued after May 1, 1992,
8 continue to be outstanding. Thereafter, the Oklahoma Tax Commission
9 shall apportion the amount referred to in subsection (a) A of this
10 section as provided for by law.

11 (c) C. In addition to those sums collected and disbursed in 12 subsections (a) A and (b) B of this section, the Oklahoma Tax Commission shall in each fiscal year determine an amount equal to 13 the motor fuel excise taxes computed on ninety-seven and one-half 14 percent (97 1/2%) of the total gallonage of all fuels consumed, 15 during the fiscal year in which the tax being apportioned accrued on 16 the Industrial Parkway, and, after making the apportionments set out 17 in subsections (a) A and (b) B of this section, apportion a sum 18 equal to said amount from all gasoline tax collections as follows: 19 Ninety-seven percent (97%) to the Oklahoma Turnpike Authority, and 20 three percent (3%) to the General Revenue Fund of the State 21 Treasury, after which apportionment all other apportionments of 22 motor fuel excise taxes shall be made according to existing or 23 subsequently enacted apportionment laws, provided that in no event 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 shall the total of the apportionments made pursuant to subsections
2 (a), (b) and (c) of this section exceed the motor fuel tax earned on
3 all of the Oklahoma turnpikes.

4 SECTION 125. AMENDATORY 69 O.S. 2011, Section 2001, is 5 amended to read as follows:

6 Section 2001. A. The Legislature finds that the highway 7 infrastructure in this state is vital to the health, safety $_{\overline{\tau}}$  and welfare of the traveling public and to the economic development in 8 9 this state. The Legislature also finds that the highway 10 infrastructure should be continually improved and expanded in order 11 to meet the general public's desire for a safe and convenient 12 highway system. Based on these findings, it is the intent of the Legislature to expend and equitably distribute approximately Seven 13 Hundred Million Dollars (\$700,000,000.00), plus any additional 14 15 expenditures approved pursuant to subsection F of this section, to construct new highways and improve existing highways over a five-16 year period as set forth in this act Section 2001 et seq. of this 17 18 title.

B. To properly fund the construction and improvement of the highway system in this state, it is the intent of the Legislature to appropriate Fifty Million Dollars (\$50,000,000.00) from the Constitutional Reserve Fund each year for the first two (2) years and Fifty-two Million Five Hundred Fifty Thousand Dollars (\$52,550,000.00) from the Constitutional Reserve Fund each year for

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 the next two (2) years for the purposes of highway construction and improvement subject to the declaration of an emergency pursuant to 2 the provisions of Section 23 of Article X of the Constitution of the 3 State of Oklahoma. In addition to the appropriation of Fifty 4 5 Million Dollars (\$50,000,000.00) from the Constitutional Reserve Fund in the second year of this program, it is the intent of the 6 7 Legislature to appropriate an additional Ten Million Dollars (\$10,000,000.00) in the second year of this program from the 8 9 Constitutional Reserve Fund to be divided equally between Oklahoma 10 and Tulsa Counties to further fund highway construction and 11 improvement projects as set forth in this act Section 2001 et seq. 12 of this title.

С. In addition to the funding specified in subsection A of this 13 section, the Legislature shall appropriate Thirty-four Million Nine 14 Hundred Thousand Dollars (\$34,900,000.00) in the first year and 15 Forty Million Dollars (\$40,000,000.00) in each of the next four (4) 16 years, and other sufficient monies to the Oklahoma Department of 17 Transportation to be deposited in the State Highway Construction and 18 Maintenance Fund for the construction and improvement of the highway 19 system in this state. 20

D. In addition to the funding specified in subsections B and C of this section, the Oklahoma Capitol Improvement Authority shall be authorized to issue bonds, other negotiable instruments or other evidences of indebtedness in the principal amount sufficient to

generate Three Hundred Million Dollars (\$300,000,000.00) in proceeds
 available to fund the construction and improvements to the highway
 system as set forth in this act Section 2001 et seq. of this title.

E. For purposes of this act <u>Section 2001 et seq. of this title</u>,
and despite any provision to the contrary as set forth in Section
1511 of this title, each <u>State Transportation Commission</u> district in
this state <u>set forth in subsection B of Section 507 of this title</u>
shall receive equitable funding as follows:

9 1. Not more than twenty percent (20%) of the funding pursuant 10 to this act Section 2001 et seq. of this title shall be allocated to 11 each of State Transportation Commission Districts 4 and 8. The 12 percentage reflected in this paragraph shall not include the 13 additional Ten Million Dollars (\$10,000,000.00) appropriated from 14 the Constitutional Reserve Fund as set forth in subsection B of this 15 section; and

2. Not less than ten percent (10%) of the total funding 16 pursuant to this act Section 2001 et seq. of this title shall be 17 allocated to each of the remaining six (6) transportation districts. 18 Only those highway projects set forth in Section 2002 of this title 19 shall be eligible for funding pursuant to this act Section 2001 et 20 seq. of this title. Any excess funds from a particular highway 21 project shall only be expended for other highway projects within the 22 same transportation district. It is the intent of the Legislature 23 that highway projects listed on the five-year plan for 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 transportation facilities developed to meet present and future needs 2 of this state shall continue to be funded as provided by current 3 law. In addition, the Department of Transportation shall be required to construct, improve, maintain, and repair all highway 4 5 projects listed on the five-year plan as such plan exists on May 28, 6 1997, except for normal highway programming adjustments, to the 7 extent possible consistent with the funds provided by law for such highway projects. The Department of Transportation may issue Grant 8 9 Anticipation Notes for projects of economic significance. Such bond 10 issue or issues shall be subject to the unanimous approval of the Contingency Review Board. 11

12 F. 1. In addition to the provisions of this section, it is the intent of the Legislature to reexamine in fiscal year 2000 the 13 status of the highway infrastructure as well as the highway 14 15 construction and improvement projects as set forth in Section 2002 of this title. Based on such reexamination, it is the intent of the 16 Legislature to expend additional monies, amounting to approximately 17 Three Hundred Million Dollars (\$300,000,000.00) to continue the 18 construction of new highways and improve existing highways as set 19 forth in this subsection. 20

2. In order for any additional monies to be expended as
 provided in this subsection, the Oklahoma Capitol Improvement
 Authority shall be authorized to issue bonds, other negotiable
 instruments or other evidences of indebtedness in a principal amount

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 sufficient to generate One Hundred Fifty Million Dollars

2 (\$150,000,000.00) in proceeds available to fund the construction and 3 improvement of the highway system as set forth in this act <u>Section</u> 4 <u>2001 et seq. of this title</u>. The terms and conditions of such issue 5 shall be in accordance with the provisions of Section 168.6 of Title 6 73 of the Oklahoma Statutes.

7 3. In addition to the funding specified in paragraph 2 of this subsection, the Legislature shall authorize an appropriation in an 8 9 amount not to exceed One Hundred Fifty Million Dollars 10 (\$150,000,000.00) from the Constitutional Reserve Fund, subject to the declaration of an emergency pursuant to the provisions of 11 Section 23 of Article X of the Constitution of the State of 12 13 Oklahoma, the General Revenue Fund, or the State Transportation Fund, or a combination of each. 14

For purposes of this subsection, each State Transportation
 Commission district in this state set forth in subsection B of
 Section 507 of this title shall receive equitable funding as
 follows:

a. not more than twenty percent (20%) of the funding
pursuant to this subsection shall be allocated to each
of State Transportation Commission Districts 4 and 8,
b. not less than ten percent (10%) of the funding
pursuant to this subsection shall be allocated to each
of the remaining six transportation districts, and

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

c. any excess funds from a particular highway improvement
 or highway improvements shall only be expended for
 other highway improvements within the same
 transportation district.

5 5. The additional funding as allocated by subparagraphs a and b of paragraph 4 of this subsection may be used for the completion of 6 7 existing highway projects as set forth in subsection A of Section 2002 of this title, any highway projects or the continuation of 8 9 existing highway projects as set forth in subsection B of Section 10 2002 of this title, or any other highway improvements within such 11 transportation districts to which the funds were allocated pursuant 12 to this subsection.

G. Of the total funding allocated under this section to State Transportation Commission District 4, sixty-seven percent (67%) of such funds are allocated exclusively to Oklahoma County. Of the total funding allocated under this section to State Transportation Commission District 8, fifty-eight and eight-tenths percent (58.8%) of such funds are allocated exclusively to Tulsa County.

SECTION 126. AMENDATORY 69 O.S. 2011, Section 2002, is amended to read as follows: Section 2002. A. <u>As used in this section, "district" shall</u> <u>mean a district as set forth in subsection B of Section 507 of this</u> <u>title.</u> The <del>Oklahoma</del> Department of Transportation, in accordance

24 with Section 2001 of this title and based on the funding as set

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 forth in Section 2001 of this title and Section 168.6 of Title 73 of 2 the Oklahoma Statutes, is hereby authorized to construct, improve, 3 maintain, and repair all or any part of the following highway and bridge projects to the greatest extent possible consistent with the 4 5 allocation of funds provided by this act Section 2001 et seq. of this title as apportioned to each transportation district pursuant 6 to this act Section 2001 et seq. of this title: 7 In State Transportation Commission District 1: 8 1. 9 highway improvement for U.S. Highway 59 between a. Westville and Watts, 10 bridge improvement for 14 Mile Creek Bridge on State 11 b. 12 Highway 82, highway improvement for State Highway 82 from the 13 с. vicinity of Tahlequah extending north to the vicinity 14 15 of Locust Grove, highway improvement for U.S. Highway 64 from the 16 d. vicinity of Warner extending north in the vicinity of 17 Muskogee, 18 intersection modifications and highway improvement for 19 e. U.S. Highway 62 and Country Club Road and U.S. Highway 20 62 and State Highway 16, 21 highway improvement for ramps in the vicinity of State f. 22 Highway 165 and Hancock-Peak, 23

highway improvement for State Highway 10 in the 1 g. vicinity of Braggs Mountain, 2 3 h. highway improvement for State Highway 80 between South Street and Poplar Street in the City of Ft. Gibson, 4 5 i. intersection improvement at intersection of Country Club Road and Chandler in the City of Muskogee, 6 highway improvement for State Highway 9 extending east 7 j. of Stigler, 8 9 k. highway improvement for U.S. Highway 59 extending 10 north to the vicinity of State Highway 141, including 11 a bridge improvement over the Arkansas River, 12 l. highway improvement for State Highway 51 from the vicinity of Wagoner extending west to the vicinity of 13 Muskogee Turnpike, including a bridge improvement over 14 the Verdigris River, 15 highway improvement for U.S. Highway 75 from the 16 m. vicinity of Okmulgee County 6th Street extending north 17 to the vicinity of State Highway 56 Loop, 18 highway improvement for U.S. Highway 266 from the 19 n. vicinity of U.S. Highway 75 extending east to vicinity 20 of Dewar, and 21 highway improvement for State Highway 51 for the 22 ο. Northwest Tahlequah Bypass; 23 In State Transportation Commission District 2: 24 2.

