

COMMITTEE AMENDMENT

HOUSE OF REPRESENTATIVES

State of Oklahoma

SPEAKER:

CHAIR:

I move to amend HB4129 _____
 _____ Of the printed Bill
 Page _____ Section _____ Lines _____
 _____ Of the Engrossed Bill

By deleting the content of the entire measure, and by inserting in lieu thereof the following language:

AMEND TITLE TO CONFORM TO AMENDMENTS

Adopted: _____

Amendment submitted by: Scott Fetgatter

Reading Clerk

1 STATE OF OKLAHOMA

2 2nd Session of the 60th Legislature (2026)

3 PROPOSED COMMITTEE
4 SUBSTITUTE
5 FOR
6 HOUSE BILL NO. 4129

By: Fetgatter

7
8 PROPOSED COMMITTEE SUBSTITUTE

9 An Act relating to public finance; enacting the
10 Office of Management and Enterprise Services
11 Efficiency Act of 2026; requiring supervision of the
12 Office of Management and Enterprise Services to be
13 supervised by the Chief Operating Officer; requiring
14 organization of Office into functional units;
15 specifying functions of the Office of Management and
16 Enterprise Services; requiring appointment of Chief
17 Operating Officer; prescribing qualifications for
18 position; authorizing removal by appointing
19 authority; providing for authority to act pending
20 confirmation by Oklahoma State Senate; providing for
21 ability to remove Chief Operating Officer by
22 Legislature; requiring appointment of Chief Financial
23 Officer; prescribing qualifications for position;
24 authorizing removal by appointing authority;
providing for authority to act pending confirmation
by Oklahoma State Senate; providing for ability to
remove Chief Financial Officer by Legislature;
providing for transitional provisions; modifying
provisions related to the Chief Information Officer;
creating Office of Strategic Technology Solutions;
providing for duties and responsibilities; amending
62 O.S. 2021, Sections 34.2, as amended by Section 1,
Chapter 86, O.S.L. 2025, 34.3.1, 34.9, 34.10, as
amended by Section 1, Chapter 39, O.S.L. 2024, 34.11,
Section 1, Chapter 36, 1st Ex. Session, O.S.L. 2023,
34.22, 34.27, 34.28, 34.34, 34.35, 34.36, 34.36.1,
34.40, 34.41, 34.42, as last amended by Section 3,
Chapter 199, O.S.L. 2025, 34.43, 34.47, 34.49, 34.50,
34.51, 34.52, 34.53, as amended by Section 1, Chapter

1 84, O.S.L. 2025, 34.54, 34.55, 34.56, 34.58, 34.62,
2 34.63, 34.64, 34.65, 34.66, 34.67, 34.68, 34.69,
3 34.70, as amended by Section 1, Chapter 167, O.S.L.
4 2023, 34.71, 34.72, 34.74, 34.75, 34.77, 34.78,
5 34.80, 34.81, 34.82, 34.83, 34.87, as amended by
6 Section 1, Chapter 409, O.S.L. 2024, 34.90, 34.91,
7 34.92, 34.102, 34.203, and 34.204 (62 O.S. Supp.
8 2025, Sections 34.2, 34.10, 34.11.1.2, 34.42, 34.53,
9 34.70, and 34.87), which relate to references to the
10 Director of the Office of Management and Enterprise
11 Services; modifying reference to Chief Operating
12 Officer and Chief Financial Officer; providing for
13 noncodification; providing for codification;
14 providing an effective date; and declaring an
15 emergency.

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

17 SECTION 1. NEW LAW A new section of law not to be
18 codified in the Oklahoma Statutes reads as follows:

19 This act shall be known and may be cited as the "Office of
20 Management and Enterprise Services Efficiency Act of 2026".

21 SECTION 2. NEW LAW A new section of law to be codified
22 in the Oklahoma Statutes as Section 34.5.1 of Title 62, unless there
23 is created a duplication in numbering, reads as follows:

24 A. The Office of Management and Enterprise Services shall be
supervised and directed by the Chief Operating Officer.

B. The Chief Operating Officer of the Office of Management and
Enterprise Services shall organize the Office into functional units
as follows:

1. Administration;

- 1 2. Capital Assets Management;
- 2 3. Central Purchasing;
- 3 4. Human Capital Management; and
- 4 5. Risk Assessment and Compliance.

5 SECTION 3. NEW LAW A new section of law to be codified
6 in the Oklahoma Statutes as Section 34.11.1-A of Title 62, unless
7 there is created a duplication in numbering, reads as follows:

8 The functions of the Office of Management and Enterprise
9 Services related to information technology shall be supervised by
10 the Chief Information Officer.

11 SECTION 4. NEW LAW A new section of law to be codified
12 in the Oklahoma Statutes as Section 34.34.1 of Title 62, unless
13 there is created a duplication in numbering, reads as follows:

14 A. The Oklahoma Tax Commission shall continue to have the
15 duties and responsibilities imposed upon it by law with respect to
16 providing assistance to the Office of Management and Enterprise
17 Services in reporting and analyzing state revenue information and to
18 assist in the presentation and analysis of state revenue information
19 as part of the duties of the State Board of Equalization with
20 respect to the appropriation of public funds pursuant to Section 23
21 of Article X of the Oklahoma Constitution.

22 B. Upon request by the Governor, the Oklahoma Tax Commission
23 shall provide such assistance as may be required for the preparation
24 of the annual Executive Budget.

1 C. The Oklahoma Tax Commission shall house the Office of the
2 Chief Financial Officer and associated staff.

3 SECTION 5. AMENDATORY 62 O.S. 2021, Section 34.3, is
4 amended to read as follows:

5 Section 34.3. A. There is hereby created in the Executive
6 Department, the Office of Management and Enterprise Services.

7 B. The Office of Management and Enterprise Services shall
8 manage the centralized administrative services provided to support
9 the operations of state agencies, including:

- 10 1. Printing and interagency mail;
- 11 2. Construction, property, and facilities;
- 12 3. Real estate and leasing;
- 13 4. Fleet;
- 14 5. Surplus property;
- 15 6. Assistance to and resources for agencies in making purchases
16 and suppliers seeking to do business with the state;
- 17 7. Employee benefits;
- 18 8. Human resources and professional development;
- 19 9. Risk management;
- 20 10. Compliance with procurement laws and state, federal, and
21 local government regulations; and
- 22 11. State records.

23 C. The term "state agency" or "agency", when used in the
24 Oklahoma State Finance Act, shall mean any agency, board, bureau,

1 commission, or other entity organized within the executive
2 department of state government.

3 ~~C.~~ D. The term "authorization", when used in the Oklahoma State
4 Finance Act, shall mean the legislative authorization for an agency
5 to expend a certain amount of money from a specified fund or funds
6 during a specified period of time.

7 SECTION 6. NEW LAW A new section of law to be codified
8 in the Oklahoma Statutes as Section 34.5.2A of Title 62, unless
9 there is created a duplication in numbering, reads as follows:

10 A. The Governor shall appoint, with the advice and consent of
11 the Senate, a Chief Operating Officer (COO) of the State of
12 Oklahoma.

13 B. The COO shall have a four-year degree in public
14 administration, business management or a related field, and not less
15 than eight (8) years' experience, with progressive responsibility
16 and management, in public budget administration, or in a related
17 position involving administrative or operational responsibility, or
18 any equivalent combination of experience and training.

19 C. The COO shall be selected with special reference to his or
20 her training, experience, capacity and interest in the activities
21 embraced within Title 74 of the Oklahoma Statutes and other
22 applicable provisions of law. The COO's knowledge, experience, and
23 demonstrated abilities should encompass each of the following:

24

1 1. A comprehensive knowledge of the principles and practices of
2 public administration and organizational management, and a working
3 knowledge of governmental accounting;

4 2. An extensive knowledge of the organization and operations of
5 state departments, agencies and institutions, and of principles of
6 public organization and administration;

7 3. Demonstrated success in managing the operations of a
8 government entity or large organization, and in the maintenance of
9 effective working relationships with all state officials concerned
10 with state operations; and

11 4. The ability to organize and present clearly oral and written
12 reports of findings and recommendations.

13 D. The Governor may remove the Chief Operating Officer for good
14 cause shown.

15 E. Any person appointed to the position of Chief Operating
16 Officer pursuant to the provisions of this section shall have full
17 authority to take any actions authorized or required by law pending
18 the confirmation of the person by the Oklahoma State Senate.

19 F. The Legislature may remove the Chief Operating Officer upon
20 the vote of two-thirds (2/3) of the members elected to and
21 constituting each chamber. If a measure is used for the removal, it
22 shall be in the form of a concurrent resolution and shall not be
23 presented to the Governor.

1 SECTION 7. NEW LAW A new section of law to be codified
2 in the Oklahoma Statutes as Section 34.5.2B of Title 62, unless
3 there is created a duplication in numbering, reads as follows:

4 A. The Governor shall appoint, with the advice and consent of
5 the Senate, a Chief Financial Officer (CFO) of the State of
6 Oklahoma.

7 B. The CFO shall have a four-year degree in accounting,
8 finance, public administration or a related field, and not less than
9 five (5) years experience, with progressive responsibility and
10 management, in a related position involving administrative or
11 financial responsibility, or any equivalent combination of
12 experience or training.

13 C. The CFO shall be selected with special reference to his or
14 her training, experience, capacity and interest in the activities
15 embraced within the provisions of the State Finance Act and other
16 applicable provisions of law. The CFO's knowledge, experience, and
17 demonstrated abilities should encompass each of the following:

18 1. A comprehensive knowledge of the principles and practices of
19 public budgeting and governmental accounting, and a working
20 knowledge of statistical methods;

21 2. An extensive knowledge of the organization and operations of
22 state departments, agencies and institutions, and of statutes and
23 regulations governing state budgeting and accounting;

24

1 3. An extensive knowledge of principles of public organization
2 and administration;

3 4. Administrative ability in the direction of staff analyses of
4 state budgetary and other operations, and in the maintenance of
5 effective working relationships with all state officials concerned
6 with budget administration; and

7 5. The ability to organize and present clearly oral and written
8 reports of findings and recommendations.

9 D. The Governor may remove the chief financial officer for good
10 cause shown.

11 E. Any person appointed to the position of Chief Financial
12 Officer pursuant to the provisions of this section shall have full
13 authority to take any actions authorized or required by law pending
14 the confirmation of the person by the Oklahoma State Senate.

15 F. The Legislature may remove the Chief Financial Officer upon
16 the vote of two-thirds (2/3) of the members elected to and
17 constituting each chamber. If a measure is used for the removal, it
18 shall be in the form of a concurrent resolution and shall not be
19 presented to the Governor.

20 SECTION 8. AMENDATORY 62 O.S. 2021, Section 34.5, is
21 amended to read as follows:

22 Section 34.5. The A. Except as provided by Section 6 of this
23 act and by the provisions of this section, the Governor shall
24 appoint a Director of the Office of Management and Enterprise

1 Services, by and with the consent of the Senate, who shall hold
2 office at the pleasure of the Governor and shall continue to serve
3 until a successor is duly appointed and is qualified.

4 B. The provisions of subsection A of this section shall
5 continue in force and effect until the Governor appoints a Chief
6 Operating Officer pursuant to the provisions of Section 6 of this
7 act and a Chief Financial Officer pursuant to the provisions of
8 Section 7 of this act. On and after the effective date of such
9 appointment, the person appointed to the position of Chief Operating
10 Officer and the person appointed to the position of Chief Financial
11 Officer shall have all authority to take such actions as may be
12 required or authorized by law in order to fulfill the duties of
13 those positions whether or not confirmed by the Oklahoma State
14 Senate. Any other person appointed to the position of Chief
15 Operating Officer or Chief Financial Officer shall also have the
16 same authority whether or not confirmed by the Oklahoma State
17 Senate.

18 SECTION 9. AMENDATORY 62 O.S. 2021, Section 34.6, as
19 amended by Section 2, Chapter 14, 2nd Extraordinary Session, O.S.L.
20 2022 (62 O.S. Supp. 2025, Section 34.6), is amended to read as
21 follows:

22 Section 34.6. A. ~~The Director of the Office of Management and~~
23 ~~Enterprise Services~~ Chief Financial Officer shall have the power and
24 duty under the direction of the Governor to:

1 1. ~~Prepare the budget document and assist in the drafting of~~
2 ~~legislation to make it effective;~~

3 ~~2.~~ Make field surveys and studies of governmental agencies,
4 looking toward economy and greater efficiency;

5 ~~3.~~ 2. Make allotments to control expenditures;

6 ~~4.~~ 3. Authorize transfers of appropriation authorized by law;

7 ~~5.~~ 4. Study accounting and other reports rendered by the
8 Division of Central Accounting and Reporting;

9 ~~6.~~ 5. Enter into agreements with the United States Secretary of
10 the Treasury for the purpose of implementing federal law;

11 ~~7.~~ 6. Aid the Governor in the economical management of state
12 affairs; and

13 ~~8.~~ 7. Adopt such rules and regulations concerning the exercise
14 of powers and duties as the ~~Director~~ Chief Financial Officer shall
15 deem appropriate, in accordance with the Administrative Procedures
16 Act.

17 B. In addition to other duties, the ~~Director of the Office of~~
18 ~~Management and Enterprise Services~~ Chief Financial Officer shall,
19 upon request, advise and consult with members of the Legislature and
20 legislative committees concerning revenue and expenditures of state
21 agencies.

22 C. The ~~Director of the Office of Management and Enterprise~~
23 ~~Services~~ Chief Financial Officer shall publish daily reports of all
24 expenditures of funds from the Coronavirus Aid, Relief, and Economic

1 Security (CARES) Act on the Oklahoma Checkbook page on the state
2 website.

3 D. ~~The Director of the Office of Management and Enterprise~~
4 ~~Services~~ Chief Financial Officer shall report weekly on the status
5 of all grant agreements, as provided for in Section ~~±~~ 255.1 of this
6 act title.

7 E. ~~The Director of the Office of Management and Enterprise~~
8 ~~Services~~ Chief Financial Officer shall report quarterly to the
9 chairs of the Joint Committee on Pandemic Relief Funding and make
10 available to the public on the state's website, a quarterly report
11 of all expenditures of federal funds drawn down from the American
12 Rescue Plan Act 2021 (ARPA), Public Law 117-2.

13 F. ~~The Director of the Office of Management and Enterprise~~
14 ~~Services~~ Chief Financial Officer shall provide technical assistance
15 to agencies seeking to comply with state law and federal guidelines
16 as a recipient of federal funds. Technical assistance shall
17 include, but not be limited to, procurement and competitive bidding
18 requirements assistance, capital expenditure assistance, model
19 templates, model agreements, grants management software or other
20 advice, recommended reporting, and accounting of federal funds, to
21 all state agencies who request technical assistance.

22 SECTION 10. AMENDATORY 62 O.S. 2021, Section 34.7, is
23 amended to read as follows:

24

1 Section 34.7. The ~~Director of the Office of Management and~~
2 ~~Enterprise Services~~ Chief Financial Officer, with the approval of
3 the Governor, shall employ and make the appointment of such experts
4 and assistants as may be necessary to execute the purposes of the
5 Oklahoma State Finance Act. No appointments to positions shall be
6 made in excess of those positions authorized by the Legislature for
7 ~~the Division of the Budget~~, the Division of Central Accounting and
8 Reporting and the Information Services Division.

9 SECTION 11. AMENDATORY 62 O.S. 2021, Section 34.44, is
10 amended to read as follows:

11 Section 34.44. In any year in which a Governor-elect assumes
12 office, the budget shall be the budget of the new Governor and shall
13 be submitted to the Legislature by the new Governor. The ~~Division~~
14 Office of the Budget Chief Financial Officer shall render to the
15 Governor-elect all possible assistance in the preparation of the
16 budget. The Governor and agencies of the state shall furnish the
17 Governor-elect estimates and other budget information, in order that
18 the Governor-elect may discharge effectively his or her budget
19 responsibilities upon assuming office.

20 SECTION 12. AMENDATORY 62 O.S. 2021, Section 34.11.1, as
21 amended by Section 1, Chapter 193, O.S.L. 2024 (62 O.S. Supp. 2025,
22 Section 34.11.1), is amended to read as follows:

23 Section 34.11.1. A. There is hereby created the position of
24 Chief Information Officer who shall be appointed by the Governor.

1 The Chief Information Officer, ~~in addition to having~~ shall have
2 authority over the ~~Information Services Division of the Office of~~
3 ~~Management and Enterprise Services, shall also serve as Secretary of~~
4 ~~Information Technology and Telecommunications or successor cabinet~~
5 ~~position and shall have jurisdictional areas of responsibility~~
6 ~~related to information technology and telecommunications systems of~~
7 ~~all state agencies as provided for in state law~~ Office of Strategic
8 Technology Solutions. The salary of the Chief Information Officer
9 shall not be less than One Hundred Thirty Thousand Dollars
10 (\$130,000.00) or more than One Hundred Sixty Thousand Dollars
11 (\$160,000.00).

12 B. There is hereby created the Office of Strategic Technology
13 Solutions. Any funds appropriated to and in possession of the
14 Information Division of the Office of Management and Enterprise
15 Services shall be deemed to be funds of the Office of Strategic
16 Technology Solutions. The personnel, records and property of the
17 Information Services Division of the Office of Management and
18 Enterprise Services shall be transferred to the Office of Strategic
19 Technology Solutions. The primary responsibilities of this office
20 and the Chief Information Officer shall be to develop technology
21 solutions for and with state agencies, manage state spending on
22 technology, provide information technology support services to
23 agencies, and ensure standardized cybersecurity standards across
24 state government.

