1 STATE OF OKLAHOMA 2 2nd Session of the 58th Legislature (2022) 3 By: David SENATE BILL 1852 4 5 6 AS INTRODUCED 7 An Act relating to Oklahoma Energy Initiative Act; amending 17 O.S. 2021, Sections 802.2 and 802.3, 8 which relate to the Oklahoma Energy Initiative duties and board; requiring Initiative to add certain energy 9 practices to scope; conforming language; modifying Energy Initiative Board members; removing certain 10 institutions from Board; adding certain energy industry producers to Board; and providing an 11 effective date. 12 13 14 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 15 SECTION 1. AMENDATORY 17 O.S. 2021, Section 802.2, is 16 amended to read as follows: 17 Section 802.2. A. There is hereby created the Oklahoma Energy 18 Initiative, referred to in this act as the Initiative, which shall 19 serve as a strategic program designed to create, advance, and 20 promote new and existing energy research and development, efforts 21 use, supply chain activity, and infrastructure related to Oklahoma's 22 core energy competencies by:

Req. No. 2555 Page 1

conventional and unconventional oil and natural gas development and

1. Promoting research and development in the areas of

23

24

production, <u>hydrogen production</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;

- 2. Fostering communication and collaboration between state and federal governmental agencies, institutions of higher education, nonprofit research institutions, and private entities located throughout Oklahoma;
- 3. 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;
- 4. Streamlining research and development efforts between private and public industry to create synergistic relationships that coordinate, not duplicate, research efforts;
- 5. Establishing Oklahoma as a regional resource and clearinghouse for transformative energy technologies in the areas of traditional energy, hydrogen production, and renewable resource research and development;
- 6. Attracting best-in-class researchers to Oklahoma in competency areas aligned with Oklahoma's natural resource base;
- 7. Coordinating with the Oklahoma Department of Commerce to enhance venture capital investment in energy-related research and business opportunities; and

Req. No. 2555 Page 2

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.

SECTION 2. AMENDATORY 17 O.S. 2021, Section 802.3, is amended to read as follows:

Section 802.3. A. The Oklahoma Energy Initiative shall be administered and governed by the Oklahoma Energy Initiative Board, made up of representatives of the contributing institutions entities of the Initiative which initially shall be the University of Oklahoma, Oklahoma State University, Oklahoma City University, the University of Tulsa, and the Noble Foundation and representatives of the petroleum industry and the renewable energy industry.

Additional contributing institutions members may be added at the discretion of the Board, as such institutions if they contribute to the purpose, objectives, and research coordinated by the Initiative. Additional contributing institutions may include state, federal, and private agencies, institutions of higher education, nonprofit research institutions, and private entities.

Req. No. 2555 Page 3

1 2 3

4

5 6

> 7 8

9

10 11

12 13

14

15 16

17

18 19

20

21 22

23

24

- The Board shall initially consist of six (6) nine (9) members as follows:
- 1. One member, who shall serve as the chair of the Board, shall be the Secretary of Energy and Environment or a member otherwise appointed by the Governor;
- 2. One member shall be the Vice President of for Research from the University of Oklahoma or a member otherwise appointed by the President of the University of Oklahoma;
- 3. One member shall be the Vice President $\frac{1}{2}$ for Research from Oklahoma State University or a member otherwise appointed by the President of Oklahoma State University;
- 4. One member shall be the Vice President of for Research from the University of Tulsa or a member otherwise appointed by the Governor President of the University of Tulsa;
- 5. One member who shall be the Vice President of Research from Oklahoma City University or a member otherwise represent a crude oil and natural gas producer with annual Oklahoma production of at least six million (6,000,000) barrel of oil equivalent (BOE), as nominated by the Oklahoma Energy Resources Board and appointed by the Speaker of the House of Representatives; and
- 6. One member who shall represent the Samuel Roberts Noble Foundation a crude oil and natural gas producer with annual Oklahoma production of less than six million (6,000,000) barrel of oil

Req. No. 2555 Page 4 1 2

3

4

5 6

7

8 9

10

11

12

13

14 15

16

17

18

19

20 21

22

23

24

equivalent (BOE), as nominated by the Oklahoma Energy Resources Board and appointed by the President Pro Tempore of the Senate;

- 7. One member who shall represent a crude oil and natural gas midstream company, as nominated by the Oklahoma Energy Resources Board and appointed by the Governor;
- 8. One member who shall represent the Advanced Power Alliance appointed by the President Pro Tempore of the Senate; and
- 9. One member who shall represent the Oklahoma Solar Association appointed by the Speaker of the House of Representatives.
- C. Board members shall serve for a term of four (4) years, which shall begin on January 1 of the first year of the appointment 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.
- The Board shall be responsible for establishing procedures for the Initiative and operations of the Board. The rules may provide for protection from public disclosure of trade secrets and proprietary information of any kind, including, but not limited to, data, processes and technology, as the Board determines necessary.

Req. No. 2555 Page 5

1

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

- The Board shall undertake activities and commission programs, through the contributing institutions, to achieve the purpose and satisfy the objectives of the Initiative as provided in the Oklahoma Energy Initiative Act. The Board shall have authority to distribute funding for such activities and programs. may employ staff as it deems necessary.
- The Board shall prepare an annual, written report to summarize the annual progress of the Initiative, including summaries of its programs and their progress and outcomes. The report shall be made available to the public and shall be distributed to the Governor, the President Pro Tempore of the Senate, and the Speaker of the House of Representatives.
- The provisions of The the Oklahoma Central Purchasing Act shall not apply to any project, activity or contract of the Initiative or the Board.
- No Board member or any person acting on behalf of the Board Η. or Initiative executing any contracts, commitments or agreements issued by or on behalf of the Oklahoma Energy Initiative shall be personally liable for the contracts, commitments, or agreements or be subject to any personal liability or accountability by reason thereof. No director or any person acting on behalf of the Board or Initiative shall be personally liable for damage or injury resulting from the performance of duties hereunder.

24

Req. No. 2555 Page 6

1	SECTION 3. Th	is act sha	ll become	effective Nove	mber 1,	2022.
2						
3	58-2-2555	RJ	1/21/2022	2:35:52 PM		
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						

Req. No. 2555 Page 7