1 reconstruct approximately eight (8) miles of U.S. a. Highway 270 from the vicinity of Panola to the 2 3 vicinity of Red Oak in Latimer County, b. highway improvement on State Highway 1/63 in Latimer 4 5 County, highway improvement on U.S. Highway 70 from the 6 с. vicinity of Idabel to the junction with State Highway 7 98 in McCurtain County, 8 9 d. highway improvement for approximately three (3) miles 10 on State Highway 31 from the vicinity of U.S. Highway 11 270 to the vicinity of the Indian Nation Turnpike in 12 Pittsburg County, bridge improvement at Sandy Creek on U.S. Highway 270 13 e. in Pittsburg County, 14 f. highway improvement on U.S. Highway 70 in Choctaw 15 County from the vicinity of the Bryan County line to 16 the junction of U.S. Highway 271, 17 highway improvement covering approximately three (3) 18 g. miles on State Highway 144 in Pushmataha County, 19 h. highway improvement covering approximately ten (10) 20 miles on U.S. Highway 70 from the vicinity of Lake 21 Texoma to the vicinity of Durant in Bryan County, 22 23 24

1		i.	highway improvement covering approximately seven (7)
2			miles on State Highway 3 from the vicinity of Atoka
3			east to the vicinity of Lane in Atoka County,
4		j.	highway improvement on U.S. Highway 70 from the
5			vicinity of Madill to the Bryan County line in
6			Marshall County, and
7		k.	highway improvement for the Poteau Bypass;
8	3.	In <del>St</del>	ate Transportation Commission District 3:
9		a.	highway improvement covering approximately one (1)
10			mile on Chautauqua street in the City of Norman from
11			State Highway 9 to one (1) mile north,
12		b.	highway improvement on Tecumseh Road in the City of
13			Norman from U.S. Highway 77 east to East 24th Avenue,
14			covering approximately four (4) miles,
15		с.	highway improvement on State Highway 99 covering
16			approximately nineteen (19) miles from the vicinity of
17			Prague to the vicinity of Stroud,
18		d.	highway improvement on State Highway 3W, for
19			approximately fifteen (15) miles from the vicinity of
20			Ada to the vicinity of Asher,
21		e.	highway improvement on State Highway 19 for
22			approximately one (1) mile west of State Highway 3W,
23		f.	highway improvement for approximately one (1) mile of
24			Federal Street in the City of Shawnee,

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

g. highway improvement for approximately one (1) mile in
 the vicinity of Shawnee Mall,

3

- h. signal improvement at the intersection of Union and MacArthur in the City of Shawnee,
- i. signal improvement at the intersection of 10th Street
  and Harrison in the City of Shawnee,
- j. highway improvement for approximately two (2) miles of
  State Highway 18 from State Highway 9 to the vicinity
  of Benson Park,
- 10 k. highway improvement for approximately three (3) miles
  11 of State Highway 102 from the vicinity of Interstate
  12 40 to the vicinity of McLoud,
- highway improvement for approximately six (6) miles of
   State Highway 59B from U.S. Highway 177 to State
   Highway 102,
- 16 m. highway improvement for approximately ten (10) miles 17 of State Highway 27 from State Highway 9 to the 18 vicinity of Okemah,
- n. highway improvement for approximately eight (8) miles
   of U.S. Highway 75 from the vicinity of Horntown to
   the vicinity of Wetumka,
- o. highway improvement for approximately nine (9) miles
  of State Highway 19 from the vicinity of U.S. Highway
  177 west to the vicinity of State Highway 133,

- p. highway improvement for approximately ten (10) miles
   of State Highway 19 from the vicinity of Lindsay to
   the vicinity of Maysville,
- q. highway improvement for approximately twelve (12)
  miles of State Highway 1/7 from the vicinity of Mill
  Creek to the vicinity of Ravia,
- r. highway improvement for approximately one (1) mile of
  8 State Highway 56 from the vicinity of U.S. Highway 270
  9 to the vicinity of State Highway 59,
- 10 s. highway improvement for approximately one (1) mile of
  11 State Highway 56 from the vicinity of State Highway 59
  12 to the vicinity of U.S. Highway 270B, and
- t. highway improvement for U.S. Highway 270 for ramps to
  State Highway 59;
- 15 4. In State Transportation Commission District 4:
- a. highway improvement on U.S. Highway 270 from the
  vicinity of Harrah to the vicinity of South East 29th
  Street,
- b. highway improvement to open a south access road on
  Interstate 40 between the vicinity of Vickie Road and
  the vicinity of Sooner Road,
- c. highway improvement for Interstate 235 between 36th
   Street and Interstate 235 and Interstate 44 junction,
- 24

1 d. highway improvement for exit ramp on Interstate 40 westbound in the vicinity of Rose State College 2 Communication Center, 3 highway improvement to extend State Highway 3 west 4 e. 5 from the vicinity of Kingfisher, f. reconstruction of 23rd Street interchange with 6 Interstate 35 and highway improvement to 23rd Street 7 from Interstate 35 east to Sooner Road, 8 9 reconstruction of Interstate 44 from the vicinity of g. 10 Interstate 240 to the vicinity of Southwest 44th 11 Street, 12 h. highway improvement for U.S. Highway 177 from the vicinity of Interstate 35 to the vicinity of the 13 Kansas state line, 14 interchange improvements at junction of State Highway 15 i. 11 and Interstate 35, 16 j. highway improvement for U.S. Highway 177 from the 17 vicinity of Ponca City to the vicinity of the Cimarron 18 Turnpike, 19 k. highway improvement for Interstate 35 access road for 20 west side Interstate 35 from the vicinity of State 21 Highway 164 north to vicinity of U.S. Highway 64 in 22 Noble County, 23 24

- 1 1. highway improvement for State Highway 33 from the vicinity of Interstate 35 to the vicinity of Coyle, 2 highway improvement for State Highway 51 from vicinity 3 m. of Stillwater extending east to the vicinity of State 4 5 Highway 108 in Payne County, highway improvement for U.S. Highway 77, also known as 6 n. the Broadway Extension, from the vicinity of Northwest 7 63rd Street extending north to the vicinity of the 8 9 City of Edmond, 10 ο. highway improvement for State Highway 74 from the vicinity of the Logan County line to the vicinity of 11 12 Edmond Road, and highway improvement for the Interstate 40 and Czech 13 p. Hall Road interchange in Canadian County; 14 In State Transportation Commission District 5: 15 5. highway improvement on U.S. Highway 183 from 16 a. approximately one (1) mile south of the Washita County 17
  - line extending approximately four (4) miles to the vicinity of Interstate 40,
- b. highway improvement for approximately two (2) miles on
  the Interstate 40 north frontage road in vicinity of
  Weatherford from Washington Street to the vicinity of
  Lyle Road,
- 24

18

19

- c. highway improvement project on U.S. Highway 183 from
   vicinity of Cordell extending north approximately ten
   (10) miles to approximately one (1) mile south of the
   Custer County line,
- d. highway improvement project on State Highway 6 in the
  vicinity of Blair north approximately ten (10) miles
  to approximately three (3) miles north of U.S. Highway
  283,
- 9 e. highway improvement project on State Highway 6 from
  10 junction of State Highway 6 and State Highway 152
  11 extending south approximately six (6) miles to the
  12 vicinity of State Highway 55,
- 13f.highway improvement project on State Highway 51A from14the junction of State Highway 8 and State Highway 8A15extending northwest approximately five (5) miles to16the junction of State Highway 8 and State Highway 51A,
- g. bridge improvements on State Highway 33 between
  Watonga and the Kingfisher County line,
- h. highway improvement project on U.S. Highway 183 from
  the vicinity of Manitou extending north approximately
  nine (9) miles to the vicinity of U.S. Highway 62, and
  highway improvement project on U.S. Highway 183 from
  the vicinity of Manitou extending approximately to the
  vicinity of Frederick;

1	6.	In <del>S</del>	State Transportation Commission District 6:
2		a.	highway improvement for U.S. Highway 60 and State
3			Highway 51 within the city limits of Arnett,
4		b.	highway improvement for approximately twenty-five (25)
5			miles of U.S. Highway 412 from the vicinity of U.S.
6			Highway 281 to the vicinity of U.S. Highway 60,
7		с.	highway improvement for approximately twenty (20)
8			miles of U.S. Highway 54 from the vicinity of Texhoma
9			to the vicinity of Guymon,
10		d.	highway improvement for U.S. Highway 54 from the
11			vicinity of Optima to approximately four (4) miles
12			north of Optima, and
13		e.	right-of-way purchases for future improvement to U.S.
14			Highway 270/183 from the vicinity of Woodward to
15			approximately ten (10) miles south of Woodward;
16	7.	In <del>S</del>	State Transportation Commission District 7:
17		a.	highway improvement on 6-Mile Line from the vicinity
18			of State Highway 37 extending south approximately five
19			(5) miles to the vicinity of Interstate 44 in Grady
20			County,
21		b.	highway improvement on State Highway 19 in the
22			vicinity of Chickasha extending east approximately ten
23			(10) miles,
24			

- highway improvement on State Highway 9 in the vicinity 1 с. of Carnegie extending east approximately eight (8) 2 miles to the vicinity of Fort Cobb in Caddo County, 3 d. city street and intersection improvement at junction 4 5 of U.S. Highway 62 and Petri Road within the city limits of Anadarko, 6 7 highway improvement on U.S. Highway 277 from the e. vicinity of Cyril extending east approximately four 8 9 (4) miles to the vicinity of Cement, 10 f. highway improvement on U.S. Highway 62 from junction of State Highway 17 and Porter Hill south to the 11 vicinity of junction of U.S. Highway 62 and Interstate 12 44, 13 highway improvement on the Duncan Bypass, beginning at 14 g. State Highway 7, approximately two (2) miles west of 15 U.S. Highway 81 and extending south to connect with 16 State Highway 7 East junction in the vicinity of 17 Duncan together with connecting roads, 18 highway improvement on U.S. Highway 70 from the 19 h. vicinity of Ardmore extending east approximately ten 20 (10) miles to the vicinity of the Marshall County 21
- i. highway improvement on U.S. Highway 177 from State
   Highway 7 East junction in the City of Sulphur

line,

22

1	extending north approximately ten (10) miles to the
2	vicinity of State Highway 29,
3	j. highway improvement on U.S. Highway 70 from the
4	vicinity of Waurika to the vicinity of Ringling,
5	k. street improvement in vicinity of 2600 block of
6	Southwest Lee Boulevard within the City of Lawton, and
7	1. highway improvement on U.S. Highway 70 within the City
8	of Lone Grove; and
9	8. In State Transportation Commission District 8:
10	a. highway improvement project on U.S. Highway 169 from
11	the vicinity of Rogers County line extending north
12	approximately eight (8) miles to the vicinity of the
13	junction of U.S. Highway 60 and U.S. Highway 169,
14	b. highway improvement project on State Highway 88 from
15	the vicinity of the junction of State Highway 66 and
16	State Highway 88 to the vicinity of Rogers University,
17	c. highway improvement on State Highway 266 from the
18	vicinity of the junction of State Highway 66 and State
19	Highway 266 to the vicinity of Will Rogers Turnpike,
20	d. highway improvement on Gilcrease Expressway from the
21	vicinity of the Osage Expressway extending to the
22	vicinity of U.S. Highway 75,
23	

- e. highway improvement on State Highway 48 from State
   Highway 16 extending south approximately seven (7)
   miles,
- f. highway improvement on U.S. Highway 169 from the
  vicinity of Interstate 44 south approximately eight
  (8) miles to the vicinity of 91st Street,
- g. right of way and relocation on Gilcrease Expressway
  from the vicinity of Interstate 44 to the vicinity of
  Osage Expressway,
- h. highway improvement on State Highway 66 from the
  vicinity of Chelsea extending south approximately five
  (5) miles,
- i. intersection modification at the junction of State
   Highway 2 and Hospital Road in the City of Vinita,
- j. highway improvement on State Highway 2 to
  approximately two (2) miles north of Vinita,
- 17 k. highway improvement on approximately two (2) miles of
  18 U.S. Highway 59 in the vicinity of the City of Jay and
  19 the junction of State Highway 20 and U.S. Highway 59,
- highway improvement on U.S. Highway 59 from the
   vicinity of Grove extending south approximately ten
   (10) miles to the vicinity of Jay,
- 23
- 24