1 C. Any person appointed to the position of Chief Information
2 Officer shall meet the following eligibility requirements:

3 1. A baccalaureate degree in Computer Information Systems,
4 Information Systems or Technology Management, Business
5 Administration, Finance, or other similar degree;

6 2. A minimum of ten (10) years of professional experience with
7 responsibilities for management and support of information systems
8 and information technology, including seven (7) years of direct
9 management of a major information technology operation;

10 3. Familiarity with local and wide-area network design,
11 implementation, and operation;

12 4. Experience with data and voice convergence service
13 offerings;

14 5. Experience in developing technology budgets;

15 6. Experience in developing requests for proposal and
16 administering the bid process;

17 7. Experience managing professional staff, teams, and
18 consultants;

19 8. Knowledge of telecommunications operations;

20 9. Ability to develop and set strategic direction for
21 information technology and telecommunications and to manage daily
22 development and operations functions;

23 10. An effective communicator who is able to build consensus;
24

1 11. Ability to analyze and resolve complex issues, both logical
2 and interpersonal;

3 12. Effective verbal and written communications skills and
4 effective presentation skills, geared toward coordination and
5 education;

6 13. Ability to negotiate and defuse conflict; and

7 14. A self-motivator, independent, cooperative, flexible and
8 creative.

9 ~~C. D.~~ The salary and any other expenses for the Chief
10 Information Officer shall be budgeted as ~~a separate line item~~
11 ~~through the Office of Management and Enterprise Services. The~~
12 ~~operating expenses of the Information Services Division shall be set~~
13 ~~by the Chief Information Officer and shall be budgeted as a separate~~
14 ~~line item through the Office of Management and Enterprise Services.~~
15 ~~The Office of Management and Enterprise Services shall provide~~
16 ~~adequate office space, equipment and support necessary to enable the~~
17 ~~Chief Information Officer to carry out the information technology~~
18 ~~and telecommunications duties and responsibilities of the Chief~~
19 ~~Information Officer and the Information Services Division to the~~
20 ~~Office of Strategic Technology Solutions as a standalone agency.~~

21 ~~D. E.~~ 1. Within twelve (12) months of appointment, the ~~first~~
22 Chief Information Officer shall complete an assessment, which shall
23 be modified annually pursuant to Section 35.5 of this title, of the
24 ~~implementation of the transfer,~~ coordination, and modernization of

1 all information technology and telecommunication systems of all
2 state agencies in the state as provided for in the Oklahoma
3 Information Services Act. The assessment shall include the
4 information technology and telecommunications systems of all
5 institutions within The Oklahoma State System of Higher Education,
6 the Oklahoma State Regents for Higher Education and the
7 telecommunications network known as OneNet as assembled and
8 submitted by the Oklahoma Higher Education Chief Information
9 Officer, as designated by the Oklahoma State Regents for Higher
10 Education.

11 2. Within twelve (12) months of appointment, the ~~first~~ Chief
12 Information Officer shall issue a report setting out a plan of
13 action which will include the following:

- 14 a. define the shared service model organization structure
15 and the reporting relationship of the recommended
16 organization,
- 17 b. the implementation of an information technology and
18 telecommunications shared services model that defines
19 the statewide infrastructure environment needed by
20 most state agencies that is not specific to individual
21 agencies and the shared applications that are utilized
22 across multiple agencies,
- 23 c. define the services that shall be in the shared
24 services model under the control of the ~~Information~~

~~Services Division of the Office of Management and Enterprise Services~~ Strategic Technology Solutions,

- d. define the roadmap to implement the proposed shared services model. The roadmap shall include recommendations on the transfer, coordination, and modernization of all information technology and telecommunication systems of all the state agencies in the state,
- e. recommendations on the reallocation of information technology and telecommunication resources and personnel,
- f. a cost benefit analysis to support the recommendations on the reallocation of information technology and telecommunication resources and personnel,
- g. a calculation of the net savings realized through the reallocation and consolidation of information technology and telecommunication resources and personnel after compensating for the cost of contracting with a private consultant as authorized in paragraph 4 of this subsection, implementing the plan of action, and ongoing costs of the ~~Information Services Division of the Office of Management and Enterprise Services~~ Strategic Technology Solutions, and

1 h. the information required in subsection B of Section
2 35.5 of this title.

3 3. The plan of action report shall be presented to the
4 Governor, Speaker of the Oklahoma House of Representatives, and the
5 President Pro Tempore of the Oklahoma State Senate.

6 ~~4. The Chief Information Officer may contract with a private
7 consultant or consultants to assist in the assessment and
8 development of the plan of action report as required in this
9 subsection.~~

10 ~~E. F.~~ The Chief Information Officer shall be authorized to
11 employ personnel, fix the duties and compensation of the personnel,
12 not otherwise prescribed by law, and otherwise direct the work of
13 the personnel in performing the function and accomplishing the
14 purposes of the ~~Information Services Division of the Office of
15 Management and Enterprise Services~~ Strategic Technology Solutions.

16 ~~F. G.~~ The ~~Information Services Division of the Office of
17 Management and Enterprise Services~~ Strategic Technology Solutions
18 shall be responsible for the following duties:

19 1. Formulate and implement the information technology strategy
20 for all state agencies;

21 2. Define, design, and implement a shared services statewide
22 infrastructure and application environment for information
23 technology and telecommunications for all state agencies;

- 1 3. Direct the development and operation of a scalable
2 telecommunications infrastructure that supports data and voice
3 communications reliability, integrity, and security;
- 4 4. Supervise the applications development process for those
5 applications that are utilized across multiple agencies;
- 6 5. Provide direction for the professional development of
7 information technology staff of state agencies and oversee the
8 professional development of the staff of the ~~Information Services~~
9 ~~Division of the Office of Management and Enterprise Services~~
10 Strategic Technology Solutions;
- 11 6. Evaluate all technology and telecommunication investment
12 choices for all state agencies;
- 13 7. Create a plan to ensure alignment of current systems, tools,
14 and processes with the strategic information technology plan for all
15 state agencies;
- 16 8. Set direction and provide oversight for the support and
17 continuous upgrading of the current information technology and
18 telecommunication infrastructure in the state in support of enhanced
19 reliability, user service levels, and security;
- 20 9. Direct the development, implementation, and management of
21 appropriate standards, policies and procedures to ensure the success
22 of state information technology and telecommunication initiatives;
- 23 10. Recruit, hire and transfer the required technical staff in
24 the Information Services Division of the Office of Management and

1 Enterprise Services to support the services provided by the Division
2 and the execution of the strategic information technology plan;

3 11. Establish, maintain, and enforce information technology and
4 telecommunication standards;

5 12. Delegate, coordinate, and review all work to ensure quality
6 and efficient operation of the ~~Information Services Division of the~~
7 Office of ~~Management and Enterprise Services~~ Strategic Technology
8 Solutions;

9 13. Create and implement a communication plan that disseminates
10 pertinent information to state agencies on standards, policies,
11 procedures, service levels, project status, and other important
12 information to customers of the ~~Information Services Division of the~~
13 Office of ~~Management and Enterprise Services~~ Strategic Technology
14 Solutions and provide for agency feedback and performance evaluation
15 by customers of the Division;

16 14. Develop and implement training programs for state agencies
17 using the shared services of the ~~Information Services Division of~~
18 ~~the~~ Office of ~~Management and Enterprise Services~~ Strategic
19 Technology Solutions and recommend training programs to state
20 agencies on information technology and telecommunication systems,
21 products and procedures;

22 15. Provide counseling, performance evaluation, training,
23 motivation, discipline, and assign duties for employees of the
24

1 Information Services Division of the Office of ~~Management and~~
2 ~~Enterprise Services~~ Strategic Technology Solutions;

3 16. For all state agencies, approve the purchasing of all
4 information technology and telecommunication services and approve
5 the purchase of any information technology and telecommunication
6 product except the following:

7 a. a purchase less than or equal to Five Thousand Dollars
8 (\$5,000.00) if such product is purchased using a state
9 purchase card and the product is listed on either the
10 Approved Hardware or Approved Software list located on
11 the Office of ~~Management and Enterprise Services~~
12 Strategic Technology Solutions website, or

13 b. a purchase over Five Thousand Dollars (\$5,000.00) and
14 less than or equal to Twenty-five Thousand Dollars
15 (\$25,000.00) if such product is purchased using a
16 state purchase card, the product is listed on an
17 information technology or telecommunications statewide
18 contract, and the product is listed on either the
19 Approved Hardware or Approved Software list located on
20 the Office of ~~Management and Enterprise Services~~
21 Strategic Technology Solutions website;

22 17. Develop and enforce an overall infrastructure architecture
23 strategy and associated roadmaps for desktop, network, server,
24 storage, and statewide management systems for state agencies;

1 18. Effectively manage the design, implementation and support
2 of complex, highly available infrastructure to ensure optimal
3 performance, on-time delivery of features, and new products, and
4 scalable growth;

5 19. Define and implement a governance model for requesting
6 services and monitoring service level metrics for all shared
7 services; and

8 20. Create the budget for the ~~Information Services Division of~~
9 ~~the Office of Management and Enterprise Services~~ Strategic
10 Technology Solutions to be submitted to the Legislature each year.

11 ~~G. H.~~ H. The State Governmental Technology Applications Review
12 Board shall provide ongoing oversight of the implementation of the
13 plan of action required in subsection ~~D~~ E of this section. Any
14 proposed amendments to the plan of action shall be approved by the
15 Board prior to adoption.

16 ~~H. I.~~ I. 1. The Chief Information Officer shall act as the
17 Information Technology and Telecommunications Purchasing Director
18 for all state agencies and shall be responsible for the procurement
19 of all information technology and telecommunication software,
20 hardware, equipment, peripheral devices, maintenance, consulting
21 services, high technology systems, and other related information
22 technology, data processing, telecommunication and related
23 peripherals and services for all state agencies. The Chief
24 Information Officer shall establish, implement, and enforce policies

1 and procedures for the procurement of information technology and
2 telecommunication software, hardware, equipment, peripheral devices,
3 maintenance, consulting services, high technology systems, and other
4 related information technology, data processing, telecommunication
5 and related peripherals and services by purchase, lease-purchase,
6 lease with option to purchase, lease and rental for all state
7 agencies. The procurement policies and procedures established by
8 the Chief Information Officer shall be consistent with The Oklahoma
9 Central Purchasing Act.

10 2. The Chief Information Officer, or any employee or agent of
11 the Chief Information Officer acting within the scope of delegated
12 authority, shall have the same power and authority regarding the
13 procurement of all information technology and telecommunication
14 products and services as outlined in paragraph 1 of this subsection
15 for all state agencies as the State Purchasing Director has for all
16 acquisitions used or consumed by state agencies as established in
17 The Oklahoma Central Purchasing Act. Such authority shall,
18 consistent with the authority granted to the State Purchasing
19 Director pursuant to Section 85.10 of Title 74 of the Oklahoma
20 Statutes, include the power to designate financial or proprietary
21 information submitted by a bidder confidential and reject all
22 requests to disclose the information so designated, if the Chief
23 Information Officer requires the bidder to submit the financial or
24 proprietary information with a bid, proposal, or quotation.

1 ~~I. J.~~ The ~~Information Services Division~~ of the Office of
2 ~~Management and Enterprise Services~~ Strategic Technology Solutions
3 and the Chief Information Officer shall be subject to the Oklahoma
4 Central Purchasing Act for the approval and purchase of all
5 equipment, products, and services and shall also be subject to the
6 requirements of the Public Competitive Bidding Act of 1974, the
7 Oklahoma Lighting Energy Conservation Act and the Public Building
8 Construction and Planning Act. The Chief Information Officer shall
9 be authorized to delegate all or some of the procurement of
10 information technology and telecommunication products and services
11 and construction of facilities and telecommunication networks to
12 another state entity if the Chief Information Officer determines it
13 to be cost-effective and in the best interest of the state. The
14 Chief Information Officer shall have authority to designate
15 information technology and telecommunication contracts as statewide
16 contracts and mandatory statewide contracts pursuant to Section 85.5
17 of Title 74 of the Oklahoma Statutes and to negotiate consolidation
18 contracts, enterprise agreements and high technology systems
19 contracts. Any contract entered into by a state agency for which
20 the Chief Information Officer has not acted as the Information
21 Technology and Telecommunications Purchasing Director as required in
22 this subsection or subsection ~~H~~ I of this section, shall be deemed
23 to be unenforceable and the Office of ~~Management and Enterprise~~

24

1 ~~Services~~ Strategic Technology Solutions shall not process any claim
2 associated with the provisions thereof.

3 ~~J.~~ K. The Chief Information Officer shall establish, implement,
4 and enforce policies and procedure for the development and
5 procurement of an interoperable radio communications system for
6 state agencies. The Chief Information Officer shall work with local
7 governmental entities in developing the interoperable radio
8 communications system.

9 ~~K.~~ L. The Chief Information Officer shall develop and implement
10 a plan to utilize open source technology and products for the
11 information technology and telecommunication systems of all state
12 agencies.

13 ~~L.~~ M. All state agencies and authorities of this state and all
14 officers and employees of those entities shall work and cooperate
15 with and lend assistance to the Chief Information Officer and the
16 ~~Information Services Division of the Office of Management and~~
17 ~~Enterprise Services~~ Strategic Technology Solutions and provide any
18 and all information requested by the Chief Information Officer.

19 ~~M.~~ N. The Chief Information Officer shall prepare an annual
20 report detailing the ongoing net saving attributable to the
21 reallocation and consolidation of information technology and
22 telecommunication resources and personnel and shall submit the
23 report to the Governor, the Speaker of the Oklahoma House of
24

1 Representatives, and the President Pro Tempore of the Oklahoma State
2 Senate.

3 ~~N.~~ O. For purposes of the Oklahoma Information Services Act,
4 unless otherwise provided for, "state agencies" shall include any
5 office, officer, bureau, board, commission, counsel, unit, division,
6 body, authority or institution of the executive branch of state
7 government, whether elected or appointed; provided, except with
8 respect to the provisions of subsection ~~D~~ E of this section, the
9 term "state agencies" shall not include institutions within The
10 Oklahoma State System of Higher Education, the Oklahoma State
11 Regents for Higher Education and the telecommunications network
12 known as OneNet.

13 ~~O.~~ P. As used in this section:

14 1. "High technology system" means advanced technological
15 equipment, software, communication lines, and services for the
16 processing, storing, and retrieval of information by a state agency;

17 2. "Consolidation contract" means a contract for several state
18 or public agencies for the purpose of purchasing information
19 technology and telecommunication goods and services; and

20 3. "Enterprise agreement" means an agreement for information
21 technology or telecommunication goods and services with a supplier
22 who manufactures, develops and designs products and provides
23 services that are used by one or more state agencies.

24

1 SECTION 13. AMENDATORY 62 O.S. 2021, Section 34.2, as
2 amended by Section 1, Chapter 86, O.S.L. 2025 (62 O.S. Supp. 2025,
3 Section 34.2), is amended to read as follows:

4 Section 34.2. A. Agencies responsible for the collection of
5 monies deposited to the credit of the General Revenue Fund and each
6 of the Special Revenue Funds shall be subject to the provisions of
7 this act. Upon request of the ~~Director of the Office of Management~~
8 ~~and Enterprise Services~~ Chief Financial Officer, these agencies
9 shall provide the ~~Director of the Office of Management and~~
10 ~~Enterprise Services~~ Chief Financial Officer an itemized estimate of
11 funds expected to accrue to the General Revenue Fund and each of the
12 Special Revenue Funds for the ensuing fiscal year in the manner and
13 form established by the ~~Director~~ Chief Financial Officer, in
14 accordance with the duties assigned to the State Board of
15 Equalization in Section 23 of Article X of the Oklahoma
16 Constitution. Each of these agencies shall also provide to the
17 ~~Director~~ Chief Financial Officer, as requested, a written
18 explanation of the methodology and relevant assumptions used in
19 developing the current and future revenue estimates submitted, a
20 statement of:

- 21 1. The prior year's actual revenue collections;
- 22 2. A projection of the current year's revenue collections; and
- 23 3. Estimated revenue collections for the ensuing fiscal year.

24 No expenditure shall be made from any General Revenue Fund or

1 Special Revenue Fund until such fund has been assigned to an agency
2 by law or by the ~~Director of the Office of Management and Enterprise~~
3 ~~Services~~ Chief Financial Officer.

4 B. In addition to providing the information listed above, the
5 Oklahoma Tax Commission shall also provide to the ~~Director of the~~
6 ~~Office of Management and Enterprise Services~~ Chief Financial Officer
7 a comprehensive economic report no later than two (2) weeks prior to
8 each of the meetings of the State Board of Equalization pursuant to
9 paragraphs 1 and 3 of Section 23 of Article X of the Constitution of
10 the State of Oklahoma. Each report shall include a summary of
11 recent national and state economic performance and a forecast of
12 national and state economic performance for the current fiscal year
13 and the ensuing fiscal year. These reports shall be considered a
14 basis upon which the itemized revenue estimates of the Commission
15 are developed. The report shall include an analysis of the relative
16 accuracy of the economic forecasts on which the previous and current
17 fiscal years' revenue estimates were based.

18 C. The Tax Commission shall also provide all estimates,
19 explanations, statements, projections, reports and other documents
20 required by this section to the President Pro Tempore of the Senate,
21 members of the Senate Appropriations and Finance Committees, the
22 Speaker of the House of Representatives and members of the House
23 Appropriations and Budget Committee at the same time that such
24

1 documents are provided to the ~~Director of the Office of Management~~
2 ~~and Enterprise Services~~ Chief Financial Officer.

3 SECTION 14. AMENDATORY 62 O.S. 2021, Section 34.3.1, is
4 amended to read as follows:

5 Section 34.3.1. A. The Department of Central Services, Office
6 of Personnel Management, Oklahoma State Employees Benefits Council
7 and the State and Education Employees Group Insurance Board are
8 consolidated into the Office of Management and Enterprise Services.
9 The ~~Director~~ Chief Operating Officer of the Office of Management and
10 Enterprise Services shall assume all executive-level
11 responsibilities for each agency and shall function as and possess
12 the powers of the agency ~~director~~ Chief Operating Officer for each
13 consolidated agency as enumerated by existing statute. For the
14 purposes of this section the term "consolidated agencies" shall mean
15 the Department of Central Services, Office of Personnel Management,
16 Oklahoma State Employees Benefits Council and the State and
17 Education Employees Group Insurance Board. Any funds appropriated
18 to, in the possession of or allocated to any of the consolidated
19 agencies shall be deemed to be funds of the Office of Management and
20 Enterprise Services.

