HB1928 FULLPCS1 Lonnie Sims-MJ 2/13/2023 4:41:13 pm

COMMITTEE AMENDMENT

HOUSE OF REPRESENTATIVES
State of Oklahoma

SPEAKER:				
CHAIR:				
I move to ame	nd <u>HB1928</u>		0.5 +1	' l D'11
Page	Section	Lin	es	ne printed Bill
			Of the	Engrossed Bill
	he Title, the Enact lieu thereof the fo			and by
	CONFORM TO AMENDMENTS	Amendment	submitted by:	Lonnie Sims

Reading Clerk

1	STATE OF OKLAHOMA							
2	1st Session of the 59th Legislature (2023)							
3	PROPOSED COMMITTEE SUBSTITUTE							
4	FOR HOUSE BILL NO. 1928 By: Sims							
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7	PROPOSED COMMITTEE SUBSTITUTE							
8	An Act relating to public health and safety; amending 82 O.S. 2021, Sections 1085.91, 1085.92, 1085.93, 1085.94, and 1085.95, which relate to Hazard Mitigation Financial Assistance; clarifying legislative intent; clarifying definitions; changing name of Oklahoma Department of Civil Emergency Management to Oklahoma Department of Emergency							
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	Management and Homeland Security; establishing a							
L2	revolving fund within the State Treasury; specifying purpose of fund; permitting the use of funds for hazard mitigation planning and projects; and providing an effective date.							
L3								
L 4								
L5								
L 6	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:							
L7	SECTION 1. AMENDATORY 82 O.S. 2021, Section 1085.91, is							
L8	amended to read as follows:							
L 9	Section 1085.91 In addition to the financial assistance program							
20	programs established under Sections 1085.31 through 1085.49, 1085.51							
21	through 1085.65, and 1085.71 through 1085.84A of Title 82 of the							
22	Oklahoma Statutes this title pursuant to Section 39 of Article X of							
23	the Oklahoma Constitution, it is the intention of the Legislature to							
4	establish a Fleed Hazard Mitigation Financial Assistance Program							

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1 Financing projects to mitigate <del>flooding is</del> certain hazards are
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- 2 | hereby declared to be a public purpose.
- 3 | SECTION 2. AMENDATORY 82 O.S. 2021, Section 1085.92, is
- 4 amended to read as follows:
- 5 Section 1085.92 As used in the Flood Hazard Mitigation
- 6 | Financial Assistance Program:
- 7 | 1. "Flood hazard Hazard mitigation projects" means those
- 8 | projects designed to correct, alleviate or eliminate a condition or
- 9 | situation which poses a repetitive threat to life, property, or
- 10 public safety from the effects of a flood disaster;
- 11 2. "Eligible entity" means any city, town, county, or the State
- 12 of Oklahoma, and any rural water or sewer district, irrigation
- 13 district, public trust, master conservancy district, or other
- 14 | political subdivision or any combination thereof;
- 15 | 3. "Board" means the Oklahoma Water Resources Board; and
- 16 4. "Department" means the Oklahoma Department of Civil
- 17 | Emergency Management and Homeland Security.
- 18 | SECTION 3. AMENDATORY 82 O.S. 2021, Section 1085.93, is
- 19 amended to read as follows:
- 20 Section 1085.93 A. In addition to other lawful purposes,
- 21 | monies placed in the Statewide Water Development Revolving Fund,
- 22 exclusive of such amounts of interest derived from investment
- 23 deposits necessary to maintain the grant account at its maximum
- 24 amount as provided in Section 1085.40 of this title, may be used by

the Board for flood hazard mitigation projects pursuant to the Flood Hazard Mitigation Financial Assistance Program.

B. Within the Water Resources Fund created pursuant to Section 1085.33 of Title 82 of the Oklahoma Statutes, there is hereby created the "Flood Hazard Mitigation Account". The account shall be set apart as a permanent and perpetual account not subject to fiscal year limitations and shall consist of:

1. All monies appropriated to the account;

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- 2. Interest income from deposits made to the Statewide Water

 Development Revolving Fund for the purpose of flood hazard

 mitigation;
- 3. All income from the investment of monies held in the account consistent with applicable bond resolutions or indentures; and
- 4. Any other sums designated for deposit to the account from any source, public or private.
- C. The monies in the account shall be used by the Oklahoma

 Department of Civil Emergency Management and the Oklahoma Water

 Resources Board after receipt of recommendations from the State

 Hazard Mitigation Team, to implement flood hazard mitigation

 projects, including but not limited to providing grants or loans to eligible entities to:
- 1. Acquire land or a conservation easement from a willing seller or grantor in order to mitigate flood hazards; or

2. Implement voluntary, incentive-based flood hazard mitigation measures in order to facilitate compliance with state or national regulations.

There is hereby created in the State Treasury a revolving fund for the Oklahoma Water Resources Board to be designated the "Hazard Mitigation Financial Assistance Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all monies received by the Oklahoma Water Resources Board from appropriations, dedicated revenues, fees or other sources as provided by law. All monies accruing to the credit of said fund are hereby appropriated and may be budgeted and expended by the Oklahoma Water Resources Board for the purpose of providing grants for hazard mitigation. Expenditures from said fund shall be made upon warrants issued by the State Treasurer against claims filed as prescribed by law with the Director of the Office of Management and Enterprise Services for approval and payment.