1	m.	highway improvement on U.S. Highway 60 from the
2		vicinity of Bartlesville extending east approximately
3		four (4) miles to the vicinity of Nowata County line,
4	n.	highway improvement on U.S. Highway 60 from the
5		vicinity of Bartlesville extending west approximately
6		five (5) miles,
7	٥.	highway improvement on U.S. Highway 64 from the
8		vicinity of Cleveland extending west approximately two
9		(2) miles to the vicinity of Tarlton Road,
10	р.	highway improvement on U.S. Highway 69 for
11		approximately two (2) miles in the vicinity of the
12		junction of State Highway 69 and State Highway 20,
13	ď۰	highway improvement on State Highway 125 from the
14		vicinity of Miami extending south approximately ten
15		(10) miles to the vicinity of Fairland,
16	r.	highway improvement for approximately two (2) miles on
17		State Highway 67 from the vicinity of Kiefer to the
18		vicinity of U.S. Highway 75,
19	s.	intersection modification on State Highway 66 at the
20		junction of State Highway 66 and Frankhoma Road,
21	t.	highway improvement on the Broken Arrow Expressway,
22	u.	bridge construction on State Highway 11 on Bird Creek
23		bridge in the vicinity of Barnsdall, and
24		

v. highway improvement for State Highway 75 from the
 vicinity of Interstate 44 extending south for
 approximately five (5) miles.

The Department of Transportation, in accordance with Section 4 Β. 5 2001 of this title and based on the funding as set forth in subsection F of Section 2001 of this title and Section 168.6 of 6 Title 73 of the Oklahoma Statutes, is hereby authorized to complete 7 the projects set forth in subsection A of this section, or to 8 9 construct, improve, maintain, and repair all or any part of the 10 following highway and bridge projects to the greatest extent possible consistent with the allocation of funds as apportioned to 11 each transportation district as provided in subsection F of Section 12 13 2001 of this title:

- 1. In State Transportation Commission District 1:
- 15 a. highway improvement for U.S. Highway 59 north from
  16 Westville extending approximately six (6) miles to
  17 Ballard Creek,
- b. highway improvement on State Highway 51 beginning in
  the vicinity of the Verdigris River extending east,
- c. highway improvement on State Highway 51 beginning at
  the junction of U.S. Highway 69 extending east to the
  junction of State Highway 16 in Wagoner,
- 23

14

- d. highway improvement on State Highway 72 beginning at
   Pecan Street in the city of Coweta extending north to
   the junction of State Highway 51,
- e. highway improvement on State Highway 51 beginning at
  the junction of State Highway 72 in the city of Coweta
  extending east approximately one (1) mile,
- f. highway improvement on State Highway 51 from the
  junction of State Highway 16 in the city of Wagoner
  extending east,
- g. highway improvement on U.S. Highway 69 beginning north
  of the Muskogee Turnpike extending north,
- h. traffic signal installation on State Highway 165 near
   on and off ramps and Chandler Street in the city of
   Muskogee,
- i. traffic signal modification at junction of U.S.
   Highway 64B and Southside Boulevard in the city of
   Muskogee,
- j. highway improvement on State Highway 10 approximately
  five (5) miles south of U.S. Highway 62 extending
  south to Braggs Mountain in Muskogee County,
- k. signalization and intersection modifications and
  additional improvements on U.S. Highway 69 at West
  Okmulgee Street and Broadway Street in the city of
  Muskogee,

- highway improvement on State Highway 52 beginning at
   Morris extending north approximately nine (9) miles to
   State Highway 16,
- 4 m. highway improvement on U.S. Highway 62 east of Morris
  5 extending approximately six (6) miles,
- n. highway improvement on State Highway 51 Spur adding
  parallel lanes for four lane divided highway on
  Northwest Tahlequah Bypass,
- 9 o. highway improvement on U.S. Highway 266 at the
  10 junction with U.S. Highway 69,
- p. highway improvement on U.S. Highway 266 beginning at old U.S. Highway 69 extending east to Muskogee County line,
- q. highway improvement on U.S. Highway 64 beginning at
  Interstate 40 extending east approximately five (5)
  miles to the Arkansas River bridge,
- r. bridge improvement on State Highway 141 approximately
   four (4) miles east of junction of U.S. Highway 59,
- s. highway improvement on State Highway 82 beginning at
   Vian and extending north to State Highway 100,
- t. flashing signal installation on State Highway 51 at
   Taylor's Ferry east of Wagoner,
- u. traffic signal improvements on State Highway 51 in
   Wagoner,

1	v.	highway improvements on State Highway 16 in Okay,
2	w.	highway lighting improvement on State Highway 51
3		bridge over Fort Gibson Lake,
4	х.	highway improvement on State Highway 16 west of U.S.
5		Highway 75,
6	У•	highway improvement on U.S. Highway 266 east of Dewar,
7		and
8	Ζ.	bridge improvement on U.S. Highway 266 approximately
9		six (6) miles east of the Okmulgee County line in
10		McIntosh County,
11	aa.	highway improvement on State Highway 31 in Haskell
12		County from the junction of State Highway 2 extending
13		18.89 miles east to the LeFlore County Line,
14	bb.	highway improvement on State Highway 82 in Haskell
15		County from the junction of State Highway 9 extending
16		10.99 miles south to the junction of State Highway 31,
17		and
18	cc.	highway improvement on State Highway 9 in Haskell
19		County from the Pittsburgh County line extending 4.65
20		miles east to the junction of State Highway 71;
21	2. In <del>S</del>	tate Transportation Commission District 2:
22	a.	highway improvement covering approximately seven (7)
23		miles on State Highway 3 from the vicinity of Atoka
24		east to the vicinity of Lane in Atoka County,

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

- 1 b. highway improvements on U.S. Highway 70 from the vicinity of Lake Texoma to the east side of Bryan 2 3 County,
- highway improvement covering approximately seven (7) 4 с. 5 miles on U.S. Highway 70 from the vicinity of Idabel to the junction with State Highway 98 in McCurtain 6 7 County,
  - d. highway improvement for the Poteau Bypass,

8

- 9 e. highway improvement on U.S. Highway 70 from the 10 vicinity of Hugo to the vicinity of Valliant,
- completion of highway improvement on U.S. Highway 270 11 f. from the vicinity of Panola to the vicinity of Red Oak 12 in Latimer County, 13
- highway improvement on State Highway 63 between Kiowa 14 q. and Haileyville in Pittsburg County, 15
- highway improvement to upgrade and connect the north 16 h. and south ends of 3rd Street in Madill to present U.S. 17 Highway 70 in Marshall County and including 18 approximately two (2) miles of 3rd Street in the state 19 highway system,
- i. highway improvement from U.S. Highway 270 to Bakers 21 Road in McAlester, and 22
- highway improvement on local road from Crowder 23 j. extending southeast to Blocker; 24

1	3.	In	State Transportation Commission District 3:
2		a.	highway improvement on State Highway 59B from U.S.
3			Highway 177 to State Highway 102,
4		b.	highway improvement on State Highway 27 from the
5			junction of State Highway 9 extending north to Okemah,
6		с.	highway improvement on State Highway 19 from Lindsay
7			extending approximately ten (10) miles to Maysville,
8		d.	highway improvement on Tecumseh Road in the city of
9			Norman from U.S. Highway 77 extending east to 24th
10			Avenue in the city of Norman,
11		e.	highway improvement of State Highway 99 covering
12			approximately nineteen (19) miles from the vicinity of
13			Prague to the vicinity of Stroud,
14		f.	highway improvement on State Highway 3W, extending
15			approximately fifteen (15) miles from the vicinity of
16			Ada to the vicinity of Asher,
17		g.	highway improvement on Highland Street from Kickapoo
18			Street to Bryan Street in Shawnee,
19		h.	highway improvement on U.S. Highway 270B from U.S.
20			Highway 270 extending east approximately one (1) mile,
21		i.	highway improvement on State Highway 9 from Interstate
22			35 extending west to U.S. Highway 62,
23		j.	highway improvement on State Highway 270 from McLoud
24			to the Oklahoma County line,

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

- k. right-of-way acquisition and highway improvement on
   State Highway 99 from Tishomingo extending south to
   Madill,
- 4 1. highway improvement on State Highway 3 East and
  5 Kickapoo Street from Interstate 40 to 45th Street in
  6 Shawnee,
- 7m. highway improvements on old State Highway 18 from8State Highway 9 to Benson Park Street in Tecumseh, and
- 9 n. highway improvement on MacArthur Street from Kethley
  10 Boulevard to U.S. Highway 177 in Shawnee;

4. In State Transportation Commission District 4:

- a. highway improvement to 23rd Street or U.S. Highway 62
  from Interstate 35 east to Air Depot Boulevard,
  including a bridge improvement on U.S. Highway 62 in
  the vicinity of Air Depot Boulevard,
- b. highway improvement for Interstate 240 from Interstate
  40 to Interstate 44 including on and off ramps and
  service roads,
- c. highway improvement on U.S. Highway 270 from the
  vicinity of Harrah Road to the vicinity of the
  Pottawatomie County line,
  - d. highway improvement on Harrah Road from Southeast 29th Street to Interstate 40,
- 24

22

23

1	е.	highway improvement on State Highway 33 from the
2		vicinity of Interstate 35 to the vicinity of Coyle,
3	f.	highway improvement for U.S. Highway 77, also known as
4		the Broadway Extension, from the vicinity of Northwest
5		63rd Street extending north to the vicinity of Edmond,
6	g.	a sound barrier and bridge and drainage improvements
7		on Interstate 40 between Bryant and Sooner Road in Del
8		City,
9	h.	a sound barrier on Interstate 44 between Northwest
10		23rd Street and Northwest 30th Street,
11	i.	highway improvement on U.S. Highway 77 from Newkirk to
12		the Kansas state line,
13	j.	highway improvement on county road from Marland to Red
14		Rock,
15	k.	highway improvement on State Highway 33 one (1) mile
16		east of Cushing at Norfolk Road, and
17	1.	highway improvement on U.S. Highway 177 from
18		Stillwater south to State Highway 33;
19	5. In <del>St</del>	ate Transportation Commission District 5:
20	a.	highway improvement on U.S. Highway 183 from the
21		vicinity of Manitou extending approximately seven (7)
22		miles to the vicinity of Frederick,
23		
24		

1	b.	highway improvement on U.S. Highway 283 from
2		approximately one (1) mile south of Altus and
3		extending south approximately five (5) miles,
4	c.	bridge improvement on State Highway 44 approximately
5		three (3) miles north of State Highway 9,
6	d.	right-of-way on U.S. Highway 183 between Interstate 40
7		and Interstate 40B in Clinton,
8	e.	highway improvement to add left-turn lane on State
9		Highway 33 at Fay, and to add left-turn lanes on State
10		Highway 54 at Section lines East/West 88, East/West
11		95, and East/West 100 in Custer County,
12	f.	highway improvement on State Highway 34 beginning in
13		vicinity south of State Highway 47 extending
14		approximately seven (7) miles south,
15	g.	drainage improvements on State Highway 44 in Burns
16		Flat, and
17	h.	intersection modifications at junction of U.S. Highway
18		60 and State Highway 34 in the vicinity of Vici;
19	6. In <del>S</del>	tate Transportation Commission District 6:
20	a.	highway improvement on U.S. Highway 412 extending
21		approximately twenty-five (25) miles from the vicinity
22		of U.S. Highway 281 to the vicinity of U.S. Highway
23		60 <b>,</b>
24		