21 B. Upon request of the ~~Director~~ Chief Operating Officer of the
22 Office of Management and Enterprise Services, the personnel of the
23 consolidated agencies shall deliver to the Office of Management and
24

1 Enterprise Services all books, papers, records and property of the
2 consolidated agencies.

3 C. All functions, powers, duties and obligations previously
4 assigned to each of the consolidated agencies are hereby transferred
5 to the Office of Management and Enterprise Services.

6 D. All rules, regulations, acts, orders, determinations and
7 decisions of the consolidated agencies pertaining to the functions
8 and powers herein transferred and assigned to the Office of
9 Management and Enterprise Services, in force at the time of such
10 transfer, assignment, assumption or devolution shall continue in
11 force and effect as rules, regulations, acts, orders, determinations
12 and decisions of the consolidated agencies until duly modified or
13 abrogated by the appropriate body or until otherwise provided by
14 law.

15 SECTION 15. AMENDATORY 62 O.S. 2021, Section 34.9, is
16 amended to read as follows:

17 Section 34.9. The ~~Director~~ Chief Operating Officer of the
18 Office of Management and Enterprise Services is hereby authorized
19 and directed to classify funds in the State Treasury and to
20 prescribe the manner of issuance of checks or warrants against each
21 class of funds to accomplish the purpose for which each such fund
22 was created. The State Treasurer shall be, and is, required to keep
23 fund accounts in accordance with such classification. The ~~Director~~
24 ~~of the Office of Management and Enterprise Services~~ Chief Financial

1 Officer shall group funds of a similar nature in a series of
2 classes. Accounting entities otherwise designated as funds, by
3 other provisions of law, may be retained, deactivated, merged with
4 other such entities or identified as accounts within funds as the
5 ~~Director of the Office of Management and Enterprise Services~~ Chief
6 Financial Officer determines to be appropriate for purposes of the
7 modernization and maintenance of the fund structure of the state.

8 SECTION 16. AMENDATORY 62 O.S. 2021, Section 34.10, as
9 amended by Section 1, Chapter 99, O.S.L. 2024 (62 O.S. Supp. 2025,
10 Section 34.10), is amended to read as follows:

11 Section 34.10. The ~~Director of the Office of Management and~~
12 ~~Enterprise Services~~ Chief Financial Officer shall cause to be
13 prepared an annual comprehensive financial report, in accordance
14 with generally accepted accounting principles for governments, and
15 shall further have the general purpose financial statements included
16 in the annual comprehensive financial report audited in accordance
17 with generally accepted auditing standards. The ~~Director~~ Chief
18 Financial Officer is hereby authorized to establish procedures and
19 guidelines which are consistent with those issued by the Government
20 Accounting Standards Board, and which shall be followed by state
21 agencies, colleges and universities and other entities who are
22 included in the report, for purposes of establishing consistent
23 application of accounting principles and to ensure the timeliness of
24 the report.

1 SECTION 17. AMENDATORY 62 O.S. 2021, Section 34.11, is
2 amended to read as follows:

3 Section 34.11. The Division of Central Accounting and Reporting
4 shall operate under the supervision of the Chief Financial Officer,
5 and be responsible for accounting and auditing duties and the
6 auditing and settlement of purchase orders, contracts, claims,
7 payrolls, and other obligations.

8 The Division of Central Accounting and Reporting shall prepare
9 uniform budget and accounting classifications for all state agencies
10 and shall implement appropriate accounting methods and systems in
11 state agencies. The Division of Central Accounting and Reporting
12 shall:

- 13 1. Settle all claims payable by this state;
- 14 2. Verify distribution of all taxes and other dues collected
15 for local governments;
- 16 3. Superintend the recovery of all debts due state government;
- 17 4. Keep the central budget and proprietary accounts of the
18 state government;
- 19 5. Prepare and issue financial and accounting reports, at least
20 quarterly;
- 21 6. Prescribe all forms, systems, and procedure for
22 administering accounting for the several departments and
23 establishments;

24

1 7. At the request of a state agency, assist in establishing
2 standards, policies and procedures that ensure a strong and
3 effective system of internal controls and regular monitoring of
4 them;

5 8. Certify each and every requisition by a duly accredited
6 disbursing officer for an advance of funds from the State Treasury
7 to the ~~Director of the Office of Management and Enterprise Services~~
8 Chief Financial Officer for approval; and

9 9. Establish a pre-audit system of settling claims for the
10 entire government of this state and for state agencies in which
11 vouchers supporting proposed payments are submitted to the Office of
12 Management and Enterprise Services for audit and settlement.

13 SECTION 18. AMENDATORY Section 1, Chapter 36, 1st
14 Extraordinary Session, O.S.L. 2023 (62 O.S. Supp. 2025, Section
15 34.11.1.2), is amended to read as follows:

16 Section 34.11.1.2. There is hereby created in the State
17 Treasury a revolving fund for the Office of Management and
18 Enterprise Services to be designated the "Oklahoma Employment
19 Security Commission Information Technology Innovation Revolving
20 Fund". The fund shall be a continuing fund, not subject to fiscal
21 year limitations, and shall consist of all monies appropriated to
22 the revolving fund created herein. All monies accruing to the
23 credit of the fund are hereby appropriated and may be budgeted and
24 expended by the Office of Management and Enterprise Services for the

1 purpose of augmenting the information technology infrastructure of
2 the Oklahoma Employment Security Commission. Expenditures from the
3 fund shall be made upon warrants issued by the State Treasurer
4 against claims filed as prescribed by law with the ~~Director~~ Chief
5 Operating Officer of the Office of Management and Enterprise
6 Services for approval and payment.

7 SECTION 19. AMENDATORY 62 O.S. 2021, Section 34.22, is
8 amended to read as follows:

9 Section 34.22. There is hereby created in the State Treasury a
10 revolving fund for the Office of Management and Enterprise Services
11 to be designated the "Telecommunications Revolving Fund". The fund
12 shall be a continuing fund, not subject to fiscal year limitations,
13 and shall consist of appropriations made by the Legislature and
14 reimbursements for providing telecommunications services as defined
15 in Sections 34.19, 34.20, 34.21 and 34.24 of this title. All monies
16 accruing to such fund are hereby appropriated and may be budgeted
17 and expended by the Office of Management and Enterprise Services for
18 the purpose of providing telecommunications, Internet, and
19 eGovernment services, as referenced in Sections 34.24 and 34.25 of
20 this title, the construction and maintenance of information
21 technology facilities and services, and other related services.
22 Expenditures from said fund shall be made upon warrants issued by
23 the State Treasurer against claims filed as prescribed by law with
24

1 the ~~Director~~ Chief Operating Officer of the Office of Management and
2 Enterprise Services for approval and payment.

3 SECTION 20. AMENDATORY 62 O.S. 2021, Section 34.27, is
4 amended to read as follows:

5 Section 34.27. A. There is hereby established the State
6 Governmental Technology Applications Review Board. The Board shall
7 be composed of the following members:

8 1. The ~~Director~~ Chief Operating Officer of the Office of
9 Management and Enterprise Services or a designee;

10 2. Four representatives from different state agencies, boards,
11 commissions, or authorities to be appointed by the Governor, at
12 least one of which shall be employed by a law enforcement agency;

13 3. Two members who are not state government employees to be
14 appointed by the Speaker of the House of Representatives; and

15 4. Two members who are not state government employees to be
16 appointed by the President Pro Tempore of the Senate.

17 B. Members of the Board shall serve for terms of two (2) years.
18 The Board shall select a chair from among its members.

19 C. Members of the Board shall not receive compensation for
20 serving on the Board, but shall be reimbursed for travel expenses
21 incurred in the performance of their duties by their respective
22 agencies or appointing authority in accordance with the State Travel
23 Reimbursement Act.

24

1 D. Notwithstanding any other section of law, any member of the
2 Board attending a meeting via teleconference shall be counted as
3 being present in person and shall count toward the determination of
4 whether a quorum of the Board is present at the meeting.

5 E. The Board shall have the duty and responsibility of:

6 1. Reviewing for approval all convenience fees and merchant
7 fees as defined in Section 34.25 of this title and changes in
8 convenience fees and merchant fees charged by state agencies,
9 boards, commissions, or authorities;

10 2. Monitoring all portal systems and applications for portal
11 systems created by state agencies, boards, commissions, or
12 authorities, reviewing portal systems applications approved or
13 denied by the Information Services Division of the Office of
14 Management and Enterprise Services, and making recommendations to
15 the Legislature and Governor to encourage greater use of the open-
16 systems concept as is defined in Section 34.26 of this title;

17 3. Granting an exemption for a specific license or permit to a
18 state agency from the requirements of Section 34.24.1 of this title.
19 The exemption shall be limited in time as warranted by the
20 circumstances. The Board shall grant the exemption only if
21 presented compelling evidence that the issuance of the license or
22 permit requires the provision of information that cannot be provided
23 through an online licensing or permitting process and that the
24 failure of the applicant to provide the information would create a

1 significant risk to the integrity of the license or permit. The
2 exemption provided for in this paragraph shall not apply to license
3 renewals pursuant to the Oklahoma Vehicle License and Registration
4 Act;

5 4. Providing ongoing oversight of implementation of the plan of
6 action developed by the Chief Information Officer pursuant to
7 Section 34.11.1 of this title and approving any amendments to the
8 plan of action;

9 5. Approving charges to state agencies established by the
10 Information Services Division pursuant to Section 35.5 of this title
11 for shared services as defined in Section 35.3 of this title;

12 6. Functioning in an advisory capacity to the Chief Information
13 Officer; and

14 7. Approving a plan by which public elementary and secondary
15 schools of the state may recover the cost of instructional
16 technology resources issued by the schools.

17 SECTION 21. AMENDATORY 62 O.S. 2021, Section 34.28, is
18 amended to read as follows:

19 Section 34.28. A. The Information Services Division of the
20 Office of Management and Enterprise Services shall work to assure
21 state compliance regarding accessibility of information technology
22 for individuals with disabilities based on the provisions of Section
23 508 of the Workforce Investment Act of 1998.

24

1 B. When developing, procuring, maintaining or using information
2 technology, or when administering contracts or grants that include
3 the procurement, development, upgrading, or replacement of
4 information technology each state agency shall ensure, unless an
5 undue burden would be imposed on the agency, that the information
6 technology allows employees, program participants, and members of
7 the general public access to use of information and data that is
8 comparable to the access by individuals without disabilities.

9 C. To assure accessibility, the Information Services Division
10 shall:

11 1. Adopt accessibility standards that address all technical
12 standard categories of Section 508 of the Workforce Investment Act
13 of 1998 to be used by each state agency in the procurement of
14 information technology, and in the development and implementation of
15 custom-designed information technology systems, Web sites, and other
16 emerging information technology systems;

17 2. Adopt an accessibility clause which shall be included in all
18 contracts for the procurement of information technology by or for
19 the use of state agencies;

20 3. Establish and implement a review procedure to be used to
21 evaluate the accessibility of custom-designed information technology
22 systems proposed by a state agency prior to expenditure of state
23 funds;

24

1 4. Review and evaluate accessibility of information technology
2 commonly purchased by state agencies, and provide accessibility
3 reports on such products to those responsible for purchasing
4 decisions;

5 5. Provide in partnership with Oklahoma Able Tech, the state
6 assistive technology program located at Oklahoma State University,
7 training and technical assistance for state agencies to assure
8 procurement of information technology that meets adopted
9 accessibility standards;

10 6. Consult with the State Department of Rehabilitation Services
11 and individuals with disabilities in accessibility reviews of
12 information technology and in the delivery of training and technical
13 assistance;

14 7. Establish complaint procedures, consistent with Section 508
15 of the Workforce Development Act of 1998, to be used by an
16 individual who alleges that a state agency fails to comply with the
17 provisions of this section;

18 8. Work with and seek advice from the Electronic and
19 Information Technology Accessibility Advisory Council, created in
20 Section 34.30 of this title in developing accessibility standards
21 and complaint procedures as required in this section; and

22 9. Require state agencies to submit evidence of assurance of
23 compliance with state standards on accessibility of information
24

1 technology for individuals with disabilities developed in accordance
2 with this section.

3 D. The ~~Director~~ Chief Operating Officer of the Office of
4 Management and Enterprise Services shall promulgate rules, as
5 necessary, to implement the provisions of this section.

6 SECTION 22. AMENDATORY 62 O.S. 2021, Section 34.34, is
7 amended to read as follows:

8 Section 34.34. It shall be the duty of the ~~Director~~ Chief
9 Operating Officer of the Office of Management and Enterprise
10 Services, after making a complete detailed study of each state
11 agency, to prepare the budget under the supervision and direction of
12 the Governor.

13 SECTION 23. AMENDATORY 62 O.S. 2021, Section 34.35, is
14 amended to read as follows:

15 Section 34.35. Each state agency shall immediately furnish the
16 ~~Director~~ Chief Operating Officer of the Office of Management and
17 Enterprise Services any information concerning their respective
18 affairs or activities, upon request and in such form as directed.

19 SECTION 24. AMENDATORY 62 O.S. 2021, Section 34.36, as
20 amended by Section 2, Chapter 199, O.S.L. 2025 (62 O.S. Supp. 2025,
21 Section 34.36), is amended to read as follows:

22 Section 34.36. A. On the first day of October preceding each
23 regular session of the Legislature, each state agency, including
24 those created or established pursuant to constitutional provisions,

1 shall report to the ~~Director of the Office of Management and~~
2 ~~Enterprise Services~~ Chief Financial Officer and the Chair and Vice
3 Chair of the Legislative Oversight Committee on State Budget
4 Performance an itemized request showing the amount needed for the
5 ensuing fiscal year beginning with the first day of July.

6 B. The forms which must be used in making these reports shall
7 be approved by the ~~Director of the Office of Management and~~
8 ~~Enterprise Services~~ Chief Financial Officer and the Legislative
9 Oversight Committee on State Budget Performance.

10 C. The forms shall be uniform, and shall clearly designate the
11 information to be given.

12 D. The information provided shall include, but not be limited
13 to:

14 1. A budget analysis of existing and proposed programs
15 utilizing performance-informed budgeting techniques. Such analysis
16 shall be included as a part of the estimate of funds needed;

17 2. A statement listing any other state, federal or local
18 agencies which administer a similar or cooperating program and an
19 outline of the interaction among such agencies;

20 3. A statement of the statutory authority for the missions and
21 quantified objectives of each program;

22 4. A description of the groups of people served by each program
23 in the agency;

24 5. A quantification of the need for the program;

1 6. A description of the tactics which are intended to
2 accomplish each objective;

3 7. A list of quantifiable program outcomes which measure the
4 efficiency and effectiveness of each program;

5 8. A ranking of these programs by priority;

6 9. Actual program expenditures for the current fiscal year and
7 prior fiscal years and the number of personnel required to
8 accomplish each program;

9 10. Revenues expected to be generated by each program, if any;

10 11. With respect to appropriated state agencies, a detailed
11 listing of all employees and resources dedicated to the provision of
12 financial services including but not limited to procurement,
13 payroll, accounts receivable and accounts payable. The provisions
14 of this paragraph shall not be applicable to the Oklahoma State
15 Regents for Higher Education or to any institutions within The
16 Oklahoma State System of Higher Education; and

17 12. A certification that following the effective date of this
18 act and prior to July 1, 2011, no expenditure shall have been made
19 or funds encumbered for the purchase, lease, lease-purchase or
20 rental of any computers, software, telecom, information technology
21 hardware, firmware or information technology services, including
22 support services without the prior written approval of the State
23 Comptroller or his or her designee.

24

1 E. These appropriated agencies shall make an itemized estimate
2 of needs for the ensuing fiscal year and the following two (2)
3 fiscal years and request for funds for the ensuing fiscal year and
4 an estimate of the revenues from all sources to be received by the
5 agency during the ensuing fiscal year and the following two (2)
6 fiscal years.

7 F. ~~The Director of the Office of Management and Enterprise~~
8 ~~Services~~ Chief Financial Officer shall submit to the Governor and
9 the Legislative Oversight Committee on State Budget Performance no
10 later than the fifth day of October a complete list of all spending
11 agencies which have failed to submit budgets by October 1.

12 G. The reports required by this section shall include an
13 itemized listing of outstanding capital lease debt and estimated
14 capital lease needs for the ensuing fiscal year and the following
15 two (2) fiscal years, and shall be provided on forms prescribed by
16 the ~~Director of the Office of Management and Enterprise Services~~
17 Chief Financial Officer.

18 H. For the purposes of this section, "capital lease" means a
19 lease-purchase agreement which provides an option for the State of
20 Oklahoma or its agencies to purchase property, including personal
21 and real property, which is the subject thereof and/or a lease
22 agreement that provides an option for the State of Oklahoma or its
23 agencies to lease such property, which is the subject thereof, at a
24

1 nominal annual amount, after a period in which leased property is
2 rented at fair market value.

3 I. Not later than January 1, the ~~Director~~ Chief Operating
4 Officer of the Office of Management and Enterprise Services shall
5 publish a shared services cost-performance assessment report
6 documenting the amount of each state agency's cost for providing
7 shared services. The lowest ranking state agencies shall enter into
8 a contract with the Office of Management and Enterprise Services for
9 the provision of shared financial services, provided that the
10 ~~Director~~ Chief Operating Officer of the Office of Management and
11 Enterprise Services determines that implementation of such a
12 contract would be feasible and documents that the contractual
13 agreement will result in cost savings or efficiencies to the state.
14 Contracts required by this subsection shall be entered into at the
15 start of the next fiscal year. When a state agency is contracted
16 with the Office of Management and Enterprise Services for the
17 provision of shared financial services, the agency may discontinue
18 using shared services when documentation showing that the agency can
19 provide the services at a lower cost to the state is provided to and
20 approved by the ~~Director~~ Chief Operating Officer of the Office of
21 Management and Enterprise Services. As used in this subsection,
22 "shared services" means process, resource utilization or action as
23 defined by administrative rule. On a yearly basis the ~~Director~~
24 Chief Operating Officer of the Office of Management and Enterprise

1 Services shall compile and publish a report documenting the cost
2 savings resulting from shared services contracts. The provisions of
3 this subsection shall not be applicable to the Oklahoma State
4 Regents for Higher Education or to any institutions within The
5 Oklahoma State System of Higher Education.

