1	STATE OF OKLAHOMA
2	2nd Session of the 58th Legislature (2022)
3	HOUSE BILL 3298 By: Humphrey
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6	AS INTRODUCED
7	An Act relating to public finance; amending 62 O.S. 2021, Section 34.301, which relates to the Civil
8	Service and Human Capital Modernization Act; requiring Human Capital Management Division
9	investigate certain state agencies; and providing an effective date.
10	effective date.
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12	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
13	SECTION 1. AMENDATORY 62 O.S. 2021, Section 34.301, is
14	amended to read as follows:
15	Section 34.301 A. This act shall be known and may be cited as
16	the "Civil Service and Human Capital Modernization Act".
17	B. The Human Capital Management Division of the Office of
18	Management and Enterprise Services shall:
19	1. Establish and maintain a State Employee Dispute Resolution
20	Program, which may include mediation, to provide dispute resolution
21	services for state agencies and state employees. Actions agreed to
22	through the State Employee Dispute Resolution Program shall be
23	consistent with applicable laws and rules and shall not alter,
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1 reduce or modify any existing right or authority as provided by
2 statute or rule;

2. Establish rules pursuant to the Administrative Procedures
Act as may be necessary to perform the duties and functions of this
act, including creating an Office of Veterans Placement to offer
counseling, assessment and assistance to veterans seeking state
employment;

8 3. Receive and only act on complaints by state employees9 arising from disciplinary action;

10 4. Use administrative law judges as independent contractors to 11 exercise the provisions of this act;

12 5. Submit quarterly reports on workload statistics to the 13 Governor, the Speaker of the Oklahoma House of Representatives and 14 the President Pro Tempore of the Oklahoma State Senate containing 15 the following information:

16 the number of cases, complaints and requests for a. 17 hearings filed, disposed of and pending with the 18 Division for each month of the quarter, and 19 b. a numerical breakdown of the methods of disposition of 20 such cases, complaints and requests for hearing. 21 Quarterly reports shall be submitted within thirty (30) days 22 following the last day of the month of the appropriate quarter; and 23 6. Create a confidential whistleblower program and serve as the 24 chief administrator of such program whereby a state employee may

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confidentially report claims of agency or employee mismanagement as
 well as misuse of state funds or property.

C. Complaints shall be filed with the Human Capital Management Division within five (5) business days of the date of when such action occurred and hearings shall take place within twenty-five (25) business days of the action.

7 Employees filing a complaint with the Human Capital D. Management Division shall prove that there was no reasonable basis 8 9 for the disciplinary action by the state agency. The review of the 10 merits of the complaint shall be limited to the employee 11 disciplinary file directly at issue. Complaints relating to 12 punitive transfers or written reprimands shall be administrated 13 through mediation. Mediation may also be available for other 14 disciplinary actions.

E. Claimants shall be permitted to secure and utilize
representation during the adverse action process.

F. The presiding officer of any proceeding before the Human Capital Management Division may require payment of reasonable attorney fees and costs to the prevailing party if the position of the nonprevailing party was without reasonable basis or was frivolous.

G. For purposes of this section, "disciplinary actions" means termination, suspension without pay, involuntary demotion, punitive transfers or written reprimand.

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1 н. Nothing in this section shall apply to: 2 Persons employed by the Governor, Lieutenant Governor, 1. Oklahoma House of Representatives, Oklahoma State Senate, 3 4 Legislative Service Bureau, or the Legislative Office of Fiscal 5 Transparency; 6 2. Elected officials; 7 3. Political appointees; District attorneys, assistant district attorneys or other 8 4. 9 employees of the district attorney's office; 10 5. The state judiciary or persons employed by the state 11 judiciary; or 12 6. Not more than five percent (5%) of an agency's employees 13 designated as executive management as determined by the agency 14 director. 15 I. Except as provided by subsection H of this section, 16 effective January 1, 2022, all state employee positions shall be 17 administered by the Human Capital Management Division of the Office 18 of Management and Enterprise Services, without reference to prior 19 classified or unclassified status. 20 Under the administration and oversight of the Human Capital J. 21 Management Division as set forth in subsection I of this section, 22 state agencies shall continue to be responsible for developing and

24 including, but not limited to, recruitment, retention, promotion,

conducting policies and procedures for human resource activities,

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1	market-based pay analysis, training and development. In addition,
2	state agencies shall develop procedures for screening, hiring and
3	disciplinary actions of state employees subject to guidance and
4	approval by the Division.
5	K. The Human Capital Management Division shall investigate and
6	take remedial action for any state agency that has at least twenty-
7	five percent (25%) or more cases filed than the average amount of
8	cases filed for all other state agencies.
9	SECTION 2. This act shall become effective November 1, 2022.
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