1	b.	highway improvements on U.S. Highway 54 extending
2		approximately twenty (20) miles from the vicinity of
3		Texhoma to the vicinity of Guymon,
4	с.	highway improvement on U.S. Highway 183 approximately
5		one-half (1/2) mile south of junction of U.S. Highway
6		64 extending south approximately four (4) miles,
7	d.	right-of-way project on U.S. Highway 54 from
8		approximately five (5) miles north of Optima extending
9		north to the Kansas state line,
10	e.	highway improvement on U.S. Highway 270/State Highway
11		3 from the vicinity of Woodward extending southeast
12		approximately five (5) miles, and
13	f.	highway improvement on U.S. Highway 64 from junction
14		of State Highway 8 extending east approximately six
15		(6) miles to State Highway 58;
16	7. In <del>S</del>	tate Transportation Commission District 7:
17	a.	highway improvement on U.S. Highway 177 south of
18		Sulphur extending to the Murray County line,
19	b.	highway improvement on U.S. Highway 70 in vicinity of
20		Mud Creek to the vicinity of Ringling,
21	с.	right-of-way acquisition and access road to the Duncan
22		South Industrial Park,
23	d.	highway improvement on Rogers Lane and Flower Mound
24		corridor in the city of Lawton,

- e. highway improvement on U.S. Highway 70 from the vicinity of Ardmore extending east approximately ten (10) miles to the vicinity of the Marshall County line,
- f. highway improvement on U.S. Highway 62 from junction
  of State Highway 17 and Porter Hill south to the
  vicinity of junction of U.S. Highway 62 and Interstate
  44,
- 9g. highway improvement of Interstate 44 from vicinity of10State Highway 49 to vicinity of Medicine Bluff Creek,
- h. highway improvement on 6-Mile Line from the vicinity
  of State Highway 37 extending south approximately five
  (5) miles to the vicinity of Interstate 44 in Grady
  County,
- 15 i. bridge improvement on Corum Bridge, and
- 16 j. highway improvement on State Highway 9 in the vicinity 17 of Carnegie extending east approximately eight (8) 18 miles to the vicinity of Fort Cobb in Caddo County;
- 19 8. In State Transportation Commission District 8:
- a. highway improvement or right-of-way on the West
   Gilcrease Expressway from the vicinity of L.L. Tisdale
   to the vicinity of Interstate 44,
- 24

- b. highway improvement for the North Gilcrease Expressway
   from the vicinity of L. L. Tisdale to the vicinity of
   U.S. Highway 75,
- 4 c. highway improvement on U.S. Highway 2 from Hospital
  5 Road extending north approximately one (1) mile,
  - d. highway improvement and traffic signal on State Highway 82 from Salina extending north to the vicinity of Spavinaw,
- 9 e. highway improvement on State Highway 266 at
  10 interchange of Interstate 44,
- 11 f. highway improvement on U.S. Highway 64 east of Pawnee,
- g. highway improvement on State Highway 67 from the
  vicinity of Kiefer to the vicinity of U.S. Highway 75,
- h. bridge improvement on 81st Street over Interstate 44
  and signalization at State Highway 66 in Sapulpa,
- 16 i. highway improvement on State Highway 66 from
   17 approximately two (2) miles south of Chelsea extending
   18 south approximately two (2) miles,
- j. intersection improvement at the junction of State
   Highways 82 and 28 in Langley,
- k. highway improvement on State Highway 66 from the north
   edge of Kellyville extending south seven (7) miles,
- 23

6

7

8

1	1. highway improvement on U.S. Highway 60 approximately	
2	three (3) miles west of Bartlesville extending west	
3	approximately one and one-half (1 $1/2$ ) miles,	
4	m. highway improvement on State Highway 10 extending east	
5	from Grove to junction of State Highway 25,	
6	n. highway improvement on State Highway 125 from Fairland	
7	extending north approximately two (2) miles,	
8	o. planned improvements for State Highway 88 between	
9	State Highway 66 in Claremore and Inola and the	
10	intersection of U.S. Highway 412 at Inola, the four-	
11	laning of such highway, and	
12	p. improvements on State Highway 28 from the intersection	
13	of Interstate 44 east to the intersection of U.S.	
14	Highway 69.	
15	C. Any project listed in this section may be expanded if	
16	federal monies become available for such project. The Oklahoma	
17	Department of Transportation may utilize any funds dedicated for a	
18	particular project pursuant to this act Section 2001 et seq. of this	
19	title to obtain additional federal funds for such project.	
20	SECTION 127. AMENDATORY 69 O.S. 2011, Section 2004, is	
21	amended to read as follows:	
22	Section 2004. A. In order to avoid the expenditure of funds	
23	for the currently planned construction of four lanes parallel to the	
24	Will Rogers Turnpike near Claremore, the Oklahoma Transportation	

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

Commission Department of Transportation shall enter into a lease
with the Oklahoma Transportation Authority for the Transportation
Commission Department to lease, on an annual basis, that part of the
Will Rogers Turnpike also known as Interstate Highway 44, from its
beginning near the interchange with U.S. Highway 412 and State
Highway 66 at Catoosa and extending northeast to the current
interchange with State Highway 20 south of Claremore.

The lease between the Transportation Commission Department 8 в. 9 and the Transportation Authority shall be an annual lease renewable 10 by agreement of the parties for a period of fifty (50) years. The 11 annual lease payment shall be based on the net revenue which would 12 have accrued to the Transportation Authority from tolls on the leased portion of the turnpike. No funds available for expenditure 13 pursuant to Section 2001 of Title 69 of the Oklahoma Statutes this 14 15 title shall be used for this purpose.

16 C. The lease payments referred to in this section shall come 17 exclusively from the <del>Oklahoma</del> Department <del>of Transportation</del> monies 18 identified in the existing five-year plan for State Highway 20 19 running parallel to the Will Rogers Turnpike.

20 SECTION 128. AMENDATORY 69 O.S. 2011, Section 4002, is 21 amended to read as follows:

22 Section 4002. There is hereby created in the Executive Branch 23 of Government the Department of Transportation <del>and the</del>

24 Transportation Commission. The Department shall function under the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 direct control and supervision of the Commission as a part of the 2 executive branch of state government in carrying out the 3 transportation policies, plans and programs of this state. In accord with appropriations made by the Legislature and grants of 4 5 funds from federal, state, regional, local or private agencies, the Department shall, acting by or through the Director or his a duly 6 authorized officer or employee, have the power and it shall be its 7 duty: 8

9 1. To coordinate and develop for the State of Oklahoma a
10 comprehensive transportation plan to meet present and future needs
11 for adequate, safe and efficient transportation facilities at
12 reasonable cost to the people-;

13 2. To coordinate the development and operation of such 14 transportation facilities in the state including, but not limited 15 to, highways, public transportation, railroad, marine and waterways 16 and aeronautics-;

3. To develop, periodically revise and maintain a comprehensive
state master plan for transportation facilities-;

4. To develop measurable objectives and goals designed to carry
 out the master plan for transportation and report progress in
 achievement of objectives and goals to the Governor and Legislature
 as part of the annual budget submission-;

- 23
- 24

5. To make such studies and analyses of transportation problems
 as may be requested by the Governor or Legislature relative to any
 aspect of transportation in the state-;

6. To exercise and perform such functions, powers and duties as
may be from time to time conferred or imposed by law, including all
the functions, powers and duties assigned and transferred to the
Department of Transportation by this act. Section 4001 et seq. of
this title;

9 7. To apply for, accept and receive and be the administrator 10 for and in behalf of the state agencies, boards and commissions of 11 all federal or other monies now or hereafter available for purposes 12 of transportation or which would further the intent and specific purposes of this act Section 4001 et seq. of this title. 13 This paragraph shall not apply to the Oklahoma Corporation Commission 14 15 insofar as federal funds for transportation regulatory purposes are 16 concerned. Provided further, nothing in this act Section 4001 et seq. of this title shall be construed to limit the authority of any 17 town, city, county, regional authority, port authority or airport 18 authority to apply for, accept, receive and be the administrator of 19 all federal funds or other monies now or hereafter available to such 20 subdivisions of government for the purpose of transportation or any 21 other local matter. The provisions of this act Section 4001 et seq. 22 of this title shall not apply to funds available for projects for 23 providing transportation services to meet special needs of elderly 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

and handicapped persons under Section 16 (b), (2) of the Urban Mass Transportation Act of 1964, as amended (49 U.S.C.A., Section 1612 (b), (2)), or to programs administered by the Department of Institutions, Social and Rehabilitative Services for transportation services to elderly and handicapped persons-<u>;</u>

8. To cooperate with local governments in the planning and
development of transportation-related activities, and encourage
state and federally funded plans and programs at the local level
consistent with the goals and objectives of the state master plan
for transportation-;

9. To evaluate and encourage the development and use of public transportation in Oklahoma where such use will contribute to a reduction in traffic congestion, public convenience, air quality, or energy conservation.;

10. To administer financial assistance programs for public 15 transportation services, facilities and equipment, using state 16 and/or federal funds for administrative activities, and to pass 17 through to public, private enterprise and/or private nonprofit 18 entities those federal, local and/or private funds intended for the 19 purpose of meeting public transportation capital and operating 20 needs, excluding those federal, local and/or private funds intended 21 for the purpose of meeting the capital and operating needs of fixed 22 route, regularly scheduled public transportation services operating 23

within cities of greater than three hundred thousand (300,000)
 population according to the latest Federal Decennial Census-; and

3 11. To ensure, through positive actions, that private enterprise providers of public transportation are involved in all 4 5 levels of public transportation planning efforts, in both metropolitan and nonmetropolitan areas, and are given the 6 7 opportunity to provide public transportation services, by contract or other means which provide a reasonable return, wherever such 8 9 services are now or will be provided utilizing federal, state or 10 local public funds. Exceptions to this requirement that private 11 enterprise provide such services may be made only where:

a. a county does not have an existing private enterprise
 public transportation operator which could provide
 such services,

the existing private enterprise public transportation 15 b. operator declines to provide such service, or 16 the organization seeking to secure or provide such 17 с. services by means other than private enterprise 18 operators, such as operating the system themselves, 19 provides to the Department, or any other party upon 20 request, budgetary documentation that the alternative 21 means are more appropriate and less expensive on a 22 passenger-mile basis. 23

1 Provided, however, that there shall be exempted from the above requirement all fixed route regularly scheduled public 2 transportation services, operating in cities of greater than three 3 hundred thousand (300,000) population, according to the latest 4 5 federal decennial census; and Provided further, this act Section 4001 et seq. of this title 6 shall not alter any powers of counties, cities and towns to 7 initiate, designate, or construct any project or other object of 8 9 expenditure now or hereafter funded by federal transportation or 10 state gasoline and motor fuel tax funds allocated to those counties, 11 cities and towns. 69 O.S. 2011, Section 4005, is 12 SECTION 129. AMENDATORY amended to read as follows: 13 Section 4005. As used in this act Section 4001 et seq. of this 14 15 title: "Department" means the Department of Transportation-; 16 1. 2. Commission means the Transportation Commission. 17 3. "Director" means the Director of the Department of 18 Transportation-; and 19 4. 3. "Public Transportation" means transportation services, 20 facilities and equipment with multiple passenger capabilities, 21 available to the public on a scheduled or demand basis including 22 intercity, regional and city bus, minibus, van pool, car pool and 23 taxicab services, and commuter rail services. 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1SECTION 130.AMENDATORY69 O.S. 2011, Section 4010, is2amended to read as follows:

Section 4010. The Oklahoma Turnpike Authority shall retain its separate identity, powers and duties as an instrumentality of the state except that the Department <u>of Transportation</u> shall be authorized to provide, on a contractual basis, the following services and functions to the Authority:

8 1. Record keeping, reporting, administrative, planning,
9 engineering, legal and clerical functions of the Authority not in
10 conflict with provisions of existing trust agreements-; and

11 2. Operation and maintenance of turnpikes.