6 SECTION 25. AMENDATORY 62 O.S. 2021, Section 34.36.1, is
7 amended to read as follows:

8 Section 34.36.1. A. Each state agency that is required to
9 provide an itemized budget request pursuant to the provisions of
10 Section 34.36 of Title 62 of the Oklahoma Statutes shall provide to
11 ~~the Director of the Office of Management and Enterprise Services~~
12 Chief Financial Officer a written report, in a form approved by the
13 ~~Director~~ Chief Financial Officer, containing the following
14 information:

- 15 1. The amount of federal funds received by the agency;
- 16 2. The source or sources of federal funds received by the
17 agency;
- 18 3. A description of any action required to be taken by the
19 agency as a condition for the receipt or continued receipt of
20 federal funds; and
- 21 4. A description of any action prohibited to be taken by the
22 agency as a condition for the receipt or continued receipt of
23 federal funds.

24

1 B. The report shall be submitted with the budget information
2 required by Section 34.36 of Title 62 of the Oklahoma Statutes by
3 the date required by that section.

4 C. ~~The Director of the Office of Management and Enterprise~~
5 ~~Services~~ Chief Financial Officer shall post the information
6 contained in each agency's report on the website created pursuant to
7 Section 46 of Title 62 of the Oklahoma Statutes.

8 SECTION 26. AMENDATORY 62 O.S. 2021, Section 34.40, is
9 amended to read as follows:

10 Section 34.40. A. When lump sum appropriations are made for
11 personal services, or for maintenance and operations, or for
12 maintenance and operations including personal services, no monies so
13 appropriated shall be available for payments for such expenses until
14 a schedule of positions and salaries and the amounts to be available
15 for the expenses shall have been approved by the ~~Director of the~~
16 ~~Office of Management and Enterprise Services~~ Chief Financial Officer
17 and posted to the state accounting system. The provisions of this
18 subsection shall not apply to such appropriations for the
19 Legislature or judiciary, for expenses of holding elections, or for
20 temporary services or day labor.

21 B. Any such approved schedule of positions and salaries may be
22 amended with the approval of the ~~Director of the Office of~~
23 ~~Management and Enterprise Services~~ Chief Financial Officer.
24

1 C. The request officer for each agency shall show the
2 classification of the expenditures for their agency, and such
3 classification shall follow the uniform budget and accounting
4 classifications adopted for similar spending agencies, except for
5 items peculiar to certain departments or institutions.

6 ~~The Director of the Office of Management and Enterprise~~
7 ~~Services~~ Chief Financial Officer shall not have authority to fix the
8 amount of any agency salary or eliminate any position listed on such
9 schedule. However, the ~~Director~~ Chief Financial Officer shall not
10 approve the schedule of positions and salaries when the total amount
11 of funds requested to be allotted fails to reserve a sufficient
12 balance to finance the operations of the agency for the remainder of
13 that fiscal year, considering any possible failure in the revenue
14 estimated to be collected for that fiscal year.

15 ~~The Director of the Office of Management and Enterprise~~
16 ~~Services~~ Chief Financial Officer shall not have the authority to
17 curtail the operation of any particular part of the program, but
18 shall order a reduction in the total program only where insufficient
19 revenues are anticipated to carry on the program for the period
20 concerned.

21 SECTION 27. AMENDATORY 62 O.S. 2021, Section 34.41, is
22 amended to read as follows:

23 Section 34.41. Appropriations shall not be available for
24 contractual or expenditure purposes until allotted as provided in

1 the Oklahoma State Finance Act. Appropriations made by the
2 Legislature to each state agency are hereby declared to be maximum,
3 conditional and proportionate appropriations. The purpose of this
4 section is to make appropriations payable in full in the amounts
5 named only in the event that the estimated budget resources within
6 each state fund during each fiscal year are sufficient to pay all of
7 the appropriations for such fiscal year in full. It is also the
8 purpose of this provision to ensure that there shall be no overdraft
9 or deficit created in the several funds of the state at the end of
10 any fiscal year, and the ~~Director of the Office of Management and~~
11 ~~Enterprise Services~~ Chief Financial Officer is directed and required
12 so to administer the Oklahoma State Finance Act to prevent such
13 overdraft or deficit.

14 SECTION 28. AMENDATORY 62 O.S. 2021, Section 34.42, as
15 last amended by Section 3, Chapter 199, O.S.L. 2025 (62 O.S. Supp.
16 2025, Section 34.42), is amended to read as follows:

17 Section 34.42. A. On or before the first day of June in each
18 year, or as soon thereafter as possible, all agencies shall file
19 agency budgets with the ~~Director of the Office of Management and~~
20 ~~Enterprise Services~~ Chief Financial Officer. Copies of all agency
21 budgets shall also be made available electronically to the staff of
22 the Joint Legislative Committee on Budget and Program Oversight.

23
24

1 B. The required instructions, content and format of agency
2 budgets shall be developed by the staff of the Budget Division of
3 the Office of Management and Enterprise Services.

4 C. 1. The agency budget shall include a description of all
5 funds available to the agency for expenditure and set out allotments
6 requested by the agency by quarter and the entire fiscal year.

7 2. The agency budget shall be accompanied by an organizational
8 chart of the agency, a statement of agency mission and program
9 objectives.

10 3. The agency budget shall delineate agency spending by such
11 categories and with at least as much detail as is specified in the
12 legislative appropriation and as prescribed by the ~~Director of the~~
13 ~~Office of Management and Enterprise Services~~ Chief Financial
14 Officer.

15 4. Agency budgets shall be signed by the executive officer of
16 each agency.

17 5. The executive officer shall certify that the agency is in
18 complete compliance with the requirements of Section 34.11.3 of this
19 title and Section 3-114 of Title 65 of the Oklahoma Statutes.

20 D. A "request officer" shall be designated by each state agency
21 for the purpose of making program and allotment requests.

22 E. Executive officers of agencies shall cooperate with the
23 Office of Management and Enterprise Services staff and Joint
24 Committee staff in developing program budgeting categories.

1 F. All funds available or expected to be made available to any
2 agency, including nonfiscal appropriations, shall not be available
3 for expenditure until the request officer of the agency has complied
4 with the applicable provisions of the Oklahoma State Finance Act and
5 has received approval of such request for funds from the ~~Director of~~
6 ~~the Office of Management and Enterprise Services~~ Chief Financial
7 Officer.

8 SECTION 29. AMENDATORY 62 O.S. 2021, Section 34.43, is
9 amended to read as follows:

10 Section 34.43. A. All agencies of the state shall submit to
11 the ~~Director of the Office of Management and Enterprise Services~~
12 Chief Financial Officer in all agency budgets, in addition to other
13 required information, whether such reports relate to past, present
14 or future expenditures, an itemization of the amount attributable to
15 each of the following expenses:

16 1. The number of persons, total amount of all salaries, the
17 total amount of travel and subsistence expense and the total amount
18 of personnel expense for:

- 19 a. data processing directors,
- 20 b. systems analysts,
- 21 c. programmers,
- 22 d. electronic data processing operators,
- 23 e. punch card machine operators,
- 24 f. data processing control personnel,

- 1 g. data processing clerical personnel, and
2 h. other data processing personnel;
- 3 2. Rental of data processing equipment;
4 3. Purchase of data processing equipment;
5 4. Maintenance of data processing equipment, if not included in
6 rental expense;
7 5. Data processing supplies;
8 6. Data processing planning;
9 7. Data processing conversion from one system to another;
10 8. Rental and purchase of non-data processing equipment and
11 supplies utilized in a data processing operation;
12 9. Shipment of data processing equipment;
13 10. Rental of communication lines for transmission of data
14 processing information;
15 11. Data processing education;
16 12. Rental of software packages;
17 13. Contracting for development of systems; and
18 14. Other data processing expense.

19 B. All disbursements made from treasury funds by any state
20 agency for the above-named expenses shall be budgeted to and
21 disbursed from a special allotment account to be created by the
22 ~~Director of the Office of Management and Enterprise Services~~ Chief
23 Financial Officer.
24

1 C. This section shall not preclude agencies from programming
2 and expending intra-agency data processing costs for cost allocation
3 purposes.

4 SECTION 30. AMENDATORY 62 O.S. 2021, Section 34.47, is
5 amended to read as follows:

6 Section 34.47. A. The Division of Central Accounting and
7 Reporting shall allocate all revenues to the credit of any fund in
8 the State Treasury except the Public Building Fund, in accordance
9 with the provisions of Section 23 of Article X of the Oklahoma
10 Constitution.

11 B. ~~The Director of the Office of Management and Enterprise~~
12 ~~Services~~ Chief Financial Officer may require that appropriations for
13 capital expenditures be financed by a separate cash account so that
14 allocations of cash to any agency for purposes of constructing
15 buildings, making improvements, purchasing equipment, or other
16 capital expenditures, may not be used to finance the current
17 operations of the agency.

18 C. Appropriations which are nonfiscal for contractual and
19 expenditure purposes, shall be considered fiscal for revenue
20 purposes, but may be allotted for expenditure at any time within
21 thirty (30) months from date such acts are enacted. Revenue which
22 accrues to the credit of the Public Building Fund in the State
23 Treasury shall be allocated to the appropriations from the Public
24 Building Fund in consecutive order. The Governor shall designate

1 the order of payment of the appropriations from the Public Building
2 Fund. The ~~Director of the Office of Management and Enterprise~~
3 ~~Services~~ Chief Financial Officer shall allocate the collections
4 sufficient to pay the first appropriation designated by the
5 Governor, before the ~~Director~~ Chief Financial Officer allocates any
6 amount to the second and so on, until all appropriations are
7 provided for. The contracting agency receiving such appropriation
8 shall not contract the same until revenue has been allocated as
9 provided in the Oklahoma State Finance Act.

10 SECTION 31. AMENDATORY 62 O.S. 2021, Section 34.49, is
11 amended to read as follows:

12 Section 34.49. A. Appropriations and/or federal funds shall be
13 allotted for each agency as provided by the language of the
14 legislative appropriation and other applicable state law. Items may
15 be allotted on a monthly, quarterly, semiannual or annual basis upon
16 the written request of the agency and the approval of the ~~Director~~
17 ~~of the Office of Management and Enterprise Services~~ Chief Financial
18 Officer.

19 B. The request officer for each agency shall present the
20 proposed classification of the expenditures for that agency in such
21 manner as may be required by the Office of Management and Enterprise
22 Services.

23 C. Each agency shall be required to identify those items that
24 are for capital purposes in keeping with the definition of capital

1 projects promulgated by the Long-Range Capital Planning Commission.
2 Requests for capital appropriations and an agency's original budget
3 request shall be for capital projects that have been submitted to
4 the Long-Range Capital Planning Commission for review.

5 D. ~~The Director of the Office of Management and Enterprise~~
6 ~~Services~~ Chief Financial Officer shall review the requested
7 allotments with respect to the agency budget with each agency. The
8 ~~Director~~ Chief Financial Officer may require the agency to change
9 such allotments before approving them, if it is deemed necessary,
10 reserving a sufficient balance in the appropriation to finance the
11 operations of the agency for the remainder of any fiscal year.

12 E. At the end of any fiscal year, the entire amount
13 appropriated to any agency must be allotted to the agency by the
14 ~~Director of the Office of Management and Enterprise Services~~ Chief
15 Financial Officer, except where the estimated budget resources
16 during any fiscal year are insufficient to pay all of the
17 appropriations of the state in full for such year. The ~~Director of~~
18 ~~the Office of Management and Enterprise Services~~ Chief Financial
19 Officer shall not allot to any agency during any fiscal year, an
20 amount which will be in excess of the amount of revenue collected
21 and allocated to appropriations made to such agency.

22 F. In the event of a failure of revenue, the ~~Director of the~~
23 ~~Office of Management and Enterprise Services~~ Chief Financial Officer
24 shall control the allotment to prevent obligations being incurred in

1 excess of the revenue to be collected. However, within each state
2 fund where a revenue failure occurs, the ~~Director of the Office of~~
3 ~~Management and Enterprise Services~~ Chief Financial Officer shall
4 make all reductions apply to each state agency or special
5 appropriation made by the State Legislature, in the ratio that its
6 total appropriation for that fiscal year bears to the total of all
7 appropriations for that fiscal year, as provided in Section 23 of
8 Article X of the Oklahoma Constitution.

9 G. An allotment may be approved for any item for the entire
10 year or may be approved on a monthly, quarterly, or semiannual
11 basis, but in no case shall the aggregate of such allotments for any
12 agency exceed the total appropriation made available to such agency
13 for the fiscal year to which they apply. Each agency's request for
14 appropriation allotments shall show the amount required to finance
15 each item of the request for the entire year and on a quarterly
16 basis within each fiscal year.

17 H. The ~~Director of the Office of Management and Enterprise~~
18 ~~Services~~ Chief Financial Officer shall review each allotment request
19 for the purpose of determining whether:

20 1. The itemized requests are in accordance with the agency
21 budget;

22 2. The accounting classification is sufficient to reflect the
23 purposes for which the expenditures are to be made;

24

1 3. The current financial requirements of the agency justify the
2 monthly or quarterly allotment, reserving a sufficient balance to
3 finance the remaining months or quarters; and

4 4. The realization of the estimated revenues is sufficient to
5 allow the allotments to be made.

6 I. The Legislature shall be exempt from submitting any agency
7 budget or allotment request.

8 SECTION 32. AMENDATORY 62 O.S. 2021, Section 34.50, is
9 amended to read as follows:

10 Section 34.50. A. All agencies of the state which are
11 operating either partially or entirely from revenues derived from
12 sources other than legislative appropriations or authorizations
13 shall file requests for allotments under the same provisions as are
14 required for those agencies that receive direct legislative
15 appropriations which distinctly specify the amount appropriated.

16 B. ~~The Director of the Office of Management and Enterprise~~
17 ~~Services~~ Chief Financial Officer shall approve such requests for
18 allotments pursuant to the language of the legislative appropriation
19 and other applicable state law, if the estimated revenues accruing
20 to such fund are sufficient to finance such allotments within the
21 period for which the items are approved, and if the account
22 classification clearly shows the purposes for which the money is to
23 be expended. However, obligations as they are incurred may not
24 exceed the unencumbered balance of surplus cash on hand in

1 accordance with Section 23 of Article X of the Oklahoma
2 Constitution.

3 C. The ~~Director of the Office of Management and Enterprise~~
4 ~~Services~~ Chief Financial Officer may require a more detailed
5 breakdown of accounts before approving such requests.

6 D. This section shall apply to agencies receiving federal
7 funds, but shall not apply to donated funds, trust funds or funds of
8 an agency relationship.

9 SECTION 33. AMENDATORY 62 O.S. 2021, Section 34.51, is
10 amended to read as follows:

11 Section 34.51. A. If an allotment request is approved by the
12 ~~Director of the Office of Management and Enterprise Services~~ Chief
13 Financial Officer, it shall be transmitted to the request officer of
14 the agency concerned and to the Division of Central Accounting and
15 Reporting.

16 B. Legislative appropriations or authorizations are the legal
17 basis for expending the state's monies. Allotments shall be made
18 against these legislative appropriations or authorizations and shall
19 be entered on the records of the Division of Central Accounting and
20 Reporting in such accounts as may be required by the ~~Director of the~~
21 ~~Office of Management and Enterprise Services~~ Chief Financial
22 Officer.

23 C. The allotments approved by the ~~Director of the Office of~~
24 ~~Management and Enterprise Services~~ Chief Financial Officer shall be

1 the portion of the appropriation set aside to cover encumbrances and
2 expenditures for a designated purpose during a monthly, quarterly,
3 semiannual or annual period.

4 D. The Division of Central Accounting and Reporting shall not
5 approve claims for payment in excess of the amount allotted for each
6 account approved by the ~~Director of the Office of Management and~~
7 ~~Enterprise Services~~ Chief Financial Officer.

8 E. After the first allotments for each agency of the state have
9 been authorized by the ~~Director of the Office of Management and~~
10 ~~Enterprise Services~~ Chief Financial Officer, subsequent allotments
11 may be authorized upon the request of an agency and with the
12 approval of the ~~Director of the Office of Management and Enterprise~~
13 ~~Services~~ Chief Financial Officer.

14 F. The ~~Director of the Office of Management and Enterprise~~
15 ~~Services~~ Chief Financial Officer may authorize new accounts in
16 addition to those requested in the original allotment request, or
17 may increase the amount allotted for a monthly, quarterly,
18 semiannual or annual period. A balance remaining in any of the
19 allotment accounts at the end of any monthly, quarterly, or semi-
20 annual period, shall be available for expenditure the subsequent
21 period; however, subsequent allotment requests and the ~~Director's~~
22 Chief Financial Officer's approval should take into consideration
23 any unencumbered or unexpended balance remaining at the time such
24 subsequent requests are approved.

1 SECTION 34. AMENDATORY 62 O.S. 2021, Section 34.52, is
2 amended to read as follows:

3 Section 34.52. A. The administrative head of any agency or the
4 request officer may request that any current item of appropriation,
5 allotment, or budget category be transferred to any other budget
6 category within the same agency.

7 B. The administrative head shall make a request for budget
8 transfer to the ~~Director of the Office of Management and Enterprise~~
9 ~~Services~~ Chief Financial Officer in writing and file a revised
10 agency budget.

11 C. Copies of the request for budget transfer and corresponding
12 agency budget revisions shall also be filed with the Joint
13 Legislative Committee on Budget and Program Oversight as created by
14 Section 34.96 of this title.

15 D. The ~~Director of the Office of Management and Enterprise~~
16 ~~Services~~ Chief Financial Officer shall approve the request for
17 transfer unless both the Chair and Vice Chair of the Joint
18 Legislative Committee on Budget and Program Oversight provide
19 written notification to the ~~Director of the Office of Management and~~
20 ~~Enterprise Services~~ Chief Financial Officer within twelve (12)
21 calendar days of receipt of transfer request that the transfer
22 subverts the intention and objectives of the Legislature in
23 establishing the original appropriation, or unless the transfer does
24 not meet the requirements of this section or Section 34.49 of this

1 title. Notification of noncompliance with legislative intent shall
2 be transmitted to the ~~Director of the Office of Management and~~
3 ~~Enterprise Services~~ Chief Financial Officer within twelve (12)
4 calendar days of receipt of the transfer request. The ~~Director of~~
5 ~~the Office of Management and Enterprise Services~~ Chief Financial
6 Officer shall give written notice of approval or disapproval of each
7 budget transfer to the agency, the Governor and the Chair and Vice
8 Chair of the Joint Legislative Committee on Budget and Program
9 Oversight within eighteen (18) calendar days of receiving the
10 request.

