1	STATE OF OKLAHOMA
2	2nd Session of the 58th Legislature (2022)
3	COMMITTEE SUBSTITUTE FOR
4	SENATE BILL NO. 1852 By: David
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7	COMMITTEE SUBSTITUTE
8	An Act relating to Oklahoma Energy Initiative Act; amending 17 O.S. 2021, Sections 802.2 and 802.3,
9	which relate to the Oklahoma Energy Initiative duties and Board; modifying Initiative name; requiring
10	Initiative to add certain energy practices to scope; conforming language; modifying Board name and
11	membership; removing certain institutions from Board; adding certain members to Board; establishing
12	provisions for establishment of Advisory Council; updating statutory reference; and providing an
13	effective date.
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15	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
16	SECTION 1. AMENDATORY 17 O.S. 2021, Section 802.2, is
17	amended to read as follows:
18	Section 802.2. A. There is hereby created the Oklahoma \underline{Low}
19	Carbon Energy Initiative, referred to in this act Section 802.1 et
20	seq. of this title as the Initiative, which shall serve as a
21	strategic program designed to create, advance, and promote new and
22	existing energy research and development, efforts use, supply chain
23	activity, and infrastructure related to Oklahoma's core energy
24	competencies by:

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Promoting research and development in the areas of
 conventional and unconventional oil and natural gas development and
 production, <u>hydrogen production, storage and distribution,</u> CO₂
 enhanced oil recovery, wind forecasting, advanced biofuels, energy
 storage, water management, energy policy and economic analysis,
 energy system optimization, renewable energy integration into the
 electrical grid, and similar energy technologies;

8 2. Fostering communication and collaboration between state and
 9 federal governmental agencies, institutions of higher education,
 10 nonprofit research institutions, and private entities located
 11 throughout Oklahoma;

Advancing research and development programs <u>and growing</u>
 <u>production</u>, <u>supply chain activity</u>, <u>and infrastructure</u> that provide
 benefits to all industries and regions of the state;

Streamlining research and development efforts between
 private and public industry to create synergistic relationships that
 coordinate, not duplicate, research efforts;

18 5. Establishing Oklahoma as a regional resource and 19 clearinghouse for transformative energy technologies in the areas of 20 traditional energy, hydrogen production, storage and distribution, 21 and renewable resource research and development;

6. Attracting best-in-class researchers to Oklahoma in
competency areas aligned with Oklahoma's natural resource base;

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7. Coordinating with the Oklahoma Department of Commerce to
 enhance venture capital investment in energy-related research and
 business opportunities; and

8. Promoting seed funding that can be leveraged against state,
federal, and private-source funding to establish sufficient startup
resources.

B. The Initiative may receive assistance from any state agency
or public entity to implement the provisions of the Oklahoma Energy
Initiative Act, including, but not limited to, administrative
assistance, staffing or legal counsel and provision of office space
or equipment as necessary. Assistance agreements may be made by
memorandums of understanding or as otherwise provided by law.

13SECTION 2.AMENDATORY17 O.S. 2021, Section 802.3, is14amended to read as follows:

Section 802.3. A. The Oklahoma Low Carbon Energy Initiative 15 shall be administered and governed by the Oklahoma Low Carbon Energy 16 Initiative Board, made up of representatives of the contributing 17 institutions and entities of the Initiative which initially shall be 18 include but not be limited to the University of Oklahoma, Oklahoma 19 State University, Oklahoma City University, and the University of 20 Tulsa, and the Noble Foundation. Additional contributing 21 institutions members may be added at the discretion of the Board, as 22 such institutions if they contribute to the purpose, objectives, and 23 research coordinated by the Initiative. Additional contributing 24