12 Duplication of effort, facilities and equipment shall be minimized by the Department of Transportation and Turnpike Authority in 13 operation and maintenance of turnpikes and highways of the state. 14 15 The Turnpike Authority and the Transportation Commission Department are directed to take such action as necessary to implement this 16 section, including the temporary transfer of personnel, property and 17 equipment from the Authority to the Department to effect contracts 18 set forth in paragraphs 1 and 2 above of this section. 19 The integrity of the bonded indebtness shall be maintained through the 20 actions of the Turnpike Authority. 21

22 SECTION 131. AMENDATORY 69 O.S. 2011, Section 4018, as 23 amended by Section 1, Chapter 126, O.S.L. 2014 (69 O.S. Supp. 2018, 24 Section 4018), is amended to read as follows:

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Section 4018. A. There is hereby created within the Department 2 of Transportation Planning Division, a Waterways Branch. The Director of the Department of Transportation shall appoint such 3 employees necessary to implement and effectuate the provisions of 4 5 this section. The Waterways Branch shall assume the duties and functions previously performed by the Division of Waterways within 6 the Department of Commerce. The Transportation Commission Director 7 is hereby authorized to adopt promulgate rules necessary to 8 9 effectuate the operation of the Waterways Branch.

B. The Waterways Branch shall have the primary purpose and
responsibility of promoting the McClellan-Kerr Arkansas River
Navigation System which constitutes Oklahoma's navigable waterways.
Additionally, the Department of Transportation acting through the
Waterways Branch shall have the authority to:

Encourage commercial use of the state's navigable waterways
 for the purpose of the transportation of goods;

17 2. Assist state, federal and municipal entities in the
18 attraction and location of waterways-related industries;

Assist and coordinate public and private entities in and
 with the development of river, port and harbor facilities;

4. Aggressively pursue federal funding for construction and
 maintenance projects of all necessary improvements to navigational
 systems;

5. Coordinate with local and state development agencies to
 ensure a better understanding of the state's navigable waterways in
 a manner that will result in the use and growth of the state's
 transportation resources and facilities of this state;

5 6. Study and coordinate efforts designed to promote the
6 development of the navigable stream areas in this state for water
7 transportation purposes;

8 7. Monitor and intercede on behalf of and to represent the 9 State of Oklahoma before any agency of the United States government 10 in matters pertaining to the application of fees, tolls or user 11 charges levied or contemplated to be levied against the water 12 transportation industry engaged in either intrastate or interstate 13 water commerce;

14 8. Receive and use any federal, state or private funds,
15 donations and grants made available for the development, use and
16 expansion of river transportation resources of this state;

9. Cooperate and enter into contracts with the federal government or any agency thereof or agencies of other states such as may be necessary to carry out the purposes of this section, provided that no such contract may obligate or potentially obligate any state funds or the full faith and credit of the State of Oklahoma unless express legislative authorization is given therefor;

23 10. Represent this state in the promotion of the development of 24 commercial water transportation in this state and to cooperate with

## SENATE FLOOR VERSION - SB457 SFLR

Page 256

(Bold face denotes Committee Amendments)

1 other states, other agencies of this state or agencies of the United 2 States government, in any manner whatsoever, in an effort to develop 3 the commercial use of the waterways in this state;

11. Study all executive orders and legislation, state and
federal, which may affect the commercial development of interstate
or intrastate water transportation and to make recommendations
concerning any such executive orders or legislation;

8 12. Make studies and plans for the expansion, use and growth of 9 the water transportation resources and facilities of this state; and 10 13. Do and perform all other functions for and on behalf of the 11 state which may be necessary or desirable to accomplish the purposes 12 of this section.

C. 1. There is hereby created the Oklahoma Waterways Advisory
Board. Members of the Board shall be selected and appointed by the
Director of the Department of Transportation. The Oklahoma
Waterways Advisory Board shall consist of seven (7) members
qualified as follows:

a. two members shall be the Executive Directors of the
two active, public ports, commonly known as the Port
of Catoosa and the Port of Muskogee,

b. two members shall be appointed from private port
operations which have existing waterfront cargo
handling facilities and which regularly employ the use
of barge transportation,

1	c. one member shall be appointed from the public at large
2	who shall have professional experience and expertise
3	in shipping, freight logistics or construction,
4	operation, maintenance and rehabilitation of
5	transportation systems, and
6	d. two members shall be appointed at large from business
7	and/or industry associated with inland navigation.
8	2. All members shall continue in office until replaced.
9	Members of the Board shall not be compensated or receive travel
10	reimbursement. The membership shall elect a chairperson and vice-
11	chairperson and shall meet as necessary.
12	3. The Board shall:
13	a. serve in an advisory capacity to the Department of
14	Transportation, the Governor's office and the
15	Legislature in accomplishing its mission,
16	b. assist in the development of rules, standards,
17	policies, procedures and directions of the Waterways
18	Branch of the Department of Transportation regarding
19	its duties and responsibilities authorized by this
20	section, and
21	c. recommend specific public and private actions that
22	would enable this state to utilize its waterways to
23	promote future growth.
24	

1 4. The Department of Transportation may, as funds and staff are available, provide support and assistance to the Board. 2 3 SECTION 132. AMENDATORY 73 O.S. 2011, Section 83.1, as last amended by Section 1, Chapter 251, O.S.L. 2015 (73 O.S. Supp. 4 5 2018, Section 83.1), is amended to read as follows: Section 83.1. A. There is hereby re-created to continue until 6 7 July 1, 2022, in accordance with the Oklahoma Sunset Law, a Capitol-Medical Center Improvement and Zoning Commission to exercise the 8 9 functions and perform the duties hereinafter prescribed. 10 B. The Commission shall be composed of eleven (11) members as follows: 11 12 1. The Director of the Office of Management and Enterprise Services or his or her designee, who shall be ex officio chair of 13 the Capitol-Medical Center Improvement and Zoning Commission; 14 15 2. The Director of the Transportation Commission Department of Transportation or his or her designee; 16 3. The President of the University of Oklahoma or his or her 17 designee; 18 4. Two members appointed by the President Pro Tempore of the 19 Senate; 20 5. Two members appointed by the Speaker of the House of 21 Representatives; 22 6. The Chair of the Planning Commission of Oklahoma City or his 23 or her designee; 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

7. The Chair of the Long-Range Capital Planning Commission; and
 8. Two members of the Commission appointed by the Governor,
 with the advice and consent of the State Senate, for four-year
 staggered terms with one term expiring on January 31 of each even numbered year.

6 C. One of the two members shall be appointed upon the 7 recommendation of the Citizens' Advisory Committee. The Commission 8 is authorized to appoint and hire a Director, who shall serve as the 9 chief administrative officer of the Commission, and other necessary 10 personnel. The Attorney General of the State of Oklahoma shall be 11 the legal advisor to the Commission in the same capacity as he or 12 she is to other boards and commissions.

D. At least one of the members appointed by the President Pro
Tempore of the Senate and the Speaker of the House of
Representatives shall be a resident within the boundaries of the
Capitol-Medical Center Improvement and Zoning District as set forth
in Section 83 of this title.

18 SECTION 133. AMENDATORY 73 O.S. 2011, Section 341, is
19 amended to read as follows:

20 Section 341. A. Subject to the limitations with respect to the 21 authorized date of issuance provided by paragraphs 1, 2 and 3 of 22 this subsection, the Oklahoma Capitol Improvement Authority is 23 authorized to issue notes, bonds, or other evidences of obligation 24 in an amount necessary to generate net proceeds of:

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

One Hundred Fifty Million Dollars (\$150,000,000.00), no
 earlier than August 1, 2009, after providing for costs of issuance,
 credit enhancement, reserves, and other associated expenses related
 to the financing;

In addition to the amount of net proceeds specified by
 paragraph 1 of this subsection, Two Hundred Fifteen Million Dollars
 (\$215,000,000.00), no earlier than August 1, 2010, after providing
 for costs of issuance, credit enhancement, reserves, and other
 associated expenses related to the financing; and

In addition to the amount of net proceeds specified by
 paragraph 1 and paragraph 2 of this subsection, Seventy Million
 Dollars (\$70,000,000.00), no earlier than August 1, 2011, after
 providing for costs of issuance, credit enhancement, reserves, and
 other associated expenses related to the financing for the projects
 identified in the Appendix of this act Chapter 304, O.S.L. 2011.

B. Net proceeds of the financing will be deposited into a 16 construction fund to provide for the financing of acquisition of 17 real property, together with improvements located thereon, and 18 personal property, to construct, maintain and improve those state 19 highway and state bridge assets identified in the Oklahoma 20 Transportation Commission Construction Work Plan for the federal 21 fiscal years 2011 through 2018 (FFY-2011 through FFY-2018) as 22 specifically identified in the Appendix of this act Chapter 304, 23

1 O.S.L. 2011, and which is incorporated by reference as if fully set
2 out herein.

3 С. The Transportation Commission or the Department of Transportation shall use the proceeds identified in subsection B of 4 this section according to the priority of the enumerated project as 5 it appears for the applicable federal fiscal year in the 6 Construction Work Plan described in subsection B of this section in 7 order to facilitate the completion of the enumerated projects, 8 9 giving consideration to the ability to match federal funding and 10 such other factors as the Transportation Commission or the Department of Transportation shall deem fiscally prudent. 11

D. Earnings that result from the investment of the construction fund may be used for the projects authorized in this section or for other legal purposes approved by the Authority.

15 Ε. The Authority and the Transportation Commission and the Department of Transportation are authorized to enter into such 16 agreements as may be necessary to authorize the Authority to hold 17 title to the real and personal property and improvements until such 18 time as any obligations issued for the purpose set forth in 19 subsection B of this section are retired or defeased and the 20 Authority may lease the real property and improvements to the 21 Transportation Commission or the Department of Transportation for 22 the purposes authorized by this section. Upon final redemption or 23 defeasance of the obligations created pursuant to this section, 24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

title to the real and personal property and improvements shall be
 transferred from the Oklahoma Capitol Improvement Authority to the
 Transportation Commission or the Department of Transportation.

F. For the purpose of paying the costs for acquisition and 4 5 construction of the real property and improvements and personal property and making the repairs, refurbishments, and improvements to 6 real and personal property, and providing funding for the project 7 authorized in this section, and for the purpose authorized in 8 9 subsection H of this section, the Authority is hereby authorized to 10 borrow monies on the credit of the income and revenues to be derived 11 from the leasing of such real and personal property and improvements 12 and, in anticipation of the collection of such income and revenues, to issue negotiable obligations in one or more series. 13

14 G. It is the intent of the Legislature to appropriate to the 15 Department of Transportation sufficient monies to make rental 16 payments for the purposes of retiring the obligations created 17 pursuant to this section.