11 E. Transfers shall be subject to the following limitations:

12 1. The amount to be transferred, together with all previous
13 transfers, shall not exceed twenty-five percent (25%) of the total
14 appropriation of the least of the items of appropriation, allotment
15 or agency budget involved in the transfer; and

16 2. If the amount to be transferred, and all previous transfers,
17 is greater than twenty-five percent (25%) of the least items of
18 appropriation, allotment or agency budget involved in the transfer
19 request, the agency may make an application to the ~~Director of the~~
20 ~~Office of Management and Enterprise Services~~ Chief Financial
21 Officer, and the Chair and Vice Chair of the Joint Legislative
22 Committee on Budget and Program Oversight. If the agency obtains
23 written approval from the ~~Director of the Office of Management and~~
24 ~~Enterprise Services~~ Chief Financial Officer and the Chair and Vice

1 Chair of the Joint Legislative Committee Budget and Program
2 Oversight, an additional fifteen percent (15%) may be transferred.

3 SECTION 35. AMENDATORY 62 O.S. 2021, Section 34.53, as
4 amended by Section 1, Chapter 84, O.S.L. 2025 (62 O.S. Supp. 2025,
5 Section 34.53), is amended to read as follows:

6 Section 34.53. A. 1. The Oklahoma State System of Higher
7 Education, established by Article XIII-A of the Oklahoma
8 Constitution, shall operate an allotment system similar to the
9 procedure set out in the Oklahoma State Finance Act for other
10 agencies of the state except that the Oklahoma State Regents for
11 Higher Education shall be substituted for the ~~Director of the Office~~
12 ~~of Management and Enterprise Services~~ Chief Financial Officer in
13 connection with approving allotment requests of the constituent
14 institutions comprising The Oklahoma State System of Higher
15 Education.

16 2. The account classification for the State System of Higher
17 Education shall conform as nearly as possible with the
18 classification of accounts recommended by the National Committee on
19 Standard Reports for Institutions of Higher Education.

20 3. The Board of Regents shall allocate to each institution
21 under its control from the consolidated, or lump sum appropriation
22 made by the Legislature, an amount sufficient to meet the needs and
23 functions of each institution for the entire year.

24

1 4. The amount allocated to each institution for each fiscal
2 year in accordance with Article XIII-A of the Oklahoma Constitution,
3 shall be made in a lump sum without regard to uniform budget or
4 accounting classifications, but shall not be available for
5 expenditure until subsequently allotted by the Regents in accordance
6 with the uniform budget and accounting classifications recommended
7 by the National Committee on Standard Reports.

8 B. The Oklahoma State Regents for Higher Education may reduce
9 the allocation of funds which could otherwise be made to an
10 institution within The Oklahoma State System of Higher Education in
11 order to make payments for leases within the lease financing program
12 authorized by Section 3206.6a of Title 70 of the Oklahoma Statutes.

13 C. 1. The Regents, with the approval of the ~~Director of the~~
14 ~~Office of Management and Enterprise Services~~ Chief Financial
15 Officer, may allot money to any constituent institution to set up
16 and operate a petty cash fund at such institution. Such petty cash
17 fund shall be reimbursed upon the filing of claims showing the
18 purposes for which the funds were expended.

19 2. The Division of Central Accounting and Reporting shall make
20 cash allocations of revenue in accordance with Section 23 of Article
21 X of the Oklahoma Constitution, to each of the constituent
22 institutions. These cash allocations shall be based on the
23 allocations made by the Regents to each institution from the lump
24 sum legislative appropriations and such allocation shall be the

1 total appropriation for each institution, in lieu of legislative
2 appropriations.

3 3. After these funds have been allocated and allotted as
4 provided in this section, all institutional income shall operate as
5 a continuing nonfiscal appropriation which may be spent for any
6 educational and general purposes for which appropriated funds may be
7 spent. "Institutional income" for such purposes shall mean all
8 income available for educational and general purposes, as defined in
9 the uniform budget and accounting classifications recommended by the
10 National Committee on Standard Reports, and including income defined
11 by law as revolving fund income. Expenditures shall be limited to
12 the extent that obligations as they are incurred may not exceed the
13 unencumbered balance of cash on hand in accordance with Section 23
14 of Article X of the Oklahoma Constitution.

15 D. 1. At least thirty (30) days prior to the beginning of each
16 fiscal year, each of the constituent institutions shall file with
17 the Regents its request for appropriation allotments for each of the
18 purposes for which expenditures are to be made.

19 2. Such requests shall be broken down to conform to the uniform
20 budget or accounting classifications recommended by the National
21 Committee on Standard Reports.

22 3. Each institution's request for appropriation allotments
23 shall show the amount required to finance each item of the request
24 for the entire year and for each quarter or each six-month period

1 within the fiscal year, as required by the ~~Director~~ Chief Operating
2 Officer of the Office of Management and Enterprise Services.

3 E. The Regents, or the official or employee who has been
4 authorized to approve itemized allotment requests, shall consider
5 the allotment requests for the purpose of making a determination
6 whether:

7 1. The current financial requirements of the institution
8 concerned justify the allotment to be made;

9 2. The accounting classification is sufficient to reflect the
10 purpose for which expenditures are to be made and that such
11 classification is in accordance with the budget classifications
12 adopted by the ~~Director of the Office of Management and Enterprise~~
13 ~~Services~~ Chief Financial Officer and the Regents, which shall
14 conform as nearly as possible to the account classification
15 recommended by the National Committee on Standard Reports for
16 Institutions of Higher Education; and

17 3. The realization of estimated revenues determined by the
18 ~~Director of the Office of Management and Enterprise Services~~ Chief
19 Financial Officer is sufficient to allow the commitments to be made.

20 F. 1. In allotting appropriations and other funds, and
21 approving subsequent allotments which may be required by each
22 institution, the Regents shall follow the same general procedure set
23 forth in the Oklahoma State Finance Act for other agencies of the
24

1 state not under the control of the Regents, except as otherwise
2 provided in this section.

3 2. All forms and account classifications shall be mutually
4 agreed upon by the ~~Director of the Office of Management and~~
5 ~~Enterprise Services~~ Chief Financial Officer and the State Regents.

6 3. The Regents shall file approved requests of constituent
7 institutions with the Division of Central Accounting and Reporting
8 and such requests shall be entered on the records of the Office of
9 Management and Enterprise Services in the same manner as is provided
10 in the Oklahoma State Finance Act for other agencies of the state.

11 4. The State Regents and the ~~Director of the Office of~~
12 ~~Management and Enterprise Services~~ Chief Financial Officer shall
13 approve any request from the administrative head of a constituent
14 institution for amendment of the approved schedule of positions and
15 salaries, or transfers between items, so long as the currently
16 approved allotment for such purposes is not exceeded. Each such
17 amendment shall be filed with the Office of Management and
18 Enterprise Services, in such detail as may be required, prior to the
19 date on which the first payroll or other disbursement affected by
20 such amendment or transfer is submitted for payment.

21 G. 1. In the event that the realization of estimated revenues
22 at any time during the fiscal year indicates that the total revenue
23 for that fiscal year to any state fund will be insufficient at the
24 end of the fiscal year to meet the total appropriations from that

1 fund, the ~~Director of the Office of Management and Enterprise~~
2 ~~Services~~ Chief Financial Officer shall notify the Oklahoma State
3 Regents for Higher Education as to the amount of reduction necessary
4 against the consolidated, or lump sum appropriations, made to the
5 Regents.

6 2. The Regents, in making itemized allotments during the fiscal
7 year, may reserve an amount sufficient to meet a reasonable failure
8 of revenue until receipt of notice from the ~~Director of the Office~~
9 ~~of Management and Enterprise Services~~ Chief Financial Officer that
10 the realization of estimated revenues indicates that the total
11 appropriation may be allotted for expenditure. Upon receipt of
12 notice from the ~~Director of the Office of Management and Enterprise~~
13 ~~Services~~ Chief Financial Officer of a necessary reduction in the
14 consolidated, or lump sum appropriation, to meet a failure in
15 revenue, the Oklahoma State Regents for Higher Education shall
16 immediately take action to control the approval of subsequent
17 allotment requests sufficient to make the aggregate reduction in
18 allotments of all constituent institutions under their control equal
19 the amount of reduction ordered against the lump sum appropriation
20 made by the Legislature. Such reductions against the lump sum
21 appropriation shall not exceed the percentage reduction ordered
22 against other agencies of the state in accordance with Section 23 of
23 Article X of the Oklahoma Constitution.

24

1 SECTION 36. AMENDATORY 62 O.S. 2021, Section 34.54, is
2 amended to read as follows:

3 Section 34.54. There is hereby created in the State Treasury a
4 division of the State General Revenue Fund which shall be designated
5 the "General Revenue Cash-flow Reserve Fund". The purpose of the
6 General Revenue Cash-flow Reserve Fund is to make cash available for
7 the July cash allocation and so that, insofar as possible, each
8 monthly cash allocation thereafter can equal one-twelfth (1/12) of
9 the annual appropriation from the General Revenue Fund.

10 1. Each year the ~~Director of the Office of Management and~~
11 ~~Enterprise Services~~ Chief Financial Officer may transfer monies from
12 the then current fiscal year General Revenue Fund to the General
13 Revenue Cash-flow Reserve Fund for the succeeding fiscal year when
14 the apportionment to the General Revenue Fund is in excess of
15 amounts required for the allocations necessary to fund
16 appropriations made by the Legislature for the then current fiscal
17 year. The amount to be transferred shall not exceed ten percent
18 (10%) of the amount certified by the State Board of Equalization as
19 available for appropriation from the General Revenue Fund for the
20 next succeeding fiscal year.

21 2. Any monies transferred to the General Revenue Cash-flow
22 Reserve Fund pursuant to paragraph 1 of this section, shall be
23 transferred by the ~~Director of the Office of Management and~~
24 ~~Enterprise Services~~ Chief Financial Officer as nonrevenue receipts

1 to the State General Revenue Fund in the amounts necessary to make
2 cash available for the July cash allocation and so that, insofar as
3 possible, each monthly cash allocation thereafter can equal one-
4 twelfth (1/12) of the annual appropriation.

5 3. By the first Monday of each December, the Office of
6 Management and Enterprise Services shall analyze and submit to the
7 State Board of Equalization the amount of monies remaining in the
8 General Revenue Cash-flow Reserve Fund which are not necessary for
9 current year cash-flow needs and are available for legislative
10 appropriation.

11 4. On the second Monday of June of each year, the ~~Director of~~
12 ~~the Office of Management and Enterprise Services~~ Chief Financial
13 Officer shall close the preceding fiscal year General Revenue Cash-
14 flow Reserve Fund by transfer to the then current fiscal year
15 General Revenue Fund.

16 5. Any monies in the prior year General Revenue Cash-flow
17 Reserve Fund which are not necessary for the current year cash-flow
18 needs shall be subject to legislative appropriation.

19 SECTION 37. AMENDATORY 62 O.S. 2021, Section 34.55, is
20 amended to read as follows:

21 Section 34.55. A. The ~~Director of the Office of Management and~~
22 ~~Enterprise Services~~ Chief Financial Officer may transfer monies from
23 any treasury fund to the General Revenue Cash-flow Reserve Fund as
24 required to satisfy monthly allocations scheduled from the General

1 Revenue Fund for the then current fiscal year. Funds from which any
2 monies are so transferred shall be repaid before any transfers are
3 made from the General Revenue Fund to the General Revenue Cash-flow
4 Reserve Fund for the subsequent fiscal year.

5 B. ~~The Director of the Office of Management and Enterprise~~
6 ~~Services~~ Chief Financial Officer may transfer monies to any treasury
7 fund from the General Revenue Cash-flow Reserve Fund as required to
8 satisfy cash-flow requirements of the federal Cash Management
9 Improvement Act. Funds to which any monies are so transferred shall
10 be repaid within the same month. If insufficient funds exist in the
11 General Revenue Cash-flow Reserve Fund for this purpose, the General
12 Revenue Fund for the then current fiscal year may be used with the
13 same repayment stipulations.

14 SECTION 38. AMENDATORY 62 O.S. 2021, Section 34.56, is
15 amended to read as follows:

16 Section 34.56. A. There is hereby re-created, to continue
17 until July 1, 2008, in accordance with the provisions of the
18 Oklahoma Sunset Law, a Special Agency Account Board, to consist of
19 the ~~Director of the Office of Management and Enterprise Services~~
20 Chief Financial Officer, the State Treasurer and the Director of the
21 Legislative Service Bureau. The Board shall have the authority to
22 approve the establishment of agency special accounts in the official
23 depository of the State Treasury. In the case of institutions of
24 higher education, the Special Agency Account Board, acting in

1 conjunction with the Oklahoma State Regents for Higher Education,
2 shall establish special agency accounts as appropriate which shall
3 be consistent with provisions of the Oklahoma State Finance Act, as
4 it relates to institutions in The Oklahoma State System of Higher
5 Education.

6 B. The Board, created by this section, shall adopt procedures
7 including application forms, justification and other pertinent
8 information as to the basis for a state agency application for the
9 establishment of agency special accounts.

10 C. The Board may approve agency special accounts for money
11 received by state agencies for the following purposes:

12 1. Benefit programs for individuals, including, but not limited
13 to, unemployment compensation, workers' compensation and state
14 retirement programs;

15 2. Revenues produced by activities or facilities ancillary to
16 the operation of a state agency which receive no money, directly or
17 indirectly, from or through that state agency, including, but not
18 limited to, revenues from the sales of food at retail level, sales
19 at canteens, sales at student unions, sales at student bookstores,
20 receipts from athletic programs and receipts from housing.

21 Provided, however, that a state institution of higher learning may
22 purchase necessary equipment and instructional supplies and office
23 supplies from a student bookstore, or, subject to authorization by
24 the Oklahoma State Regents for Higher Education, may rent building

1 space for institutional use in a building operated by an
2 organization or entity whose existence is ancillary to the operation
3 of a state agency, and whose cost was financed in whole or in part
4 with revenue-type bonds; provided, further, that the cost of such
5 office supplies or space rental shall not exceed the cost of similar
6 supplies or rentals available commercially;

7 3. Gifts, devises and bequests with an agency as beneficiary,
8 unless otherwise provided by statute;

9 4. Evidence funds for law enforcement agencies;

10 5. Student loan funds and scholarship funds;

11 6. Funds held in escrow;

12 7. Land Commission funds;

13 8. Funds for which the state agency acts as custodian,
14 including, but not limited to, fees from employee earnings approved
15 by the governing board of the agency, funds of student organizations
16 including student activity fees collected by an educational
17 institution as a separate item in enrollment procedures,
18 professional organizations, patients and inmates;

19 9. Funds used by the Oklahoma Tax Commission to pay for the
20 filing of liens with the Federal Aviation Administration;

21 10. Temporary accounts for funds arising from new or amended
22 legislation not otherwise provided for in statute or for other
23 emergency situations. Such accounts are to be utilized only pending
24 legislative action directing custody of such funds;

1 11. Payment of liability claims against the state;

2 12. Activities of the various Armory Boards of the Oklahoma
3 Military Department to receive and dispense funds derived by the
4 Armory Boards pursuant to Sections 232.6 and 232.7 of Title 44 of
5 the Oklahoma Statutes; and

6 13. Payment of expenses incurred in connection with the
7 acceptance of payments made with nationally recognized credit cards.

8 D. The State Treasurer is authorized to accept deposit of money
9 made directly to agency special accounts approved by the Board. All
10 money received by a state agency, as described in Section 34.57 of
11 this title, shall be deposited in State Treasury funds or accounts
12 and no money shall be deposited in banks or other depositories
13 unless the bank accounts are maintained by the State Treasurer or
14 are for the deposit of authorized petty cash funds.

15 E. Money deposited in agency special accounts shall be
16 disbursed on vouchers issued by the state agency concerned to
17 accomplish the purpose for which the money was intended.

18 F. Funds and revenues of the Grand River Dam Authority are
19 exempt from the requirements of this section.

20 G. Funds and revenues of the Oklahoma Municipal Power Authority
21 are exempt from the requirements of this section.

22 H. Monies used for investment purposes by the Oklahoma
23 Firefighters Pension and Retirement System, the Oklahoma Police
24 Pension and Retirement System, the Uniform Retirement System for

1 Justices and Judges, the Oklahoma Law Enforcement Retirement System,
2 the Oklahoma Public Employees Retirement System, the Teachers'
3 Retirement System of Oklahoma, the State Insurance Fund, the
4 Oklahoma Employees Insurance and Benefits Board, the Commissioners
5 of the Land Office, and the Oklahoma State Regents for Higher
6 Education for its Endowment Trust Fund are exempt from the
7 requirements of this section, and shall be placed with the
8 respective custodian bank or trust company.

9 SECTION 39. AMENDATORY 62 O.S. 2021, Section 34.58, is
10 amended to read as follows:

11 Section 34.58. A. Each state agency shall furnish to the
12 ~~Director of the Office of Management and Enterprise Services~~ Chief
13 Financial Officer, in such form as the ~~Director~~ Chief Financial
14 Officer shall prescribe, detailed information showing the income,
15 disbursements, and transfers for each agency clearing account and
16 each agency's special account. Income, disbursements and transfers
17 shall be identified in accordance with code designations as provided
18 in the accounting procedures of the Office of Management and
19 Enterprise Services.

20 B. The ~~Director of the Office of Management and Enterprise~~
21 ~~Services~~ Chief Financial Officer may approve any modification in the
22 code designations of income, disbursements and transfers that he or
23 she finds expedient.

