1	STATE OF OKLAHOMA
2	1st Session of the 58th Legislature (2021)
3	HOUSE BILL 2710 By: Bell
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6	AS INTRODUCED
7	An Act relating to state government; amending 74 O.S. 2011, Section 85.12, as last amended by Section 11,
8	Chapter 98, O.S.L. 2020 (74 O.S. Supp. 2020, Section 85.12), which relates to acquisitions; modifying
9	acquisitions that are not subject to certain provisions of the Oklahoma Central Purchasing Act;
10	and providing an effective date.
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14	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
15	SECTION 1. AMENDATORY 74 O.S. 2011, Section 85.12, as
16	last amended by Section 11, Chapter 98, O.S.L. 2020 (74 O.S. Supp.
17	2020, Section 85.12), is amended to read as follows:
18	Section 85.12 A. The provisions of this section shall not be
19	construed to affect any law relating to fiscal or accounting
20	procedure except as they may be directly in conflict herewith; and
21	all claims, warrants, and bonds shall be examined, inspected, and
22	approved as now provided by law.
23	B. Except as otherwise provided by this section, the
24	acquisitions specified in this subsection shall be made in

compliance with Section 85.39 of this title and purchasing card program requirements but are not subject to other provisions of the Oklahoma Central Purchasing Act:

- 1. Food and other products produced by state institutions and agencies;
- 2. The printing or duplication of publications or forms of whatsoever kind or character by state agencies if the work is performed upon their own equipment by their own employees. Pursuant to this paragraph, the state agency may only use equipment owned or leased by the agency and may only utilize that equipment for printing services required by the agency in performing duties imposed upon the agency or functions authorized to be performed by the agency. Any use of the equipment by the agency pursuant to an agreement or contract with any other entity resulting in delivery of intermediate or finished products to the entity purchasing or using the products shall be subject to the provisions of this act and associated rules;
- 3. Department of Transportation and Transportation Commission contractual services or right-of-way acquisitions, contracts awarded pursuant to bids let by the Transportation Commission for the maintenance or construction of streets, roads, highways, bridges, underpasses, or any other transportation facilities under the control of the Department of Transportation, equipment or material acquisitions accruing to the Department of Transportation required

in Federal-Aid contracts, and acquisitions for public-service-type
announcements initiated by the Department of Transportation, but not
acquisitions for advertising, public relations or employment
services;

4. Utility services regulated by a state or federal regulatory commission, municipal ordinance or an Indian Tribal Council;

- 5. Acquisitions by the University Hospitals Authority. The Authority shall develop standards for the acquisition of products and services and may elect to utilize the Purchasing Division. The standards shall foster economy and short response time and shall include appropriate safeguards and record-keeping requirements to ensure appropriate competition and economical and efficient purchasing;
- 6. Custom harvesting by the Department of Corrections for the Department or its institutions;
- 7. Subject to prior approval of the State Purchasing Director, acquisitions from private prison suppliers which are subject to the contracting procedures of Section 561 of Title 57 of the Oklahoma Statutes:
  - 8. Acquisitions by the Oklahoma Municipal Power Authority;
  - 9. Acquisitions by the Grand River Dam Authority;
- 22 10. Acquisitions by rural water, sewer, gas or solid waste
  23 management districts created pursuant to the Rural Water, Sewer, Gas
  24 and Solid Waste Management Districts Act;

11. Acquisitions by the Oklahoma Ordnance Works Authority, the Northeast Oklahoma Public Facilities Authority or the Midwestern Oklahoma Development Authority;

- 12. Expenditure of monies appropriated to the State Board of Education for Local and State Supported Financial Support of Public Schools, except monies allocated therefrom for the Administrative and Support Functions of the State Department of Education;
- 13. Expenditure of monies appropriated to the State Department of Rehabilitation Services for educational programs or educational materials for the Oklahoma School for the Blind and the Oklahoma School for the Deaf;
- 14. Contracts entered into by the Oklahoma Department of Career and Technology Education for the development, revision or updating of vocational curriculum materials, and contracts entered into by the Oklahoma Department of Career and Technology Education for training and supportive services that address the needs of new or expanding industries;
- 15. Contracts entered into by the Oklahoma Center for the Advancement of Science and Technology for professional services;
- 16. Contracts entered into by the Oklahoma Department of Commerce pursuant to the provisions of Section 5066.4 of this title;
- 17. Acquisitions made by the Oklahoma Historical Society from monies used to administer the White Hair Memorial;

- 18. Purchases of pharmaceuticals available through a multistate or multigovernmental contract if such pharmaceuticals are or have been on state contract within the last fiscal year, and the terms of such contract are more favorable to the state or agency than the terms of a state contract for the same products, as determined by the State Purchasing Director. The state entity designated by law, as specified in Section 1010.3 of Title 56 of the Oklahoma Statutes, shall participate in the purchase of pharmaceuticals available through such contracts;
- 19. Contracts for managed health care services entered into by the state entity designated by law or the Department of Human Services, as specified in paragraph 1 of subsection A of Section 1010.3 of Title 56 of the Oklahoma Statutes;
- 20. Acquisitions by a state agency through a General Services