H. To the extent funds are available from the proceeds of the borrowing authorized by subsection A of this section, the Oklahoma Capitol Improvement Authority shall provide for the payment of professional fees and associated costs related to the projects authorized in this section.

I. The Authority may issue obligations in one or more seriesand in conjunction with other issues of the Authority. The

## SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

Authority is authorized to hire bond counsel, financial consultants, and such other professionals as it may deem necessary to provide for the efficient sale of the obligations and may utilize a portion of the proceeds of any borrowing to create such reserves as may be deemed necessary and to pay costs associated with the issuance and administration of such obligations.

J. The bond indenture or other instrument pursuant to which the Oklahoma Capitol Improvement Authority becomes obligated for the prepayment of principal and interest of the proceeds from the sale of obligations authorized in subsection A of this section shall provide that all obligations are to be repaid from the source of revenue specified in this section.

13 K. The bonds or other obligations issued pursuant to this 14 section shall not at any time be deemed to constitute a debt of the 15 state or of any political subdivision thereof or a pledge of the 16 faith and credit of the state or of any such political subdivision.

17 L. Such bonds or other obligations shall contain on the face 18 thereof a statement that neither the faith and credit nor the taxing 19 power of the state or any political subdivision thereof is pledged, 20 or may hereafter be pledged, to the payment of the principal of or 21 the interest on such bonds.

M. The obligations authorized under this section may be sold at either competitive or negotiated sale, as determined by the Authority, and in such form and at such prices as may be authorized

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

by the Authority. The Authority may enter into agreements with such credit enhancers and liquidity providers as may be determined necessary to efficiently market the obligations. The obligations may mature and have such provisions for redemption as shall be determined by the Authority, but in no event shall the final maturity of such obligations occur later than fifteen (15) years from the first principal maturity date.

N. Any interest earnings on funds or accounts created for the
purposes of this section may be utilized as partial payment of the
annual debt service or for the purposes directed by the Authority.

O. The obligations issued under this section, the transfer thereof and the interest earned on such obligations, including any profit derived from the sale thereof, shall not be subject to taxation of any kind by the State of Oklahoma, or by any county, municipality or political subdivision therein.

P. The Authority may direct the investment of all monies in any funds or accounts created in connection with the offering of the obligations authorized under this section. Such investments shall be made in a manner consistent with the investment guidelines of the State Treasurer. The Authority may place additional restrictions on the investment of such monies if necessary to enhance the marketability of the obligations.

- 23
- 24

Q. Insofar as they are not in conflict with the provisions of
 this section, the provisions of Section 151 et seq. of this title
 shall apply to this section.

R. The Oklahoma Capitol Improvement Authority may initiate
proceedings for purposes of validating the obligations authorized
pursuant to the provisions of this section according to the
provisions of Section 14.1 of Title 20 of the Oklahoma Statutes not
later than one hundred twenty (120) days after the effective date of
this act August 26, 2011.

10 SECTION 134. AMENDATORY Section 1, Chapter 364, O.S.L. 11 2016 (73 O.S. Supp. 2018, Section 342), is amended to read as 12 follows:

Section 342. A. Subject to the limitations with respect to the 13 authorized date of issuance provided by this subsection, the 14 15 Oklahoma Capitol Improvement Authority is authorized to issue notes, bonds or other evidences of obligation in an amount necessary to 16 generate net proceeds of Two Hundred Million Dollars 17 (\$200,000,000.00), no earlier than July 1, 2016, after providing for 18 costs of issuance, credit enhancement, reserves and other associated 19 expenses related to the financing. 20

B. Net proceeds of the financing will be deposited into a construction fund to provide for the financing of acquisition of real property, together with improvements located thereon, and personal property, to construct, maintain and improve those state

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

highway and state bridge assets identified in the Oklahoma Transportation Commission Construction Work Plan for the federal fiscal years 2016 through 2023 (FFY-2016 through FFY-2023) as specifically identified in the Appendix of this act Chapter 364, <u>O.S.L. 2016</u>, which is incorporated by reference as if fully set out herein.

С. 7 The Transportation Commission or the Department of Transportation shall use the proceeds identified in subsection B of 8 9 this section according to the priority of the enumerated project as 10 it appears for the applicable federal fiscal year in the Construction Work Plan described in subsection B of this section in 11 12 order to facilitate the completion of the enumerated projects, giving consideration to the ability to match federal funding and 13 such other factors as the Transportation Commission or the 14 15 Department of Transportation shall deem fiscally prudent.

D. Earnings that result from the investment of the construction fund may be used for the projects authorized in this section or for other legal purposes approved by the Authority.

E. The Authority and the Transportation Commission and the Department of Transportation are authorized to enter into such agreements as may be necessary to authorize the Authority to hold title to the real and personal property and improvements until such time as any obligations issued for the purpose set forth in subsection B of this section are retired or defeased and the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) Authority may lease the real property and improvements to the Transportation Commission or the Department of Transportation for the purposes authorized by this section. Upon final redemption or defeasance of the obligations created pursuant to this section, title to the real and personal property and improvements shall be transferred from the Oklahoma Capitol Improvement Authority to the Transportation Commission or the Department of Transportation.

F. For the purpose of paying the costs for acquisition and 8 9 construction of the real property and improvements and personal 10 property and making the repairs, refurbishments and improvements to 11 real and personal property, and providing funding for the project authorized in this section, and for the purpose authorized in 12 subsection H of this section, the Authority is hereby authorized to 13 borrow monies on the credit of the income and revenues to be derived 14 15 from the leasing of such real and personal property and improvements and, in anticipation of the collection of such income and revenues, 16 to issue negotiable obligations in one or more series. 17

18 G. It is the intent of the Legislature to appropriate to the 19 Department of Transportation sufficient monies to make rental 20 payments for the purposes of retiring the obligations created 21 pursuant to this section.

H. To the extent funds are available from the proceeds of the borrowing authorized by subsection A of this section, the Oklahoma Capitol Improvement Authority shall provide for the payment of

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) professional fees and associated costs related to the projects
 authorized in this section.

3 The Authority may issue obligations in one or more series I. and in conjunction with other issues of the Authority. 4 The 5 Authority is authorized to hire bond counsel, financial consultants and such other professionals as it may deem necessary to provide for 6 7 the efficient sale of the obligations and may utilize a portion of the proceeds of any borrowing to create such reserves as may be 8 9 deemed necessary and to pay costs associated with the issuance and 10 administration of such obligations.

J. The bond indenture or other instrument pursuant to which the Oklahoma Capitol Improvement Authority becomes obligated for the repayment of principal and interest of the proceeds from the sale of obligations authorized in subsection A of this section shall provide that all obligations are to be repaid from the source of revenue specified in this section.

17 K. The bonds or other obligations issued pursuant to this 18 section shall not at any time be deemed to constitute a debt of the 19 state or of any political subdivision thereof or a pledge of the 20 faith and credit of the state or of any such political subdivision.

L. Such bonds or other obligations shall contain on the face thereof a statement that neither the faith and credit nor the taxing power of the state or any political subdivision thereof is pledged,

or may hereafter be pledged, to the payment of the principal of or
 the interest on such bonds.

3 The obligations authorized under this section may be sold at Μ. either competitive or negotiated sale, as determined by the 4 5 Authority, and in such form and at such prices as may be authorized 6 by the Authority. The Authority may enter into agreements with such 7 credit enhancers and liquidity providers as may be determined necessary to efficiently market the obligations. The obligations 8 9 may mature and have such provisions for redemption as shall be 10 determined by the Authority, but in no event shall the final 11 maturity of such obligations occur later than fifteen (15) years 12 from the first principal maturity date.

N. Any interest earnings on funds or accounts created for the purposes of this section may be utilized as partial payment of the annual debt service or for the purposes directed by the Authority.

16 0. The obligations issued under this section, the transfer 17 thereof and the interest earned on such obligations, including any 18 profit derived from the sale thereof, shall not be subject to 19 taxation of any kind by the State of Oklahoma, or by any county, 20 municipality or political subdivision therein.

P. The Authority may direct the investment of all monies in any funds or accounts created in connection with the offering of the obligations authorized under this section. Such investments shall be made in a manner consistent with the investment guidelines of the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments) State Treasurer. The Authority may place additional restrictions on
 the investment of such monies if necessary to enhance the
 marketability of the obligations.

Q. Insofar as they are not in conflict with the provisions of this section, the provisions of Section 151 et seq. of Title 73 of the Oklahoma Statutes shall apply to this section.

7 R. The Oklahoma Capitol Improvement Authority may initiate 8 proceedings for purposes of validating the obligations authorized 9 pursuant to the provisions of this section according to the 10 provisions of Section 14.1 of Title 20 of the Oklahoma Statutes not 11 later than one hundred twenty (120) days after the effective date of 12 this act August 26, 2016.

SECTION 135. AMENDATORY 74 O.S. 2011, Section 18c, as last amended by Section 1, Chapter 31, O.S.L. 2016 (74 O.S. Supp. 2018, Section 18c), is amended to read as follows:

16 Section 18c. A. 1. Except as otherwise provided by this 17 subsection, no state officer, board or commission shall have 18 authority to employ or appoint attorneys to advise or represent said 19 officer, board or commission in any matter.

2. The provisions of this subsection shall not apply to the
 21 Corporation Commission, the Council on Law Enforcement Education and
 22 Training, the Consumer Credit Commission, the Board of Managers of
 23 the State Insurance Fund, the Oklahoma Tax Commission, the
 24 Commissioners of the Land Office, the Oklahoma Public Welfare

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 Commission also known as the Commission for Human Services, the State Board of Corrections, the Oklahoma Health Care Authority, the 2 3 Department of Public Safety, the Oklahoma State Bureau of Narcotics and Dangerous Drugs Control, the Alcoholic Beverage Laws Enforcement 4 5 Commission, the <del>Transportation Commission</del> Department of 6 Transportation, the Oklahoma Energy Resources Board, the Oklahoma Merit Protection Commission, the Office of Management and Enterprise 7 Services, the Oklahoma Water Resources Board, the Department of 8 9 Labor, the Department of Agriculture, Food, and Forestry, the 10 Northeast Oklahoma Public Facilities Authority, the Oklahoma 11 Firefighters Pension and Retirement System, the Oklahoma Public 12 Employees Retirement System, the Uniform Retirement System for Justices and Judges, the Oklahoma Conservation Commission, the 13 Office of Juvenile Affairs, the State Board of Pharmacy, and until 14 15 January 1, 2022, the Oklahoma Department of Veterans Affairs. 3. The provisions of paragraph 2 of this subsection shall not 16 be construed to authorize the Office of Juvenile Affairs to employ 17 any attorneys that are not specifically authorized by law. 18 4. All the legal duties of such officer, board or commission 19

20 shall devolve upon and are hereby vested in the Attorney General;
21 provided that:

a. the Governor shall have authority to employ special
counsel to protect the rights or interest of the state
as provided in Section 6 of this title, and

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

b. liquidation agents of banks shall have the authority
 to employ local counsel, with the consent of the Bank
 Commissioner and the Attorney General and the approval
 of the district court.