24

1 C. The State Treasurer shall not honor vouchers disbursing and
2 transferring monies from agency clearing accounts or special
3 accounts, when he or she has been notified by the ~~Director~~ Chief
4 Operating Officer of the Office of Management and Enterprise
5 Services that an agency is not in compliance with the provisions of
6 subsection A of this section.

7 SECTION 40. AMENDATORY 62 O.S. 2021, Section 34.62, is
8 amended to read as follows:

9 Section 34.62. Encumbrance requirements for payments from funds
10 of the state shall include the following:

11 1. Whenever agencies of this state enter into contracts for, or
12 on behalf of the state for the purchase of tangible or intangible
13 property, or for services or labor, such agreement shall be
14 evidenced by written contracts or purchase orders, and must be
15 transmitted to the ~~Director~~ Chief Operating Officer of the Office of
16 Management and Enterprise Services within a reasonable time from the
17 date of the awarding of the contract or purchase order, as
18 determined by the ~~Director~~ Chief Operating Officer;

19 2. The ~~Director~~ Chief Operating Officer of the Office of
20 Management and Enterprise Services shall charge such contracts or
21 purchase orders against the proper account as an outstanding order
22 until it is liquidated by payment of a claim, or claims, against the
23 contracts or purchase orders, or by cancellation of the contract or
24 purchase order;

1 3. The ~~Director~~ Chief Operating Officer of the Office of
2 Management and Enterprise Services shall have the power to authorize
3 agencies of the state to make acquisitions without the submission of
4 competitive bids or compliance with the state purchase card program
5 as otherwise required by the Oklahoma Central Purchasing Act, for or
6 on behalf of the state whenever the ~~Director~~ Chief Operating Officer
7 determines that it is in the best interests of the state. The
8 administrative head of any agency shall be personally liable for
9 obligations incurred in excess of the authorization granted by the
10 ~~Director~~ Chief Operating Officer;

11 4. The ~~Director~~ Chief Operating Officer of the Office of
12 Management and Enterprise Services shall never authorize payment of
13 claims for any agency of the state unless they are supported by:
14 a. contracts or purchase orders of the Office of
15 Management and Enterprise Services,
16 b. institutional purchase orders or contracts,
17 c. departmental purchase orders or contracts, or
18 d. authorizations for purchases granted by the ~~Director~~
19 Chief Operating Officer as provided by paragraph 3 of
20 this section;

21 5. Any invoice or claim dated prior to the date of any of the
22 above-mentioned encumbrance documents shall be rejected by the
23 Office of Management and Enterprise Services;

24

1 6. Any encumbrance document that is outstanding on the records
2 in the Office of Management and Enterprise Services when its funding
3 source or sources lapse shall be canceled, unless another current
4 funding source is assigned; and

5 7. The Commissioners of the Land Office shall be authorized to
6 make payment of fees to its custodial banks, investment consultants
7 and investment managers from the proceeds of total realized
8 investment gains and such payments may be made from a special fund
9 hereby created in the State Treasury for this purpose. Total
10 payments for this purpose in a fiscal year shall not exceed one-half
11 percent (0.5%) of the market value of the funds under the
12 Commissioners' management on June 30 of the previous fiscal year.

13 SECTION 41. AMENDATORY 62 O.S. 2021, Section 34.63, is
14 amended to read as follows:

15 Section 34.63. A. The State Treasurer shall be the disbursing
16 agency of the state and shall draw either checks or warrants payable
17 at the State Treasury, in payment of all claims, including payrolls,
18 against the state which shall be paid out of the Treasury, as
19 follows:

20 1. Each check or warrant shall specify the date of its issue
21 and the name of the person to whom payable; and

22 2. For each check, or warrant, issued by the State Treasurer,
23 there shall be a record which shall specify the gross amount, the
24

1 amount of withholding, if any, and the net amount payable to the
2 payee.

3 B. At the end of each month the State Treasurer shall report to
4 the ~~Director~~ Chief Operating Officer of the Office of Management and
5 Enterprise Services in such form as the ~~Director~~ Chief Operating
6 Officer shall prescribe, all checks or warrants issued during the
7 month.

8 C. Checks or warrants issued by the State Treasurer shall be
9 registered on the records of the State Treasurer in such manner as
10 shall be prescribed by the ~~Director~~ Chief Operating Officer of the
11 Office of Management and Enterprise Services; provided, that each
12 check or warrant shall indicate thereon the fund against which the
13 same shall be charged. The purpose of this section is to permit
14 checks or warrants to be registered in the order in which they are
15 drawn upon the State Treasury.

16 SECTION 42. AMENDATORY 62 O.S. 2021, Section 34.64, is
17 amended to read as follows:

18 Section 34.64. A. Except as otherwise provided in the Oklahoma
19 State Finance Act and except for Automated Clearing House (ACH)
20 debits for transactional fees, procedures for paying claims or
21 payrolls shall include the following:

22 1. All miscellaneous claims and payroll claims for the payment
23 of money from the State Treasury shall be filed with the ~~Director~~
24 Chief Operating Officer of the Office of Management and Enterprise

1 Services for audit and settlement prior to being filed for payment
2 with the State Treasurer;

3 2. The ~~Director~~ Chief Operating Officer of the Office of
4 Management and Enterprise Services may establish alternative
5 procedures for the settlement of claims whenever such procedures are
6 more advantageous so long as they are consistent with the
7 requirements of state law;

8 3. Such alternative procedures shall be at the discretion of
9 the ~~Director~~ Chief Operating Officer of the Office of Management and
10 Enterprise Services and may include, but are not limited to:

11 a. a procedure to permit consolidated payment to vendors
12 for claims involving more than one agency of the state
13 when audit and settlement of such claims, as
14 hereinafter provided, can in all respects be
15 accomplished,

16 b. procedures based upon valid statistical sampling
17 models for preaudit of claims, against contracts,
18 purchase orders and other commitments before entering
19 such claims against the accounts, and

20 c. policies, procedures and performance criteria for the
21 participation of agencies or departments, not
22 authorized by this section, to engage in an
23 alternative system for the settlement of claims; and
24

1 4. The ~~Director~~ Chief Operating Officer of the Office of
2 Management and Enterprise Services may use a numeric or alphanumeric
3 designation to cross-reference claims or payrolls to check warrant
4 numbers, transfer entry or optional settlement mode used in the
5 payment thereof.

6 B. Except for ACH debits for transactional fees, after claims
7 or payrolls or both have been properly audited and recorded against
8 the respective contracts, purchase orders, other commitments and
9 accounts, the Division of Central Accounting and Reporting shall
10 certify such claims or payrolls to the State Treasurer for payment.

11 C. Except for ACH debits for transactional fees, it shall be
12 the responsibility of the Division of Central Accounting and
13 Reporting to determine that:

14 1. All material legal requirements concerning the expenditure
15 of monies involved in each claim or payroll have been complied with;

16 2. Funds have been properly and legally allotted for the
17 payment of the claim or payroll; and

18 3. A sufficient balance exists for the payment of same.

19 D. The ~~Director~~ Chief Operating Officer of the Office of
20 Management and Enterprise Services or bonded employees in the
21 Division of Central Accounting and Reporting authorized by the
22 ~~Director~~ Chief Operating Officer shall certify to the State
23 Treasurer that the claim or payroll has been approved for payment.
24

1 E. 1. The ~~Director~~ Chief Operating Officer of the Office of
2 Management and Enterprise Services shall be authorized to establish
3 necessary agency disbursing funds to efficiently accommodate the
4 cash flow requirements of applicable federal regulations, bond
5 indebtedness and other directives deemed appropriate by the ~~Director~~
6 Chief Operating Officer.

7 2. Agencies operating such disbursing funds are authorized to
8 establish a preaudit and settlement system for claims or payments or
9 both relating to the purposes of the stated directives.

10 3. The State Treasurer shall establish procedures for the state
11 in accordance with Federal Banking and National Automated Clearing
12 House Association standards and agencies shall be required to
13 utilize automated clearing house procedures established by the State
14 Treasurer.

15 4. No individual or entity shall be required to have a bank
16 account unless required by federal law or federal regulation.

17 5. Agencies shall be further required to present these
18 transactions to the Office of Management and Enterprise Services in
19 a summarized format and shall include any accounting information
20 necessary as determined by the ~~Director~~ Chief Operating Officer of
21 the Office of Management and Enterprise Services including, but not
22 limited to, information related to federal law.

23 6. Administrative expenditures shall not be eligible for these
24 procedures.

1 7. The efficiency of the payment system shall be considered
2 when the interest earnings of the state are not diminished.

3 F. The ~~Director~~ Chief Operating Officer of the Office of
4 Management and Enterprise Services shall be authorized to process
5 payments for federal tax withholding without claim forms. The
6 ~~Director~~ Chief Operating Officer shall establish a separate fund for
7 the purpose of accumulating federal income tax withholding from
8 payrolls and remitting same to the United States Treasury.

9 Institutions under the administrative authority of the Oklahoma
10 State Regents for Higher Education which are responsible for
11 processing payments for federal tax withholding shall be authorized
12 to process such payments to the United States Treasury without claim
13 forms.

14 G. 1. The ~~Director~~ Chief Operating Officer of the Office of
15 Management and Enterprise Services shall be authorized to process,
16 without claim forms, interest payments to the U.S. Treasury as
17 required by federal law.

18 2. Agencies are responsible for the accrual of such interest
19 liability of the state and shall provide payment to the Office of
20 Management and Enterprise Services in the amount and method
21 prescribed by the ~~Director~~ Chief Operating Officer of the Office of
22 Management and Enterprise Services.

23 3. Any liability of the U.S. Treasury as determined by federal
24 law shall be deposited in the State Treasury and transferred by the

1 ~~Director~~ Chief Operating Officer of the Office of Management and
2 Enterprise Services to the General Revenue Fund of the state
3 subsequent to final determination and necessary audit resolution.

4 H. Payments disbursed from the State Treasury shall be conveyed
5 solely through an electronic payment mechanism. The State Treasurer
6 may provide an exemption from the provisions of this subsection,
7 with cause, provided the number of exempted payments and a
8 corresponding list of causes shall be published in a regularly
9 updated report which is featured prominently on the State
10 Treasurer's website.

11 I. Notwithstanding any other provision of the Oklahoma State
12 Finance Act and subject to any applicable restrictions in the
13 Oklahoma Constitution, the ~~Director~~ Chief Operating Officer of the
14 Office of Management and Enterprise Services may establish
15 procedures by which agencies may contract for, incur and account for
16 transaction-based fees, such as fees for accepting credit cards,
17 that may be processed by ACH debit without claim forms, provided the
18 agency has sufficient statutory authority for purchase. Prior to
19 authorizing ACH debit transactions without claim forms, state
20 agencies shall provide notice to the State Treasurer.

21 SECTION 43. AMENDATORY 62 O.S. 2021, Section 34.65, is
22 amended to read as follows:

23 Section 34.65. A. To facilitate the payment of vendor invoices
24 and contract estimates, the ~~Director~~ Chief Operating Officer of the

1 Office of Management and Enterprise Services shall prescribe a
2 uniform document to be used by all agencies of the state. The
3 document shall provide summarized information relative to the
4 referenced invoices or contract estimates, together with a space for
5 the approval of the head of the agency approving said vendor
6 invoices or contract estimates for payment.

7 B. Vendor invoices and contract estimates shall be accepted by
8 the state in lieu of the claim form previously required in the same
9 manner as commercial invoices are paid.

10 C. Vendor invoices and contract estimates shall be filed with
11 the agency receiving the merchandise or services in the same manner
12 as invoices are filed with commercial firms.

13 D. Upon receipt of invoices or contract estimates, the head of
14 the agency, or the agency's authorized agent, may approve said
15 documents for payment as confirmation of delivery or acceptance of
16 the goods or services. Whereupon, the approved invoices or contract
17 estimates shall be attached to the document provided for such
18 purpose and the head of the agency approving such invoices of
19 contract estimates for payment shall affix the approval in the space
20 provided on the document.

21 E. Commercial invoices shall be accepted in lieu of the
22 standard notarized claim prescribed by the state.

23 SECTION 44. AMENDATORY 62 O.S. 2021, Section 34.66, is
24 amended to read as follows:

1 Section 34.66. A. The State Treasurer shall write checks or
2 warrants in payment of claims and payrolls certified to the State
3 Treasurer for payment by the Division of Central Accounting and
4 Reporting or:

- 5 1. The Department of Human Services;
- 6 2. The Department of Rehabilitative Services;
- 7 3. The State Department of Health;
- 8 4. The Department of Transportation;
- 9 5. The State Department of Education;
- 10 6. The Oklahoma Department of Career and Technology Education;

11 and

12 7. The institutions within The Oklahoma State System of Higher
13 Education.

14 B. The State Treasurer, within such limitations as the State
15 Treasurer may prescribe, may authorize the ~~Director~~ Chief Operating
16 Officer of the Office of Management and Enterprise Services and the
17 entities specified in subsection A of this section to issue the
18 checks or warrants for payment of claims and payrolls that have been
19 certified by the respective agency.

20 C. The ~~Director~~ Chief Operating Officer of the Office of
21 Management and Enterprise Services and the entities specified in
22 subsection A of this section shall provide the State Treasurer a
23 register of each payment for each check or warrant issued. To
24 protect against fraud, information contained within the register of

1 checks or warrants shall not be subject to the Oklahoma Open Records
2 Act until the earlier of:

- 3 1. Such checks or warrants are submitted for redemption; or
- 4 2. Such checks or warrants are cancelled by statute.

5 D. In lieu of checks or warrants:

- 6 1. The ~~Director~~ Chief Operating Officer of the Office of
7 Management and Enterprise Services may, with the concurrence of the
8 State Treasurer, settle interagency claims by transfer entry; and
- 9 2. At the discretion of the State Treasurer, pay claims and
10 payrolls by the electronic transfer of funds.

11 SECTION 45. AMENDATORY 62 O.S. 2021, Section 34.67, is
12 amended to read as follows:

13 Section 34.67. A. The ~~Director~~ Chief Operating Officer of the
14 Office of Management and Enterprise Services is hereby authorized to
15 prescribe forms and electronic systems to process claims and payroll
16 to be used by the various agencies of the state. Any agency of the
17 state may file a claim against more than one item of the current
18 allotments within funds by indicating on the claim or payroll the
19 account, or accounts to be charged. The ~~Director~~ Chief Operating
20 Officer shall approve and charge such claim to the account, or
21 accounts, indicated after proper audit of the claim or payroll.

22 B. These payroll systems are hereby authorized for use in
23 claiming amounts due individually to all employees within an agency
24 of the state. Each payroll record shall show the total earnings,

1 the amount of each type of withholding and the net amount due each
2 employee. Withholdings may be reserved by the ~~Director~~ Chief
3 Operating Officer of the Office of Management and Enterprise
4 Services to be paid to the proper entity by lump sum payments.

5 SECTION 46. AMENDATORY 62 O.S. 2021, Section 34.68, is
6 amended to read as follows:

7 Section 34.68. A. The elected or appointed executives of any
8 state agency or their designated administrative employees shall
9 approve individual claims of the agency which are used as the basis
10 for the payment of money from the State Treasury from any fund.

11 These individuals shall be known as the "agency approving officers".

12 B. Payrolls shall show the amount to be paid to each named
13 person for the period of time shown.

14 C. The number of persons authorized to make such approval shall
15 not exceed five people for any one state agency without the special
16 approval of the ~~Director~~ Chief Operating Officer of the Office of
17 Management and Enterprise Services.

18 D. All agency approving officers shall execute a bond issued by
19 a surety company licensed to do business in this state, payable to
20 the state in the amount required by the ~~Director~~ Chief Operating
21 Officer of the Office of Management and Enterprise Services but not
22 less than Fifty Thousand Dollars (\$50,000.00) and conditioned for
23 the faithful performance of their duties, as surety, which shall be
24 approved by the ~~Director~~ Chief Operating Officer of the Office of

1 Management and Enterprise Services and filed in the office of the
2 Secretary of State.

3 E. After state claims and/or payrolls have been approved by the
4 above agency approving officers, they shall be filed with the
5 ~~Director~~ Chief Operating Officer of the Office of Management and
6 Enterprise Services for auditing and settlement.

7 SECTION 47. AMENDATORY 62 O.S. 2021, Section 34.69, is
8 amended to read as follows:

9 Section 34.69. There is hereby created in the State Treasury a
10 Payroll Fund which shall be used by the ~~Director~~ Chief Operating
11 Officer of the Office of Management and Enterprise Services and the
12 State Treasurer to issue a consolidated payroll for each agency of
13 the state. Payrolls of state agencies shall be charged against the
14 Payroll Fund created herein. Each state agency shall prepare
15 summary distributions of the amounts of payrolls to be charged
16 against each fund within the State Treasury and the ~~Director~~ Chief
17 Operating Officer shall transfer monies from each fund in the State
18 Treasury to the Payroll Fund amounts as shown on payroll
19 distribution summaries, and shall charge such amounts to the account
20 affected thereby.

21 B. As of July 1, 2010, the Office of Management and Enterprise
22 Services shall make available and each executive state agency shall
23 make available to all state employees a centralized web-based system
24 to access their personal employment and compensation-related

1 information. The provisions of this subsection as it pertains to
2 executive agencies may be waived by the ~~Director~~ Chief Operating
3 Officer of the Office of Management and Enterprise Services in the
4 event that lack of timely access prevents employees from utilizing
5 the centralized system. As used in subsections B, C and D of this
6 section, "executive state agency" shall mean any state agency,
7 authority, board, commission or other entity organized within the
8 executive department of state government. Executive state agency
9 shall not mean any government entity organized or created within the
10 legislative or judicial departments of state government.

11 C. Except for institutions within The Oklahoma State System for
12 Higher Education, executive state agencies converting to a multi-
13 monthly payroll system shall consult with the Office of Management
14 and Enterprise Services on the timing of the agency's conversion.

15 1. All state employees hired during the six (6) months prior to
16 an executive state agency's conversion to a multi-monthly payroll
17 shall be placed on either the biweekly payroll system or
18 supplemental payroll upon the date of hire.

19 2. In the six (6) months prior to an executive state agency's
20 conversion to multi-monthly payroll, the executive state agency
21 shall offer either multi-monthly or supplemental payroll to any
22 employee who chooses to participate. The provisions of this
23 paragraph shall not apply to employees placed on the multi-monthly
24 payroll pursuant to paragraph 1 of this subsection.