  Administration contract or other federal contract if the

  acquisitions are not on current statewide contract or the terms of

  the federal contract are more favorable to the agency than the terms

  of a statewide contract for the same products;
- 21. Acquisitions of clothing for clients of the Department of Human Services and acquisitions of food for group homes operated by the Department of Human Services;
  - 22. Acquisitions by the Oklahoma Energy Resources Board;

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23. Acquisitions of clothing for juveniles in the custody of the Office of Juvenile Affairs and acquisitions of food for group homes operated by the Office of Juvenile Affairs;

- 24. State contracts for flexible benefits plans pursuant to the Oklahoma State Employees Benefits Act, Section 1361 et seq. of this title;
- 25. Acquisitions by the Department of Securities to investigate, initiate, or pursue administrative, civil, or criminal proceedings involving potential violations of the acts under the Department's jurisdiction and acquisitions by the Department of Securities for its investor education program;
- 26. Acquisitions for resale in and through canteens operated pursuant to Section 537 of Title 57 of the Oklahoma Statutes and canteens established at an institution or facility operated by the Office of Juvenile Affairs;
- 27. Acquisitions by the Oklahoma Boll Weevil Eradication
  Organization for employment and personnel services, and for
  acquiring sprayers, blowers, traps, and attractants related to the
  eradication of boll weevils in this state or as part of a national
  or regional boll weevil eradication program;
- 28. Contracts entered into by the Oklahoma Indigent Defense

  System for expert services pursuant to the provisions of subsection

  D of Section 1355.4 of Title 22 of the Oklahoma Statutes;

29. Acquisitions by the Oklahoma Correctional Industries and the Agri-Services programs of the Department of Corrections of raw materials, component parts and other products, any equipment excluding vehicles, and any services excluding computer consultant services used to produce goods or services for resale and for the production of agricultural products;

- 30. Contracts entered into by the Department of Human Services for provision of supported living services to members of the plaintiff class in Homeward Bound, Inc., et al. v. The Hissom Memorial Center, et al., Case Number 85-C-437-E, United States District Court for the Northern District of Oklahoma;
- 31. Contracts negotiated by the Office of Juvenile Affairs with designated Youth Services Agencies and the Oklahoma Association of Youth Services, or another Oklahoma nonprofit corporation whose membership consists solely of Youth Services Agencies and of whom at least a majority of Youth Services Agencies are members, pursuant to the provisions of Section 2-7-306 of Title 10A of the Oklahoma Statutes and contracts entered into by the Department of Human Services pursuant to Section 1-9-110 of Title 10A of the Oklahoma Statutes with designated Youth Services Agencies;
- 32. Contracts for annuities for structured settlements provided for in Section 158 of Title 51 of the Oklahoma Statutes;
- 33. Subject to subsection E of this section, purchases made from funds received by local offices administered by the Department

of Human Services or administered by the Office of Juvenile Affairs
for fund-raising fundraising activities and donations for the
benefit of clients and potential clients at the local offices where
such purchases may not otherwise be paid for from appropriated
funds; and

- 34. Acquisitions by the Oklahoma Historical Society for restoration of historical sites and museums although the agency may elect to utilize the Purchasing Division for an acquisition with supplier and bid selection being the prerogative of the agency, based on the supplier's documented qualifications and experience; and
- 35. Acquisitions of clothing and food for patients in care of
  the J.D. McCarty Center for Children with Developmental
  Disabilities.
  - C. Pursuant to the terms of a contract the State Purchasing
    Director enters into or awards, a state agency, common school,
    municipality, rural fire protection district, county officer or any
    program contract, purchase, acquisition or expenditure that is not
    subject to the provisions of the Oklahoma Central Purchasing Act,
    may, unless acting pursuant to a contract with the state that
    specifies otherwise, make use of statewide contracts and the
    services of the Purchasing Division and the State Purchasing
    Director. Any political subdivision or rural fire protection
    district may designate the State Purchasing Director as its agent

for any acquisition from a statewide contract or otherwise available to the state.

- D. The State Purchasing Director may make periodic audits of the purchasing procedures of acquisitions listed in subsection B of this section to ensure that the procedures are being followed.
- E. With respect to the Department of Human Services or the Office of Juvenile Affairs, as applicable, monies received by fundraising activities or donations from the local office, vending operations administered by employees of the agency and all other nonrestricted cash and cash-equivalent items received by employees of the agency shall be deposited in the agency special account established for this purpose. The deposits shall be made at local banking institutions approved by the State Treasurer.
- 14 SECTION 2. This act shall become effective November 1, 2021.

16 58-1-6433 CMA 12/29/20