5 B. At the request of any state officer, board or commission, except the Corporation Commission, the Board of Managers of the 6 CompSource Oklahoma, Oklahoma Tax Commission and the Commissioners 7 of the Land Office, the Grand River Dam Authority, the Oklahoma 8 9 State Bureau of Narcotics and Dangerous Drugs Control, the Alcoholic 10 Beverage Laws Enforcement Commission, the Oklahoma Firefighters 11 Pension and Retirement System, the Oklahoma Public Employees 12 Retirement System, the Uniform Retirement System for Justices and Judges and the Interstate Oil and Gas Compact Commission, the 13 Attorney General shall defend any action in which they may be sued 14 15 in their official capacity. At the request of any such state officer, board or commission, the Attorney General shall have 16 authority to institute suits in the name of the State of Oklahoma on 17 their relation, if after investigation the Attorney General is 18 convinced there is sufficient legal merit to justify the action. 19

C. Any officer, board, or commission which has the authority to employ or appoint attorneys may request that the Attorney General defend any action arising pursuant to the provisions of The Governmental Tort Claims Act.

D. Nothing in this section shall be construed to repeal or affect the provisions of the statutes of this state pertaining to attorneys and legal advisors of the several commissions and departments of state specified in subsection B of this section, and all acts and parts of acts pertaining thereto shall be and remain in full force and effect.

7 SECTION 136. AMENDATORY 74 O.S. 2011, Section 85.12, as
8 last amended by Section 2, Chapter 71, O.S.L. 2017 (74 O.S. Supp.
9 2018, Section 85.12), is amended to read as follows:

10 Section 85.12. A. The provisions of this section shall not be 11 construed to affect any law relating to fiscal or accounting 12 procedure except as they may be directly in conflict herewith; and 13 all claims, warrants, and bonds shall be examined, inspected, and 14 approved as now provided by law.

B. Except as otherwise provided by this section, the
acquisitions specified in this subsection shall be made in
compliance with Section 85.39 of this title but are not subject to
other provisions of The Oklahoma Central Purchasing Act:

19 1. Food and other products produced by state institutions and 20 agencies;

2. The printing or duplication of publications or forms of
 whatsoever kind or character by state agencies if the work is
 performed upon their own equipment by their own employees. Pursuant
 to this paragraph, the state agency may only use equipment owned or

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 leased by the agency and may only utilize that equipment for 2 printing services required by the agency in performing duties imposed upon the agency or functions authorized to be performed by 3 the agency. Any use of the equipment by the agency pursuant to an 4 5 agreement or contract with any other entity resulting in delivery of intermediate or finished products to the entity purchasing or using 6 the products shall be subject to the provisions of The Oklahoma 7 Central Purchasing Act; 8

9 3. Department of Transportation and Transportation Commission 10 contractual services or right-of-way purchases; contracts awarded 11 pursuant to bids let by the Transportation Commission Department of 12 Transportation for the maintenance or construction of streets, roads, highways, bridges, underpasses, or any other transportation 13 facilities under the control of the Department of Transportation, 14 the acquisitions of equipment or materials accruing to the 15 Department of Transportation required in Federal-Aid contracts; and 16 contracts for public service type announcements initiated by the 17 Department of Transportation; 18

19 but not contractual services for advertising or public relations or 20 employment services;

4. Utility services regulated by a state or federal regulatory
 commission, or by municipal ordinance, or by an Indian Tribal
 Council;

5. Acquisitions by the University Hospitals Authority. The Authority shall develop standards for the acquisition of products and services and may elect to utilize the Purchasing Division. The standards shall foster economy and short response time and shall include appropriate safeguards and record-keeping requirements to ensure appropriate competition and economical and efficient purchasing;

8 6. Contracts for custom harvesting by the Department of9 Corrections for the Department or its institutions;

10 7. Contracts with private prison contractors which are subject 11 to the contracting procedures of Section 561 of Title 57 of the 12 Oklahoma Statutes;

13 8. Acquisitions by the Oklahoma Municipal Power Authority;

14 9. Acquisitions by the Grand River Dam Authority;

15 10. Acquisitions by rural water, sewer, gas, or solid waste 16 management districts created pursuant to the Rural Water, Sewer, Gas 17 and Solid Waste Management Districts Act;

18 11. Acquisitions by the Oklahoma Ordnance Works Authority, the 19 Northeast Oklahoma Public Facilities Authority, or the Midwestern 20 Oklahoma Development Authority;

21 12. Contracts entered into by the Oklahoma Industrial Finance
22 Authority for the services of an appraiser or for acquisition of
23 insurance when the Authority's Board of Directors determines that an

24

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 emergency exists, and contracts for the services of legal counsel 2 when approved by the Attorney General;

3 13. Expenditure of monies appropriated to the State Board of
4 Education for Local and State Supported Financial Support of Public
5 Schools, except monies allocated therefrom for the Administrative
6 and Support Functions of the State Department of Education;

7 14. Expenditure of monies appropriated to the State Department 8 of Rehabilitation Services for educational programs or educational 9 materials for the Oklahoma School for the Blind and the Oklahoma 10 School for the Deaf;

11 15. Contracts entered into by the Oklahoma Department of Career 12 and Technology Education for the development, revision, or updating 13 of vocational curriculum materials, and contracts entered into by 14 the Oklahoma Department of Career and Technology Education for 15 training and supportive services that address the needs of new or 16 expanding industries;

17 16. Contracts entered into by the Oklahoma Center for the18 Advancement of Science and Technology for professional services;

19 17. Contracts entered into by the Oklahoma Department of
20 Commerce pursuant to the provisions of Section 5066.4 of this title;

21 18. Acquisitions made by the Oklahoma Historical Society from 22 monies used to administer the White Hair Memorial;

23 19. Acquisitions available to an agency through a General
24 Services Administration (GSA) contract or other federal contract if

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1 the acquisition is on current statewide contract and the terms of 2 the GSA or other federal contract, as determined by the State 3 Purchasing Director, are more favorable to the agency than the terms 4 of a statewide contract for the same products;

5 20. Purchases of pharmaceuticals available through a multistate or multigovernmental contract if such pharmaceuticals are or have 6 been on state contract within the last fiscal year, and the terms of 7 such contract are more favorable to the state or agency than the 8 9 terms of a state contract for the same products, as determined by 10 the State Purchasing Director. The state entity designated by law, 11 as specified in Section 1010.3 of Title 56 of the Oklahoma Statutes, 12 shall participate in the purchase of pharmaceuticals available through such contracts; 13

14 21. Contracts for managed health care services entered into by 15 the state entity designated by law or the Department of Human 16 Services, as specified in paragraph 1 of subsection A of Section 17 1010.3 of Title 56 of the Oklahoma Statutes;

22. Acquisitions by the Forestry Service of the Oklahoma Department of Agriculture, Food, and Forestry as authorized by the federal General Services Administration through a General Services Administration contract or other federal contract if the acquisitions are not on current statewide contract or the terms of the federal contract are more favorable to the agency than the terms of a statewide contract for the same products;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

23. Acquisitions of clothing for clients of the Department of
 Human Services and acquisitions of food for group homes operated by
 the Department of Human Services;

4 24. Acquisitions by the Oklahoma Energy Resources Board;
5 25. Acquisitions of clothing for juveniles in the custody of
6 the Office of Juvenile Affairs and acquisitions of food for group
7 homes operated by the Office of Juvenile Affairs;

8 26. State contracts for flexible benefits plans pursuant to the 9 Oklahoma State Employees Benefits Act, Section 1361 et seq. of this 10 title;

11 27. Acquisitions by the Department of Securities to 12 investigate, initiate, or pursue administrative, civil, or criminal 13 proceedings involving potential violations of the acts under the 14 Department's jurisdiction and acquisitions by the Department of 15 Securities for its investor education program;

16 28. Acquisitions by the Native American Cultural and 17 Educational Authority and acquisitions by the Oklahoma Department of 18 Commerce to assist the Native American Cultural and Educational 19 Authority pursuant to Section 5017 of this title;

20 29. Acquisitions for resale in and through canteens operated
21 pursuant to Section 537 of Title 57 of the Oklahoma Statutes;

30. Acquisitions by the Oklahoma Boll Weevil Eradication
Organization for employment and personnel services, and for
acquiring sprayers, blowers, traps, and attractants related to the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

eradication of boll weevils in this state or as part of a national
 or regional boll weevil eradication program;

3 31. Contracts entered into by the Oklahoma Indigent Defense
4 System for expert services pursuant to the provisions of subsection
5 D of Section 1355.4 of Title 22 of the Oklahoma Statutes;

6 32. Acquisitions by the Oklahoma Correctional Industries and 7 the Agri-Services programs of the Department of Corrections of raw 8 materials, component parts and other products, any equipment 9 excluding vehicles, and any services excluding computer consultant 10 services used to produce goods or services for resale and for the 11 production of agricultural products;

12 33. Contracts entered into by the Department of Human Services 13 for provision of supported living services to members of the 14 plaintiff class in Homeward Bound, Inc., et al. v. The Hissom 15 Memorial Center, et al., Case Number 85-C-437-E, United States 16 District Court for the Northern District of Oklahoma;

17 34. Contracts negotiated by the Office of Juvenile Affairs with 18 designated Youth Services Agencies and the Oklahoma Association of 19 Youth Services, or another Oklahoma nonprofit corporation whose 20 membership consists solely of Youth Services Agencies and of whom at 21 least a majority of Youth Services Agencies are members, pursuant to 22 the provisions of Section 2-7-306 of Title 10A of the Oklahoma 23 Statutes and contracts entered into by the Department of Human

Services pursuant to Section 1-9-110 of Title 10A of the Oklahoma
 Statutes with designated Youth Services Agencies;

3 35. Contracts not to exceed One Hundred Thousand Dollars
4 (\$100,000.00) entered into by the Department of Environmental
5 Quality for engineering services to assist qualifying small
6 municipalities or rural water or sewer districts with engineering
7 reports or plans and specifications needed for construction or
8 repairs to achieve compliance with federal and state public water
9 supply or wastewater laws and regulations;

10 36. Contracts for annuities for structured settlements provided 11 for in Section 158 of Title 51 of the Oklahoma Statutes; and

12 37. Contracts entered into by the State Department of Education 13 with current or retired employees of Oklahoma public school 14 districts to assist the Department when the expertise and 15 qualifications of an Oklahoma certified educator are required, as 16 provided for in Section <u>+</u> <u>3-104.8</u> of <u>this act</u> <u>Title 70 of the</u> 17 Oklahoma Statutes.

C. Pursuant to the terms of a contract the State Purchasing Director enters into or awards, a state agency, common school, municipality, rural fire protection district, county officer, or any program contract, purchase, acquisition or expenditure that is not subject to the provisions of The Oklahoma Central Purchasing Act, may, unless acting pursuant to a contract with the state that specifies otherwise, make use of statewide contracts and the

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

services of the Purchasing Division and the State Purchasing
 Director. Any political subdivision or rural fire protection
 district may designate the State Purchasing Director as its agent
 for any acquisition from a statewide contract or otherwise available
 to the state.

D. The State Purchasing Director shall make periodic audits of
the purchasing procedures of the Oklahoma Ordnance Works Authority,
the Northeast Oklahoma Public Facilities Authority, the University
Hospitals Authority, and the Midwestern Oklahoma Development
Authority to ensure that the procedures are being followed.