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2 institutions of higher education, nonprofit research institutions, 3 and private entities. The Board shall initially consist of six (6) eleven (11) 4 Β. 5 members as follows: 1. One member, who shall serve as the chair of the Board, shall 6 be the Secretary of Energy and Environment or a member otherwise 7 appointed by the Governor; 8 9 2. One member shall be the Vice President of for Research from the University of Oklahoma or a member otherwise appointed by the 10 President of the University of Oklahoma; 11 12 3. One member shall be the Vice President of for Research from Oklahoma State University or a member otherwise appointed by the 13 President of Oklahoma State University; 14 4. One member shall be the Vice President of for Research from 15 the University of Tulsa or a member otherwise appointed by the 16 Governor President of the University of Tulsa; 17 5. One member who shall be the Vice President of Research from 18 Oklahoma City University or a member otherwise represent the 19 Oklahoma Department of Commerce, appointed by the Speaker of the 20 House of Representatives Director of the Department of Commerce; and 21 6. One member who shall represent the Samuel Roberts Noble 22 Foundation Department of Labor, appointed by the President Pro 23 Tempore of the Senate Commissioner of Labor; 24 Req. No. 3555 Page 4

institutions may include state, federal, and private agencies,

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1	7. One member who shall represent the Department of
2	Environmental Quality, appointed by the Executive Director of the
3	Department of Environmental Quality;
4	8. One member who shall represent the Corporation Commission,
5	appointed by the Chair of the Commission;
6	9. One member who shall represent the Department of
7	Transportation, appointed by the Director of the Department of
8	Transportation;
9	10. One member who shall represent the Oklahoma Water Resources
10	Board, appointed by the Executive Director of the Water Resources
11	Board; and
12	11. One member who shall represent the Oklahoma Center for the
13	Advancement of Science and Technology, appointed by the Executive
14	Director of the Center for the Advancement of Science and
15	Technology.
16	C. <u>1.</u> The Board shall establish an Energy Industry Advisory
17	Council, appointed by the chair, for the purposes of providing
18	industry expertise and knowledge, assisting the Board with annual
19	report requirements, providing general recommendations, and other
20	support as needed to advance the efforts of the Board.
21	2. Members appointed to the Council shall serve at the pleasure
22	of the chair of the Board.
23	D. Board members shall serve for a term of four (4) years,
24	which shall begin on January 1 of the first year of the appointment

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and end on December 31 of the fourth year. There shall be no limit to the number of consecutive terms served. If a vacancy should occur during a member's term, the appointing authority for the vacant position shall appoint a new member to fill the remainder of the unexpired term. Board members shall serve without compensation but may be eligible for necessary travel expenses pursuant to the State Travel Reimbursement Act.

B. E. The Board shall be responsible for establishing
procedures for the Initiative and operations of the Board <u>and the</u>
Advisory Council. The rules may provide for protection from public
disclosure of trade secrets and proprietary information of any kind₇
including, but not limited to, data, processes and technology, as
the Board determines necessary.

E. F. The Board shall undertake activities and commission 14 programs, through the contributing institutions and entitites, to 15 achieve the purpose and satisfy the objectives of the Initiative as 16 provided in the Oklahoma Energy Initiative Act. The Board shall 17 have authority to distribute funding for such activities and 18 programs. The Board may employ staff as it deems necessary. 19 F. G. The Board, in consultation with the Advisory Council and 20 any other party deemed necessary, shall prepare an annual, written 21 report to summarize the annual progress of the Initiative, including 22 summaries of its programs and their progress and outcomes. 23 The

24 report shall be made available to the public and shall be

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distributed to the Governor, the President Pro Tempore of the
 Senate, and the Speaker of the House of Representatives.

G. H. The provisions of The the Oklahoma Central Purchasing Act
shall not apply to any project, activity or contract of the
Initiative or the Board.

H. I. No Board member or any person acting on behalf of the 6 Board, Advisory Council, or Initiative executing any contracts, 7 commitments or agreements issued by or on behalf of the Oklahoma Low 8 9 Carbon Energy Initiative shall be personally liable for the contracts, commitments, or agreements or be subject to any personal 10 liability or accountability by reason thereof. No director or any 11 12 person acting on behalf of the Board or Initiative shall be 13 personally liable for damage or injury resulting from the performance of duties hereunder. 14 SECTION 3. This act shall become effective November 1, 2022. 15 16 2/22/2022 11:49:38 AM 58-2-3555 RJ 17 18 19 20 21 22 23 24