1 D. Six (6) months prior to an executive state agency converting
2 to the multi-monthly payroll system, it shall create employee
3 payroll conversion banks for the purpose of providing a one-time
4 payroll payment to an employee for the gap in payroll payments
5 created by the conversion to the multi-monthly system.

6 1. Each executive state agency shall allow its employees to
7 accumulate funds up to a maximum of eighty (80) hours for the
8 conversion bank from the following sources:

- 9 a. earned compensatory time, if the agency normally
- 10 provides its employees compensatory time,
- 11 b. earned annual leave,
- 12 c. earned sick leave up to a maximum of forty (40) hours,
- 13 and
- 14 d. shared leave as approved by the appointing authority.

15 2. During the six-month period leading up to an executive state
16 agency's conversion to the multi-monthly payroll system, all
17 executive state agencies shall inform, in writing or by electronic
18 means, all their employees of their leave and compensatory time
19 balances on a monthly basis.

20 E. The Office of Management and Enterprise Services shall
21 establish procedures concerning the conversion.

22 SECTION 48. AMENDATORY 62 O.S. 2021, Section 34.70, as
23 amended by Section 1, Chapter 167, O.S.L. 2023 (62 O.S. Supp. 2025,
24 Section 34.70), is amended to read as follows:

1 Section 34.70. A. 1. Upon the request of a state employee, a
2 state agency shall make voluntary payroll deductions for the
3 employee to any credit union, bank, or savings association having an
4 office in this state.

5 2. If the governing body of any county, municipality, or school
6 district provides for voluntary payroll deductions to a credit union
7 serving the employees of the county, municipality, or school
8 district, it shall provide voluntary payroll deductions to any
9 credit union, bank, or savings association having an office in this
10 state which has a minimum participation of twenty percent (20%) of
11 the employees of the county, municipality, or school district.

12 B. Upon the request of a state employee and pursuant to
13 procedures established by the ~~Director~~ Chief Operating Officer of
14 the Office of Management and Enterprise Services, a state agency
15 shall make payroll deductions for:

16 1. The payment of any insurance premiums due a private
17 insurance organization with a minimum participation of five hundred
18 (500) state employees for life, accident, and health insurance which
19 is supplemental to that provided for by the state;

20 2. The payment of any insurance premiums, other than the
21 premiums due pursuant to paragraph 1 of this subsection, due a
22 private insurance organization or service company with a minimum
23 participation of five hundred (500) state employees for legal
24 services;

1 3. Premiums or payments for retirement plans with a minimum
2 participation of five hundred (500) state employees for retirement
3 plans which are supplemental to that provided for by the state;

4 4. Salary adjustment agreements included in a flexible benefits
5 plan as authorized by the State Employees Flexible Benefits Act;

6 5. Membership dues utilized for benefits, goods or services
7 provided by the Oklahoma Public Employees Association to the
8 organization's membership or any other statewide association limited
9 to state employee membership with a minimum membership of two
10 thousand (2,000) dues-paying members. For purposes of this
11 paragraph, state agencies shall accept online or electronically
12 submitted forms from the Oklahoma Public Employees Association and
13 other state employee associations. The Office of Management and
14 Enterprise Services shall develop and implement a verification
15 process for online or electronically submitted forms which may
16 include the use of electronic signature technology or other process
17 as determined appropriate. In addition, the Office of Management
18 and Enterprise Services shall provide an association representing
19 state employees with a reconciliation report once a month containing
20 information related to the name, warrant number and warrant date of
21 those employees that have opted into the association's membership;

22 6. Contributions to any foundation organized pursuant to 26
23 U.S.C., Section 501(c)(3) of the Oklahoma Public Employees
24 Association or any other statewide association limited to state

1 employee membership with a minimum membership of two thousand
2 (2,000) dues-paying members;

3 7. Payments to a college savings account administered under the
4 Oklahoma College Savings Plan Act pursuant to Section 3970.1 et seq.
5 of Title 70 of the Oklahoma Statutes;

6 8. Subscriptions to the Oklahoma Today magazine published by
7 the State of Oklahoma through the Oklahoma Tourism and Recreation
8 Department; and

9 9. The payment of any insurance premiums due a private
10 insurance organization, which is regulated by the State Insurance
11 Commission, for an Oklahoma Long-Term Care Partnership Program
12 approved policy pursuant to the Oklahoma Long-Term Care Partnership
13 Act.

14 C. The administrative costs of processing payroll deductions or
15 administering salary adjustment agreements for insurance premiums as
16 provided for in subsection B of this section shall be a charge of
17 two percent (2%) of the gross annual premiums for insurance plans.
18 The administrative costs of processing payroll deductions or
19 administering salary adjustment agreements for payments for
20 retirement plans as provided for in subsection B of this section
21 shall be one percent (1%) of the gross annual payments for
22 retirement plans. These charges shall be collected monthly from the
23 private insurance or retirement plan organization by the Office of
24 Management and Enterprise Services and shall be deposited to the

1 credit of the General Revenue Fund. Provided that these costs shall
2 not be collected from state employees or state agencies unless
3 otherwise directed in the Oklahoma State Finance Act.

4 D. Any statewide association granted a payroll deduction prior
5 to January 1, 2008, shall be exempt from the minimum state employee
6 membership requirement.

7 E. Approval of a payroll deduction or salary adjustment
8 agreement for any insurance organization, line of coverage or policy
9 shall not be construed as an assumption of liability, for the term
10 of policy or the performance of the insurance organization, by this
11 state, or any of its agencies or any officer or employee thereof.
12 Contracts for such insurance shall be in all respects subject to the
13 insurance laws of this state, and shall be enforceable solely
14 pursuant to such laws.

15 F. The Oklahoma Employment Security Commission is authorized to
16 deduct from the wages or salary of its employees the employees'
17 contribution to the Oklahoma Employment Security Commission
18 Retirement Plan.

19 G. Payroll deductions shall be made for premium payments for
20 group insurance for retired members or beneficiaries of any state-
21 supported retirement system upon proper authorization given by the
22 member or beneficiary to the board from which the member or
23 beneficiary is currently receiving retirement benefits.

24

1 H. Upon request of instructional personnel employed at either
2 the Oklahoma School for the Blind or the Oklahoma School for the
3 Deaf and pursuant to procedures established by the ~~Director~~ Chief
4 Operating Officer of the Office of Management and Enterprise
5 Services, the Commission for Rehabilitation Services shall make
6 payroll deductions for membership dues in any statewide educational
7 employee organization or association.

8 I. Upon the request of a state employee of the Department of
9 Corrections, the Department shall make voluntary payroll deductions
10 for the employee to the Correctional Peace Officer Foundation.

11 SECTION 49. AMENDATORY 62 O.S. 2021, Section 34.71, is
12 amended to read as follows:

13 Section 34.71. The ~~Director~~ Chief Operating Officer of the
14 Office of Management and Enterprise Services shall establish a
15 procedure to issue payment of a proper invoice for goods or services
16 within no more than forty-five (45) days from the date on which the
17 invoice was received in the office designated by the agency to which
18 the goods or services were sold and delivered.

19 SECTION 50. AMENDATORY 62 O.S. 2021, Section 34.72, is
20 amended to read as follows:

21 Section 34.72. The ~~Director~~ Chief Operating Officer of the
22 Office of Management and Enterprise Services shall establish a
23 procedure to assess and pay interest for the late payment of an
24 invoice, which interest shall be calculated beginning the thirtieth

1 day after receipt by the designated office of a proper invoice for
2 which payment has not been mailed, transmitted, or delivered to a
3 vendor by the close of business on the forty-fifth day. Such
4 interest shall be at an annualized rate based on an average of the
5 interest rate for thirty-day time deposits of state funds during the
6 last calendar quarter of the last preceding fiscal year, as reported
7 by the State Treasurer.

8 SECTION 51. AMENDATORY 62 O.S. 2021, Section 34.74, is
9 amended to read as follows:

10 Section 34.74. Any vendor of goods or services purchased by or
11 delivered to an agency of the state whose payment is delayed beyond
12 the forty-five-day limit and who has not been compensated by payment
13 of interest as provided for in the Oklahoma State Finance Act may
14 file a grievance with the Office of the Governor, who shall transmit
15 it to the ~~Director~~ Chief Operating Officer of the Office of
16 Management and Enterprise Services. Upon receipt of such grievance,
17 the ~~Director~~ Chief Operating Officer shall pay the total amount of
18 such invoice with interest as required, within fifteen (15) days, to
19 remedy such grievance. If the ~~Director~~ Chief Operating Officer
20 determines that the invoice or interest should not be paid, such
21 determination and the reasons therefor shall be reported to the
22 Governor and the aggrieved vendor.

23 SECTION 52. AMENDATORY 62 O.S. 2021, Section 34.75, is
24 amended to read as follows:

1 Section 34.75. A. The Department of Human Services may
2 establish an encumbrance and preaudit system for settlement of
3 claims relating to public assistance, social service benefits and
4 medical benefits to or for persons eligible under applicable federal
5 laws and rules, Oklahoma Statutes, and policies established by the
6 Oklahoma Commission for Human Services. The following programs
7 shall be eligible for this procedure:

- 8 1. Aid to Families with Dependent Children;
- 9 2. Aid to Aged, Blind and Disabled;
- 10 3. Medical Assistance;
- 11 4. Day Care;
- 12 5. Refugee Resettlement;
- 13 6. Low Income Heating and Energy Assistance;
- 14 7. General Assistance;
- 15 8. Crippled Children;
- 16 9. Social Services under Title XX of the U.S. Social Security
17 Act, 42 U.S.C., Section 301 et seq.;
- 18 10. Adoption Subsidies;
- 19 11. Foster Care;
- 20 12. Medical Examination;
- 21 13. Area Agencies on Aging;
- 22 14. Any contract for service for which the Office of Management
23 and Enterprise Services has approved as qualifying for a fixed and
24

1 uniform rate pursuant to Section 85.7 of Title 74 of the Oklahoma
2 Statutes;

3 15. Sheltered Workshops;

4 16. Contracted Group Homes;

5 17. Rehabilitative Client Interpreters;

6 18. Rehabilitative Client Drivers; and

7 19. Maternal and Child Health Services Block Grant.

8 B. Prior to inclusion in this procedure, the Department of
9 Human Services shall provide to the ~~Director~~ Chief Operating Officer
10 of the Office of Management and Enterprise Services, for approval,
11 detailed listings of the type of payments to be made for each of
12 these programs specified in subsection A of this section.

13 C. The Department of Human Services shall provide the ~~Director~~
14 Chief Operating Officer of the Office of Management and Enterprise
15 Services a daily report of the dollar amount of claims settled and
16 checks or warrants issued, the dollar amount of checks or warrants
17 canceled, and the dollar amount of checks or warrants canceled by
18 statutes.

19 D. The Department of Human Services and the ~~Director~~ Chief
20 Operating Officer of the Office of Management and Enterprise
21 Services shall jointly establish a system for the settlement of
22 claims, except for payroll, by the Department of Human Services.
23 The settlement system shall include policy, procedures and
24 performance criteria for participation.

1 SECTION 53. AMENDATORY 62 O.S. 2021, Section 34.77, is
2 amended to read as follows:

3 Section 34.77. A. The State Department of Rehabilitation
4 Services is authorized to establish an encumbrance and preaudit
5 system for settlement of claims relating to social service benefits
6 and medical benefits to or for persons eligible under applicable
7 federal laws and regulations, Oklahoma Statutes, and policies
8 established by the Commission for Rehabilitation Services for the
9 following programs:

- 10 1. Vocational and other rehabilitation;
- 11 2. Educational services;
- 12 3. Disability Determination Services; and
- 13 4. Services for the Blind and Visually Impaired.

14 B. Prior to inclusion in this procedure, the State Department
15 of Rehabilitation Services shall provide to the ~~Director~~ Chief
16 Operating Officer of the Office of Management and Enterprise
17 Services, for approval, detailed listings of the type of payments to
18 be made for each of these programs specified in subsection A of this
19 section.

20 C. The State Department of Rehabilitation Services shall
21 provide the ~~Director~~ Chief Operating Officer of the Office of
22 Management and Enterprise Services a daily report of the dollar
23 amount of claims settled and checks or warrants issued, the dollar
24

1 amount of checks or warrants canceled, and the dollar amount of
2 checks or warrants canceled by statutes.

3 SECTION 54. AMENDATORY 62 O.S. 2021, Section 34.78, is
4 amended to read as follows:

5 Section 34.78. A. The Oklahoma State Regents for Higher
6 Education and the ~~Director~~ Chief Operating Officer of the Office of
7 Management and Enterprise Services shall jointly establish a system
8 for the settlement of claims, except for payroll, by institutions of
9 The Oklahoma State System of Higher Education. The settlement
10 system shall include policy, procedures, and performance criteria
11 for participation. The State Regents may approve or disapprove the
12 participation of any institution or other entity of the State System
13 in the claims settlement system.

14 B. The Department of Education and the Oklahoma Department of
15 Career and Technology Education may establish a preaudit and
16 settlement system for claims and/or payments of state-funded
17 assistance to school districts and institutions within The Oklahoma
18 State System of Higher Education. The payment system shall be
19 neutral as to interest income to the state and the school districts.

20 SECTION 55. AMENDATORY 62 O.S. 2021, Section 34.80, is
21 amended to read as follows:

22 Section 34.80. A. All warrants, checks or orders issued by the
23 State Treasurer against claims submitted through the Office of
24 Management and Enterprise Services in payment of obligations of the

1 state which shall for any cause remain outstanding or unpaid for a
2 period of ninety (90) days after funds are available for their
3 payment shall be revoked and canceled.

4 B. Such warrants, checks or orders shall be entered into the
5 records of the Office of Management and Enterprise Services and the
6 State Treasurer and the administrative head of the agency certifying
7 the claim for payment shall be notified that such items have been
8 canceled.

9 C. If, for any reason, a warrant should not be issued to
10 replace a warrant canceled pursuant to the provisions of this
11 section, the administrative head of the agency originally certifying
12 the claim for payment shall, within seven (7) days after
13 notification of the cancellation, advise the ~~Director~~ Chief
14 Operating Officer of the Office of Management and Enterprise
15 Services that a reissue should not be made.

16 D. Notwithstanding the provisions of subsection B of this
17 section, warrants issued or caused to be issued by the Department of
18 Human Services for public assistance or medical assistance may be
19 reissued at any time within three (3) years after cancellation upon
20 submission of the canceled warrants to the Department.

21 E. No canceled warrants shall be paid, except that the holder
22 of any warrant that may have been canceled pursuant to the
23 provisions of this section may, within thirty-six (36) months
24 following the month in which the warrant was canceled, present the

1 warrant or an affidavit of loss or destruction and a request for
2 reissuance to the ~~Director~~ Chief Operating Officer of the Office of
3 Management and Enterprise Services.

4 F. The ~~Director~~ Chief Operating Officer of the Office of
5 Management and Enterprise Services shall certify a claim as needed
6 for payment of those verified unpaid requests presented, unless the
7 certifying agency has advised that a reissuance should not be made.

8 G. 1. There is hereby created in the State Treasury a fund to
9 be known as the Canceled Warrant Fund.

10 2. The ~~Director~~ Chief Operating Officer of the Office of
11 Management and Enterprise Services shall transfer to the Canceled
12 Warrant Fund the total of the payable amounts of the warrants
13 canceled pursuant to the provisions of this section from the funds
14 and accounts against which the canceled warrants had been drawn.

15 3. The Office of Management and Enterprise Services shall
16 disburse from the fund such amounts as necessary to pay warrants
17 reissued as provided in this section.

18 4. These expenditures shall remain recorded in the funds and
19 accounts against which the original canceled warrants were issued
20 and they shall not be considered expenses of the state nor shall
21 receipts to the fund be considered revenue to the state.

22 5. Any such claim drawn against the Canceled Warrant Fund shall
23 identify the current holder of record and the warrant number of the
24 canceled warrant, which shall be provided on the warrant record.

1 H. The ~~Director~~ Chief Operating Officer of the Office of
2 Management and Enterprise Services shall determine the minimum
3 necessary balance to be maintained in the Canceled Warrant Fund and
4 on the third Monday of October shall transfer the amount in excess
5 of the required minimum balance to the General Revenue Fund of the
6 current year. The minimum balance retained shall be not less than
7 the total amount of the warrants canceled by statute within the past
8 thirty-six (36) months preceding October 1 of each year and which
9 remain eligible for replacement according to the records of the
10 Office of Management and Enterprise Services. Provided, funds in
11 the Canceled Warrant Fund due to the cancellation of warrants from
12 the Crime Victims Compensation Fund shall be transferred to the
13 Crime Victims Compensation Fund and not to the General Revenue Fund.

14 SECTION 56. AMENDATORY 62 O.S. 2021, Section 34.81, is
15 amended to read as follows:

16 Section 34.81. A. The State Treasurer is hereby authorized and
17 empowered to issue a replacement warrant or bond in lieu of any
18 warrant or bond that has been lost or destroyed; provided, that no
19 replacement warrant or bond shall be issued until an affidavit
20 setting forth the facts as to the loss or destruction of said
21 original warrant or bond has been filed with the ~~Director~~ Chief
22 Operating Officer of the Office of Management and Enterprise
23 Services.

24

1 B. The ~~Director~~ Chief Operating Officer and the State Treasurer
2 shall maintain appropriate records in their offices to prevent, as
3 nearly as reasonably possible, the state from mistakenly issuing any
4 replacement warrant or bond.

5 C. Such records shall include a stop payment order against the
6 original warrant to cancel the original warrant.

7 D. For such lost or destroyed miscellaneous warrants, the
8 ~~Director~~ Chief Operating Officer of the Office of Management and
9 Enterprise Services shall cancel the original warrant record and
10 process a replacement warrant against the original disbursement
11 claim when possible, or otherwise shall transfer to the Canceled
12 Warrant Fund the payable amount of lost or destroyed warrants on
13 which payment has been stopped pursuant to the provisions of this
14 section from the fund and account against which said warrant had
15 been drawn and issue a replacement from the Canceled Warrant Fund.