11SECTION 137.AMENDATORY74 O.S. 2011, Section 500.36, is12amended to read as follows:

Section 500.36. Effective July 1, 1985, no No members of 13 Oklahoma boards and commissions shall receive per diem payments or 14 15 reimbursements for expenses other than those specifically authorized by Sections 500.1 through 500.54 of Title 74 of the Oklahoma 16 Statutes this title or Section 1501-605 of Title 82 of the Oklahoma 17 Statutes or except as otherwise provided by law. Provided that this 18 section is not intended to prohibit the payment of statutory 19 salaries to members of the Oklahoma Tax Commission, the Oklahoma 20 Transportation Commission and the Oklahoma Pardon and Parole Board. 21 SECTION 138. AMENDATORY 74 O.S. 2011, Section 2226, is 22 amended to read as follows: 23

Section 2226. The Oklahoma Transportation Commission Department
 <u>of Transportation</u> shall construct, maintain and repair those roads
 and parking areas in state parks as specified by the <u>Tourism and</u>
 Recreation Commission.

5 SECTION 139. AMENDATORY Section 2, Chapter 251, O.S.L. 6 2017 (74 O.S. Supp. 2018, Section 5152), is amended to read as 7 follows:

8 Section 5152. A. As used in the Oklahoma Public and Private9 Facilities and Infrastructure Act:

1. "Contract" means any purchase and sale agreement, lease,
 service agreement, franchise agreement, concession agreement or
 other written agreement entered into under this act the Oklahoma
 Public and Private Facilities and Infrastructure Act with respect to
 the provision of a public service and any project related thereto;

2. "Improvement" means any instruction, reconstruction,
 rehabilitation, renovation, installation, improvement, enlargement
 or extension of property or improvements to property;

3. "Partnership Committee" means a committee consisting of nine (9) members, three members appointed by the President Pro Tempore of the Senate, three members appointed by the Speaker of the House of Representatives and three representatives of the Office of Management and Enterprise Services (OMES), to be appointed by the Governor. Five members of the Partnership Committee shall

constitute a quorum. The Partnership Committee shall act only upon
 a decision of a majority of appointed members;

4. "Private sector entity" means any corporation, whether for
profit or not for profit, limited liability company, partnership,
limited liability partnership, sole proprietorship, business trust,
joint venture or other entity, but shall not mean the state, a
political subdivision of the state, or a public or governmental
entity, agency or instrumentality of the state;

9 5. "Project" means real or personal property, or both, and 10 improvements thereto or in support thereof, including undivided and 11 other interests therein, used for or in the provision of a public 12 service;

6. "Proposer" means a private sector entity, a local or
regional public entity or agency, or any group or combination
thereof, submitting qualifications or a proposal for a publicprivate partnership contract;

17 7. "Public service" means a service provided for a public
18 purpose of a responsible state agency and identified in an
19 invitation for qualifications or proposals under this act the
20 Oklahoma Public and Private Facilities and Infrastructure Act; and
21 8. "Responsible state agency" means the agency, department,
22 commission, authority or other instrumentality of the state
23 responsible for the provision of the public service which is or is

24 proposed to be the subject of a contract. Any such agency that is

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

subject to the Oklahoma Central Purchasing Act, the Public
 Competitive Bidding Act, the Oklahoma State Finance Act and the
 Oklahoma Privatization of the State Functions Act shall comply with
 these laws.

5 Β. The Oklahoma Department of Transportation and the Oklahoma Turnpike Authority shall be exempt from this act the Oklahoma Public 6 7 and Private Facilities and Infrastructure Act. However, the Oklahoma Department of Transportation and the Oklahoma Turnpike 8 9 Authority may utilize the general provisions and process described 10 herein to develop a public-private partnership contract for a transportation improvement in consultation with the Director of the 11 12 Office of Management and Enterprise Services (OMES) and subject to the approval of the Oklahoma Transportation Commission Director of 13 the Department of Transportation or the Oklahoma Turnpike Authority 14 15 Board as applicable.

 16
 SECTION 140.
 AMENDATORY
 75 O.S. 2011, Section 250.4, as

 17
 last amended by Section 12, Chapter 430, O.S.L. 2014 (75 O.S. Supp.

 18
 2018, Section 250.4), is amended to read as follows:

Section 250.4. A. 1. Except as is otherwise specifically provided in this subsection, each agency is required to comply with Article I of the Administrative Procedures Act.

22 2. The Corporation Commission shall be required to comply with 23 the provisions of Article I of the Administrative Procedures Act 24 except for subsections A, B, C and E of Section 303 of this title

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

and Section 306 of this title. To the extent of any conflict or inconsistency with Article I of the Administrative Procedures Act, pursuant to Section 35 of Article IX of the Oklahoma Constitution, it is expressly declared that Article I of the Administrative Procedures Act is an amendment to and alteration of Sections 18 through 34 of Article IX of the Oklahoma Constitution.

3. The Oklahoma Military Department shall be exempt from the
provisions of Article I of the Administrative Procedures Act to the
extent it exercises its responsibility for military affairs.

4. The Oklahoma Ordnance Works Authority, the Northeast
 Oklahoma Public Facilities Authority, the Oklahoma Office of
 Homeland Security and the Board of Trustees of the Oklahoma College
 Savings Plan shall be exempt from Article I of the Administrative
 Procedures Act.

15 5. The Transportation Commission and the Department of Transportation shall be exempt from Article I of the Administrative 16 17 Procedures Act to the extent they exercise their it exercises its authority in adopting standard specifications, special provisions, 18 plans, design standards, testing procedures, federally imposed 19 requirements and generally recognized standards, project planning 20 and programming, and the operation and control of the State Highway 21 System. 22

- 23
- 24

6. The Oklahoma State Regents for Higher Education shall be
 exempt from Article I of the Administrative Procedures Act with
 respect to:

4		a.	prescribing standards of higher education,
5		b.	prescribing functions and courses of study in each
6			institution to conform to the standards,
7		C.	granting of degrees and other forms of academic
8			recognition for completion of the prescribed courses,
9		d.	allocation of state-appropriated funds, and
10		e.	fees within the limits prescribed by the Legislature.
11	7.	Insti	tutional governing boards within The Oklahoma State
12	System	of Hig	gher Education shall be exempt from Article I of the
13	Adminis	trativ	ve Procedures Act.
14	8.	a.	The Commissioner of Public Safety shall be exempt from
15			Sections 303.1, 304, 307.1, 308 and 308.1 of this
16			title insofar as it is necessary to promulgate rules
17			pursuant to the Oklahoma Motor Carrier Safety and
18			Hazardous Materials Transportation Act, to maintain a
19			current incorporation of federal motor carrier safety
20			and hazardous material regulations, or pursuant to
21			Chapter 6 of Title 47 of the Oklahoma Statutes, to
22			maintain a current incorporation of federal commercial
23			driver license regulations, for which the Commissioner
24			has no discretion when the state is mandated to

promulgate rules identical to federal rules and regulations.

- b. Such rules may be adopted by the Commissioner and
  shall be deemed promulgated twenty (20) days after
  notice of adoption is published in "The Oklahoma
  Register". Such publication need not set forth the
  full text of the rule but may incorporate the federal
  rules and regulations by reference.
- 9 c. Such copies of promulgated rules shall be filed with 10 the Secretary as required by Section 251 of this 11 title.
- d. For any rules for which the Commissioner has
  discretion to allow variances, tolerances or
  modifications from the federal rules and regulations,
  the Commissioner shall fully comply with Article I of
  the Administrative Procedures Act.

9. The Council on Judicial Complaints shall be exempt from Section 306 of Article I of the Administrative Procedures Act, with respect to review of the validity or applicability of a rule by an action for declaratory judgment, or any other relief based upon the validity or applicability of a rule, in the district court or by an appellate court. A party aggrieved by the validity or applicability of a rule made by the Council on Judicial Complaints may petition

24

1

the Court on the Judiciary to review the rules and issue opinions
 based upon them.

3 10. The Department of Corrections, State Board of Corrections,
4 county sheriffs and managers of city jails shall be exempt from
5 Article I of the Administrative Procedures Act with respect to:
6 a. prescribing internal management procedures for the
7 management of the state prisons, county jails and city
8 jails and for the management, supervision and control

9 of all incarcerated prisoners, and

b. prescribing internal management procedures for the
 management of the probation and parole unit of the
 Department of Corrections and for the supervision of
 probationers and parolees.

14 11. The State Board of Education shall be exempt from Article I 15 of the Administrative Procedures Act with respect to prescribing 16 subject matter standards as provided for in Section 11-103.6a of 17 Title 70 of the Oklahoma Statutes.

B. As specified, the following agencies or classes of agency
activities are not required to comply with the provisions of Article
II of the Administrative Procedures Act:

- 21 1. The Oklahoma Tax Commission;
- 22 2. The Commission for Human Services;
- 23 3. The Oklahoma Ordnance Works Authority;
- 24 4. The Corporation Commission;

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1	5. The Pardon and Parole Board;
2	6. The Midwestern Oklahoma Development Authority;
3	7. The Grand River Dam Authority;
4	8. The Northeast Oklahoma Public Facilities Authority;
5	9. The Council on Judicial Complaints;
6	10. The Board of Trustees of the Oklahoma College Savings Plan;
7	11. The supervisory or administrative agency of any penal,
8	mental, medical or eleemosynary institution, only with respect to
9	the institutional supervision, custody, control, care or treatment
10	of inmates, prisoners or patients therein; provided, that the
11	provisions of Article II shall apply to and govern all
12	administrative actions of the Oklahoma Alcohol Prevention, Training,
13	Treatment and Rehabilitation Authority;
14	12. The Board of Regents or employees of any university,
15	college, or other institution of higher learning;
16	13. The Oklahoma Horse Racing Commission, its employees or
17	agents only with respect to hearing and notice requirements on the
18	following classes of violations which are an imminent peril to the
19	public health, safety and welfare:
20	a. any rule regarding the running of a race,
21	b. any violation of medication laws and rules,
22	c. any suspension or revocation of an occupation license
23	by any racing jurisdiction recognized by the
24	Commission,

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1	d. any assault or other destructive acts within
2	Commission-licensed premises,
3	e. any violation of prohibited devices, laws and rules,
4	or
5	f. any filing of false information;
6	14. The Commissioner of Public Safety only with respect to
7	driver license hearings and hearings conducted pursuant to the
8	provisions of Section 2-115 of Title 47 of the Oklahoma Statutes;
9	15. The Administrator of the Department of Securities only with
10	respect to hearings conducted pursuant to provisions of the Oklahoma
11	Take-over Disclosure Act of 1985;
12	16. Hearings conducted by a public agency pursuant to Section
13	962 of Title 47 of the Oklahoma Statutes;
14	17. The Oklahoma Military Department;
15	18. The University Hospitals Authority, including all hospitals
16	or other institutions operated by the University Hospitals
17	Authority;
18	19. The Oklahoma Health Care Authority Board and the
19	Administrator of the Oklahoma Health Care Authority; and
20	20. The Oklahoma Office of Homeland Security.
21	SECTION 141. REPEALER 69 O.S. 2011, Sections 209, 302,
22	303, 303-A, 311, 319, 1238 and 4006, are hereby repealed.
23	SECTION 142. It being immediately necessary for the
24	preservation of the public peace, health or safety, an emergency is
l	

SENATE FLOOR VERSION - SB457 SFLR (Bold face denotes Committee Amendments)

1	hereby declared to exist, by reason whereof this act shall take
2	effect and be in full force from and after its passage and approval.
3	COMMITTEE REPORT BY: COMMITTEE ON RULES February 27, 2019 - DO PASS AS AMENDED
4	reditary 27, 2019 DO FASS AS AMENDED
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	