

1 ENGROSSED SENATE  
2 BILL NO. 1933

By: Thompson, Rader and  
Pederson of the Senate

3 and

4 Wallace, Hilbert and  
5 Caldwell (Chad) of the  
6 House

7  
8 An Act relating to the Greer Center Facility;  
9 authorizing Oklahoma Capitol Improvement Authority to  
10 acquire title to certain property; authorizing  
11 Oklahoma Capitol Improvement Authority to issue  
12 certain obligations; authorizing capitalization of  
13 interest for a specified time period; stating  
14 legislative intent with respect to certain debt  
15 payments; providing for payment of professional  
16 expenses or fees; authorizing issuance of obligations  
17 in series; prescribing procedures related to sale of  
18 obligations; prescribing maturity; authorizing use of  
19 interest for certain partial payment; providing for  
20 exemption from income tax; providing for investment  
21 of bond proceeds; providing for codification; and  
22 declaring an emergency.

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

24 SECTION 1. NEW LAW A new section of law to be codified  
in the Oklahoma Statutes as Section 371 of Title 73, unless there is  
created a duplication in numbering, reads as follows:

A. The Oklahoma Capitol Improvement Authority is hereby  
authorized to acquire real property or interests therein, together  
with improvements located thereon, and personal property and invest

1 capital into improvements for purposes of construction, repair and  
2 rehabilitation of a Greer Center Facility located on the grounds of  
3 the Northern Oklahoma Resource Center of Enid in Enid, Oklahoma.

4 The Authority may hold title to the real property and  
5 improvements until such time as any obligations issued for this  
6 purpose are retired or defeased and may lease the real property and  
7 improvements to the Department of Human Services. Upon final  
8 redemption or defeasance of the obligations created pursuant to this  
9 section, title to the real property and improvements shall be  
10 transferred from the Authority to the Department of Human Services.

11 B. For the purpose of paying the costs for acquisition of the  
12 real property and improvements and personal property authorized in  
13 subsection A of this section, and for the purpose authorized in  
14 subsection C of this section, the Authority is hereby authorized to  
15 borrow monies on the credit of the income and revenues to be derived  
16 from the leasing of such real property and improvements and, in  
17 anticipation of collection of such income and revenues, issue  
18 negotiable obligations in the amount sufficient to generate net  
19 proceeds of Sixteen Million Dollars (\$16,000,000.00) after providing  
20 for costs of issuance, credit enhancement, reserves and other  
21 associated expenses related to the financing. The Authority is  
22 authorized to capitalize interest on the obligations issued pursuant to  
23 the authority granted by this section for a period not to exceed one  
24 (1) year from the date of issuance. It is the intent of the

1 Legislature to appropriate to the Department of Human Services  
2 sufficient monies to make rental payments for the purposes of  
3 retiring the obligations created pursuant to this section.

4 C. To the extent funds are available, the Authority shall  
5 provide for the payment of professional fees and associated costs  
6 approved by the Authority.

7 D. The Authority may issue obligations in one or more series  
8 and in conjunction with other issues of the Authority. The  
9 Authority is authorized to hire bond counsel, financial consultants  
10 and such other professionals as it may deem necessary to provide for  
11 the efficient sale of the obligations and may utilize a portion of  
12 the proceeds of any borrowing to create such reserves as may be  
13 deemed necessary and to pay costs associated with the issuance and  
14 administration of such obligations.

15 E. The obligations authorized under this section may be sold at  
16 either competitive or negotiated sale, as determined by the  
17 Authority, and in such form and at such prices as may be authorized  
18 by the Authority. The Authority may enter into agreements with such  
19 credit enhancers and liquidity providers as may be determined  
20 necessary to efficiently market the obligations. The obligations  
21 may mature and have such provisions for redemption as shall be  
22 determined by the Authority, but in no event shall the final  
23 maturity of such obligations occur later than twenty (20) years from  
24 the first principal maturity date.

1 F. Any interest earnings on funds or accounts created for the  
2 purposes of this section may be utilized as partial payment of the  
3 annual debt service or for the purposes directed by the Authority.

4 G. The obligations issued under this section, the transfer  
5 thereof and the interest earned on such obligations including any  
6 profit derived from the sale thereof, shall not be subject to  
7 taxation of any kind by the State of Oklahoma, or by any county,  
8 municipality or political subdivision therein.

9 H. The Authority may direct the investment of all monies in any  
10 funds or accounts created in connection with the offering of the  
11 obligations authorized under this section. Such investments shall  
12 be made in a manner consistent with the investment guidelines of the  
13 State Treasurer. The Authority may place additional restrictions on  
14 the investment of such monies if necessary to enhance the  
15 marketability of the obligations.

16 SECTION 2. It being immediately necessary for the preservation  
17 of the public peace, health or safety, an emergency is hereby  
18 declared to exist, by reason whereof this act shall take effect and  
19 be in full force from and after its passage and approval.

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