16 E. For lost or destroyed payroll warrants, the ~~Director~~ Chief
17 Operating Officer of the Office of Management and Enterprise
18 Services shall issue all payroll replacement warrants pursuant to
19 the provisions of this section from the Canceled Warrant Fund. The
20 ~~Director~~ Chief Operating Officer shall allow the original payroll
21 warrant record to cancel by statute and shall transfer to the
22 Canceled Warrant Fund the payable amount to cover the lost or
23 destroyed warrants on which payment has been stopped pursuant to the
24

1 provisions of this section from the fund and account against which
2 the warrant had been drawn.

3 SECTION 57. AMENDATORY 62 O.S. 2021, Section 34.82, is
4 amended to read as follows:

5 Section 34.82. A. Disbursement information for all bonds and
6 interest coupons redeemed by the State Treasurer shall be delivered
7 to the ~~Director~~ Chief Operating Officer of the Office of Management
8 and Enterprise Services for posting. Deposit information for each
9 and every receipt issued for monies received into the State Treasury
10 shall be receipted for by the Office of Management and Enterprise
11 Services.

12 B. Such information shall be maintained as a permanent record
13 in the Office of Management and Enterprise Services.

14 C. The Office of Management and Enterprise Services shall audit
15 such redeemed information and apportion and distribute the
16 collections as indicated by the State Treasury receipts.

17 D. All warrants and checks redeemed by the State Treasurer
18 shall be maintained by the State Treasurer in accordance with state
19 law.

20 SECTION 58. AMENDATORY 62 O.S. 2021, Section 34.83, is
21 amended to read as follows:

22 Section 34.83. A. If nonpayable warrants are issued pursuant
23 to the provisions of Section 23 of Article X of the Oklahoma
24 Constitution, the ~~Director~~ Chief Operating Officer of the Office of

1 Management and Enterprise Services shall issue and publish the
2 official call for payment for any warrants that may be outstanding
3 and registered as "nonpayable".

4 B. Notice of such call shall be published in some newspaper of
5 general circulation, published at the seat of government, and
6 interest on all warrants so called for payment shall cease on or
7 after ten (10) days from the date of the first publication of such
8 notice.

9 C. The ~~Director~~ Chief Operating Officer of the Office of
10 Management and Enterprise Services shall be responsible for the
11 custody of claims certified for payment which call for the
12 disbursement of money from the Treasury.

13 D. Such claims shall be maintained in files accessible to the
14 Division of Central Accounting and Reporting and the employees of
15 the Division of Central Accounting and Reporting shall have
16 authority to inspect such claims for the purpose of making
17 accounting adjustments in the records maintained by the Office of
18 Management and Enterprise Services.

19 SECTION 59. AMENDATORY 62 O.S. 2021, Section 34.87, as
20 amended by Section 1, Chapter 409, O.S.L. 2024 (62 O.S. Supp. 2025,
21 Section 34.87), is amended to read as follows:

22 Section 34.87. In order to ensure that the Oklahoma Higher
23 Learning Access Program will be fully funded and all eligible and
24

1 qualifying students receive scholarships, the following procedures
2 shall be observed:

3 1. Not later than November 1, 2007, and November 1 of each
4 subsequent year, the Oklahoma State Regents for Higher Education
5 shall estimate the amount of revenue they deem necessary to fund
6 awards allowed pursuant to the Oklahoma Higher Learning Access Act,
7 for the fiscal year which begins the following July 1 and provide
8 such estimate to the State Board of Equalization;

9 2. At its meeting in December 2007, and December of each
10 subsequent year, held pursuant to the provisions of paragraph 1 of
11 Section 23 of Article X of the Oklahoma Constitution, the State
12 Board of Equalization shall determine the total amount of revenue
13 necessary to fund awards allowed pursuant to the Oklahoma Higher
14 Learning Access Act for the fiscal year which begins the following
15 July 1 and reflect such amount as it certifies amounts available for
16 appropriation from the General Revenue Fund by the Legislature for
17 such fiscal year and identify the amount to be authorized pursuant
18 to paragraph 3 of this section; and

19 3. Notwithstanding any other provisions of law directing the
20 apportionment of revenues, beginning with the fiscal year ending
21 June 30, 2009, and for each subsequent fiscal year, the ~~Director of~~
22 ~~the Office of Management and Enterprise Services~~ Chief Financial
23 Officer shall transfer on a periodic basis as needed the amount of
24 revenue to be deposited to the Oklahoma Higher Learning Access Trust

1 Fund, provided that the total amount of such transfers in any fiscal
2 year shall not exceed the amount authorized for transfer by
3 applicable budget legislation for such fiscal year.

4 SECTION 60. AMENDATORY 62 O.S. 2021, Section 34.90, is
5 amended to read as follows:

6 Section 34.90. There is hereby created in the State Treasury a
7 revolving fund for the State Department of Education to be
8 designated the "Common Education Technology Revolving Fund". The
9 fund shall be a continuing fund, not subject to fiscal year
10 limitations, and shall consist of monies received pursuant to the
11 provisions of subparagraph a of paragraph 2 and subparagraph a of
12 paragraph 3 of Section 1004 of Title 68 of the Oklahoma Statutes and
13 any funds previously deposited in the Common Education Technology
14 Fund. All monies accruing to the credit of the fund are hereby
15 appropriated and may be budgeted and expended by the State
16 Department of Education as authorized by the Oklahoma Legislature.
17 Expenditures from the fund shall be made upon warrants issued by the
18 State Treasurer against claims filed as prescribed by law with the
19 ~~Director~~ Chief Operating Officer of the Office of Management and
20 Enterprise Services for approval and payment.

21 SECTION 61. AMENDATORY 62 O.S. 2021, Section 34.91, is
22 amended to read as follows:

23 Section 34.91. There is hereby created in the State Treasury a
24 revolving fund for the Oklahoma State Regents for Higher Education

1 to be designated the "Higher Education Capital Revolving Fund". The
2 fund shall be a continuing fund not subject to fiscal year
3 limitations, and shall consist of monies received pursuant to the
4 provisions of subparagraph b of paragraph 2 and subparagraph b of
5 paragraph 3 of Section 1004 of Title 68 of the Oklahoma Statutes and
6 any funds previously deposited in the Higher Education Capital Fund.
7 All monies accruing to the credit of the fund are hereby
8 appropriated and may be budgeted and expended by the Oklahoma State
9 Regents for Higher Education as authorized by the Oklahoma
10 Legislature. Expenditures from said fund shall be made upon
11 warrants issued by the State Treasurer against claims filed as
12 prescribed by law with the ~~Director~~ Chief Operating Officer of the
13 Office of Management and Enterprise Services for approval and
14 payment.

15 SECTION 62. AMENDATORY 62 O.S. 2021, Section 34.92, is
16 amended to read as follows:

17 Section 34.92. A. There is hereby created in the State
18 Treasury a revolving fund for the Oklahoma State Regents for Higher
19 Education to be designated the "Oklahoma Student Aid Revolving
20 Fund". The fund shall be a continuing fund, not subject to fiscal
21 year limitations, and shall consist of monies received pursuant to
22 the provisions of subparagraph c of paragraph 2 and subparagraph c
23 of paragraph 3 of subsection A of Section 1004 of Title 68 of the
24 Oklahoma Statutes and any funds previously deposited in the Oklahoma

1 Tuition Scholarship Fund. All monies accruing to the credit of the
2 fund are hereby appropriated and may be budgeted and expended by the
3 Oklahoma State Regents for Higher Education as authorized by the
4 Oklahoma Legislature. Expenditures from said fund shall be made
5 upon warrants issued by the State Treasurer against claims filed as
6 prescribed by law with the ~~Director~~ Chief Operating Officer of the
7 Office of Management and Enterprise Services for approval and
8 payment.

9 B. Beginning with fiscal year 2003, monies accruing to the
10 credit of the Oklahoma Student Aid Revolving Fund shall be
11 appropriated for and budgeted and expended for providing student aid
12 in the form of state tuition aid grants awarded pursuant to the
13 Higher Education Tuition Aid Act and scholarships awarded pursuant
14 to the Oklahoma State Regents' Academic Scholars Program.

15 SECTION 63. AMENDATORY 62 O.S. 2021, Section 34.102, is
16 amended to read as follows:

17 Section 34.102. A. There is hereby created in the State
18 Treasury a revolving fund to be known and designated as the "Revenue
19 Stabilization Fund". The fund shall be a continuing fund, not
20 subject to fiscal year limitations.

21 B. For determinations made regarding deposits for fiscal years
22 beginning on or after July 1, 2019, no monies shall be deposited to
23 the credit of the Revenue Stabilization Fund until such time as the
24 amount of actual revenue certified by the State Board of

1 Equalization as having been deposited into the General Revenue Fund
2 for the first fiscal year prior to the beginning of the fiscal year
3 that deposits to the Revenue Stabilization Fund are first made
4 equals or exceeds Six Billion Six Hundred Million Dollars
5 (\$6,600,000,000.00).

6 C. Once the provisions prescribed by subsection B of this
7 section have been met, deposits to the Revenue Stabilization Fund as
8 prescribed by this section may be made during any subsequent fiscal
9 year according to the requirements and limitations imposed by this
10 act; provided that no deposits shall be made during a fiscal year
11 where the State Board of Equalization General Revenue Fund
12 certification for said fiscal year is less than the State Board of
13 Equalization General Revenue Fund certification for the previous
14 fiscal year plus an increment equal to the amount otherwise
15 calculated for deposit pursuant to subsection E of this section.

16 D. Notwithstanding any other provisions of this section, unless
17 such deposits are the result of a direct appropriation to the
18 Revenue Stabilization Fund by the Legislature, no monies shall be
19 deposited to the credit of the Revenue Stabilization Fund:

20 1. For any month during a fiscal year after the month during
21 which the declaration of a revenue failure pursuant to the
22 provisions of Section 34.49 of this title has been made. For
23 purposes of this subsection, the limitation on deposits to the
24 Revenue Stabilization Fund shall be imposed for the remaining months

1 of the fiscal year during which the revenue failure was declared,
2 but shall not operate as a limitation upon deposits for any
3 subsequent fiscal year unless a revenue failure is declared at some
4 time during such fiscal year; or

5 2. That would cause deposits to the Revenue Stabilization Fund
6 for the fiscal year to exceed three percent (3%) of the State Board
7 of Equalization General Revenue Fund certification for that fiscal
8 year.

9 E. Except as provided in subsection I of this section, the
10 Revenue Stabilization Fund shall consist of:

11 1. One hundred percent (100%) of the revenue derived from the
12 gross production tax on oil levied pursuant to Section 1001 of Title
13 68 of the Oklahoma Statutes which is in excess of the five-year
14 average computed as prescribed by Section 34.103 of this title;

15 2. One hundred percent (100%) of the revenue derived from the
16 gross production tax on natural gas levied pursuant to Section 1001
17 of Title 68 of the Oklahoma Statutes which is in excess of the five-
18 year average computed as prescribed by Section 34.103 of this title;

19 3. Seventy-five percent (75%) of the revenue derived from
20 corporate income tax levied pursuant to Section 2355 of Title 68 of
21 the Oklahoma Statutes which is in excess of the five-year average
22 computed as prescribed by Section 34.103 of this title; and

23 4. Any amounts appropriated by the Legislature.
24

1 F. 1. Except as provided in paragraph 2 of this subsection, in
2 the event that a revenue failure is declared with respect to the
3 General Revenue Fund pursuant to Section 34.49 of this title, the
4 ~~Director of the Office of Management and Enterprise Services~~ Chief
5 Financial Officer may withdraw up to one-quarter (1/4) of the
6 balance of the Revenue Stabilization Fund available at the beginning
7 of the fiscal year, provided the total amount withdrawn shall not
8 exceed the amount of the declared revenue failure, to in equal
9 proportions reduce or avoid reductions to agencies for the current
10 fiscal year and to mitigate potential reductions of funds to be
11 expended by common school districts which were appropriated or
12 authorized by the Legislature, but excluding any funds which are
13 apportioned directly to common school districts.

14 2. For the fiscal year ending June 30, 2020, in the event that
15 a revenue failure is declared with respect to the General Revenue
16 Fund pursuant to Section 34.49 of this title, the ~~Director of the~~
17 ~~Office of Management and Enterprise Services~~ Chief Financial Officer
18 may withdraw amounts up to a total of one-half (1/2) of the highest
19 balance during the fiscal year ending June 30, 2020, of the Revenue
20 Stabilization Fund; provided, the total amount withdrawn shall not
21 exceed the amount of the declared revenue failure less any
22 appropriations made by the Legislature to offset such revenue
23 failure, to in equal proportions reduce or avoid reductions to
24 agencies for the fiscal year and to mitigate potential reductions of

1 funds to be expended by common school districts which were
2 appropriated or authorized by the Legislature for the fiscal year
3 ending June 30, 2020, but excluding any funds which are apportioned
4 directly to common school districts. No monies shall be withdrawn
5 under the provisions of this subsection for the purpose of reducing
6 or avoiding reductions of appropriations made pursuant to Section
7 129 of Enrolled House Bill No. 2765 of the 1st Session of the 57th
8 Oklahoma Legislature or Section 1 of Enrolled Senate Bill No. 1076
9 of the 1st Session of the 57th Oklahoma Legislature.

10 G. In the event that a revenue failure is declared with respect
11 to the General Revenue Fund pursuant to Section 34.49 of this title,
12 the Legislature may appropriate up to one-quarter (1/4) of the
13 balance of the Revenue Stabilization Fund available at the beginning
14 of the fiscal year, not to exceed the amount of the revenue failure
15 as declared with respect to the General Revenue Fund pursuant to
16 Section 34.49 of this title.

17 H. If the amount of revenue certified by the State Board of
18 Equalization at its February meeting in any year to be collected in
19 the General Revenue Fund for the upcoming fiscal year is less than
20 the amount of revenue certified by the State Board of Equalization
21 to be collected in the General Revenue Fund for the current fiscal
22 year as determined at its February meeting conducted in the
23 preceding calendar year, the Legislature may appropriate up to one-
24 half (1/2) of the balance of the Revenue Stabilization Fund

1 available at the beginning of the fiscal year; provided, that the
2 amount withdrawn shall not exceed the amount of the decline in
3 revenue certified.

4 I. If during the Board of Equalization certification process,
5 one or more of the revenue sources identified in paragraphs 1, 2 and
6 3 of subsection E of this section are forecasted to experience a
7 revenue decrease, then the total deposits to the Revenue
8 Stabilization Fund as otherwise calculated under subsection E of
9 this section shall be reduced in an amount equal to such revenue
10 decreases. For purposes of this subsection, "revenue decrease"
11 means an identified revenue source derived in an amount less than
12 the five-year average for such revenue source.

13 SECTION 64. AMENDATORY 62 O.S. 2021, Section 34.203, is
14 amended to read as follows:

15 Section 34.203. A. By July 1, 2020, the ~~Director~~ Chief
16 Operating Officer of the Office of Management and Enterprise
17 Services shall initiate a request for proposal for the ongoing
18 maintenance of desktop support and management systems for all state
19 agencies. The Office of Management and Enterprise Services is
20 authorized to enter into a contract for such services, pursuant to
21 the provisions of law.

22 B. Notice of the request for proposal shall be published in the
23 manner provided for competitive bidding. The requests for proposal
24 must solicit quotations and must specify the importance of

1 guaranteed savings, price, quality, technical ability and
2 experience. The contract shall be awarded to the responsible
3 offeror whose proposal is determined to achieve guaranteed savings
4 to this state in comparison with the cost of current desktop support
5 and management as provided by the Information Services Division of
6 the Office of Management and Enterprise Services.

7 C. The ~~Director~~ Chief Operating Officer of the Office of
8 Management and Enterprise Services shall promulgate rules and
9 establish procedures to implement the request for proposal pursuant
10 to this section.

11 SECTION 65. AMENDATORY 62 O.S. 2021, Section 34.204, is
12 amended to read as follows:

13 Section 34.204. A. By December 31, 2022, the ~~Director~~ Chief
14 Operating Officer of the Office of Management and Enterprise
15 Services (OMES) shall initiate a request for proposal for the
16 rationalization and determination of which state applications and
17 databases can be immediately transferred to a cloud-based data
18 storage platform. The purpose of this request for proposal is to
19 give this state the ability to accurately evaluate the cost and
20 plans needed to implement modernization of the state's applications
21 and databases. These applications and databases shall be limited to
22 customer relationship management tools, case management tools,
23 workflow tools and supplemental financial systems. OMES is

24

1 authorized to enter into a contract for such services, pursuant to
2 the provisions of law.

3 B. Notice of the request for proposal shall be published in the
4 manner provided for competitive bidding. The contract shall be
5 awarded to the responsible offeror whose proposal is determined to
6 achieve the desired goal of rationalization of technology for the
7 state.

8 C. The ~~Director~~ Chief Operating Officer shall promulgate rules
9 and establish procedures to implement the request for proposal
10 pursuant to the section.

11 SECTION 66. NEW LAW A new section of law not to be
12 codified in the Oklahoma Statutes reads as follows:

13 The amendments contained in this act which modify references to
14 the "Director of the Office of Management and Enterprise Services"
15 to the "Chief Operating Officer" or the "Chief Financial Officer"
16 shall not be effective as law until the Governor makes the first
17 appointment of a Chief Operating Officer pursuant to the provisions
18 of Section 6 of this act and a Chief Financial Officer pursuant to
19 the provisions of Section 7 of this act. Immediately upon such
20 appointment, the amendments made by this act to change references to
21 the Chief Operating Officer of the Office of Management and
22 Enterprise Services or the Chief Financial Officer shall be fully
23 effective and operative as law. The provisions of this section
24 shall be effective whether or not the first appointee to the

1 position of Chief Operating Officer or Chief Financial Officer
2 receives confirmation by the Oklahoma State Senate.

3 SECTION 67. This act shall become effective July 1, 2026.

4 SECTION 68. It being immediately necessary for the preservation
5 of the public peace, health or safety, an emergency is hereby
6 declared to exist, by reason whereof this act shall take effect and
7 be in full force from and after its passage and approval.

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