- B. In addition to other lawful purposes, monies placed in the Fund, exclusive of such amounts of interest derived from investment deposits necessary to maintain the grant account, may be used by the Board to implement hazard mitigation planning and projects, including but not limited to, providing grants or loans to eligible entities to:
- 1. Develop a federal/state approved local/regional hazard
 mitigation planning document;

2. Acquire land or a conservation easement from a willing seller or grantor in order to mitigate hazards; or

- 3. Implement voluntary, incentive-based hazard mitigation measures in order to facilitate compliance with state or national regulations.
- D. C. Monies in, or investment income derived from, the Flood Hazard Mitigation Account Fund which is used to match any grant funds provided by the Federal Emergency Management Agency or any other federal agencies shall be restricted and used consistent with Federal Emergency Management Agency federal agencies procedures or guidance or regulations promulgated thereunder for flood hazard mitigation projects.
- E. D. Monies in the Flood Hazard Mitigation Account Fund, or investment income derived therefrom, shall be used by the Oklahoma Water Resources Board and the Oklahoma Department of Civil Emergency Management and Homeland Security in carrying out their responsibilities as provided in a written annual joint operating agreement which shall include, among other matters, a budget for administering the Oklahoma Flood Hazard Mitigation Program.
- F. E. The monies placed in the Flood Hazard Mitigation Account

 Fund may be invested by the State Treasurer in an adequately

 collateralized manner and as prescribed by Section 89.2 of Title 62

 of the Oklahoma Statutes or pursuant to investment contracts or

 agreements with entities maintaining a rating in the top two

categories by a nationally recognized municipal bond rating agency, all in a manner consistent with the federal Safe Drinking Water Act or regulations promulgated thereunder regulations. The Board may transfer to the Flood Hazard Mitigation Account Fund income derived from investment of the fund. Monies invested by the State Treasurer shall be available to implement flood hazard mitigation projects.

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G. F. The Board shall cause to be completed an annual audit of any expenditures from the Flood Hazard Mitigation Account Fund, and such audit cost shall be included in the budget for administering the Oklahoma Flood Hazard Mitigation Program.

SECTION 4. AMENDATORY 82 O.S. 2021, Section 1085.94, is amended to read as follows:

Section 1085.94 A. In addition to other powers and duties provided by law, the Oklahoma Water Resources Board shall have the power and duty to:

- 1. After receipt from the <u>Oklahoma</u> Department of Civil Emergency Management <u>and Homeland Security</u>, process applications for grant funds or loans from the Flood Hazard Mitigation Account <u>Fund</u> and enter into grant or loan agreements for use of such funds;
- 2. Promulgate rules as deemed necessary by the Board to administer the Flood Hazard Mitigation Financial Assistance Program;
- 3. Utilize the priority listing of applicants compiled by the Oklahoma Department of $\frac{1}{2}$ Emergency Management $\frac{1}{2}$ and $\frac{1}{2}$ Homeland

Security after recommendations from the State Hazard Mitigation Team in considering grant applications;

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- 4. a. Issue investment certificates, in accordance with the provisions of Sections 1085.33 and 1085.37 of Title 82 of the Oklahoma Statutes this title and the Oklahoma Bond Oversight and Reform Act, to provide necessary funds first to meet the demand for loan funding from the Flood Hazard Mitigation Financial Assistance Program; provided, any investment certificate proceeds not needed for such demand may be used by the Board, as needed, for funding other financial assistance programs authorized in Title 82 of the Oklahoma Statutes this title, and
 - b. Enter into loan agreements with and make loans from the proceeds of investment certificates to eligible entities for flood hazard mitigation projects upon terms not inconsistent with the provisions of Section 1085.36 of Title 82 of the Oklahoma Statutes this <u>title</u>; and
- 5. Enter into agreements with the Oklahoma Department of Civil Emergency Management and Homeland Security or other state or federal agencies as deemed necessary by the Board to monitor and measure flood hazard events.

B. In addition to other powers and duties provided by law, the Oklahoma Department of Civil Emergency Management and Homeland

Security shall consider the recommendations, if any, of the State

Hazard Mitigation Team prior to:

a. promulgation of

1. Promulgate rules providing for and establishing a priority listing of grant and loan applicants for flood hazard mitigation projects subject to the Oklahoma Civil Defense and Emergency Resources Management Act, and

b. determining

- 2. Determine eligibility of those entities authorized to receive funding from the Flood Hazard Mitigation Account Fund.
- SECTION 5. AMENDATORY 82 O.S. 2021, Section 1085.95, is amended to read as follows:
 - Section 1085.95 A. Loans and grants under the Flood Hazard Mitigation Financial Assistance Program may be used in conjunction with other financial assistance available from the Oklahoma Water Resources Board.
 - B. If a flood hazard mitigation project includes activities to be conducted on privately owned real property, the loan or grant agreement between the Board and the eligible entity that receives the grant shall contain a provision about any necessary subagreements with the owners of the property.

1	SECTION 6.	This act	shall become	effective	November	1, 2023.
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