STATE OF OKLAHOMA

1st Session of the 55th Legislature (2015)

SENATE BILL 1224 By: Sharp

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AS INTRODUCED

An Act relating to state government; creating the Department of Economic Development and Tourism Act; consolidating the Oklahoma Department of Commerce, the Oklahoma Tourism and Recreation Department, and the Oklahoma Tourism and Recreation Commission; providing for assumption of responsibilities; defining term; clarifying possession of certain funds; requiring delivery of certain books, records, and property; providing for transfer of funds, functions, powers, duties and obligations; providing for effect of administrative rules; amending 74 O.S. 2011, Sections 5003.2, 5003.3, 5003.4, 5003.5, 5003.6, 5003.7, 5003.8, 5003.9, 5003.10, 5003.10a, 5003.10b, 5003.10d, as amended by Section 1, Chapter 188, O.S.L. 2015, 5003.11, 5003.15, 5003.21, 5004.1, and 5012 (74 O.S. Supp. 2015, Section 5003.10d), which relate to the Department of Commerce; modifying reference to certain entity; adding certain duties; amending 74 O.S. 2011, Sections 2202, 2204, 2205, 2206, 2207, 2208, 2209, 2210, 2211, 2212, 2213, 2214, 2215, as amended by Section 989, Chapter 304, O.S.L. 2012, 2216, as amended by 990, Chapter 304, O.S.L. 2012, 2218, 2219, 2220, 2221, 2222, 2223, 2224, 2225, 2226, 2228, 2229, 2230, 2232, 2234, 2235, 2236, as amended by Section 33, Chapter 227, O.S.L. 2013, 2237, 2240, 2241, 2242, 2242.1, 2243, 2244, as amended by Section 992, Chapter 304, O.S.L. 2012, 2245, 2248, 2249, 2250, 2251, as amended by Section 993, Chapter 304, O.S.L. 2012, 2252, as amended by Section 994, Chapter 304, O.S.L. 2012, 2253, as amended by Section 995, Chapter 304, O.S.L. 2012, 2254, as amended by Section 996, Chapter 304, O.S.L. 2012, 2254.1, as last amended by Section 1, Chapter 166, O.S.L. 2014, 2255, as amended by Section 998, Chapter 304, O.S.L. 2012 (74 O.S. Supp. 2015,

Sections 2215, 2216, 2236, 2244, 2251, 2252, 2253, 2254, 2254.1 and 2255), which relate to the Oklahoma Tourism and Recreation Commission; modifying reference to certain entity; repealing 74 O.S. 2011, Section 5003.1, which relates to the short title of the Oklahoma Department of Commerce Act; providing for codification; providing an effective date; and declaring an emergency.

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

8 SECTION 1. NEW LAW A new section of law to be codified 9 in the Oklahoma Statutes as Section 5003.1a of Title 74, unless 10 there is created a duplication in numbering, reads as follows:

This act shall be known and may be cited as the "Department of Economic Development and Tourism Act".

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 5003.1b of Title 74, unless there is created a duplication in numbering, reads as follows:

A. The Oklahoma Department of Commerce, the Oklahoma

Tourism and Recreation Department, and the Oklahoma Tourism and

Recreation Commission are consolidated into the Department of

Economic Development and Tourism. The Executive Director of the

Oklahoma Department of Commerce shall assume all executive-level

responsibilities for each agency and shall function as and possess

the powers of the agency director for each consolidated agency as

enumerated by existing statute.

B. For the purposes of this section the term "consolidated agencies" shall mean the Department of Commerce, the Oklahoma

Tourism and Recreation Department, and the Oklahoma Tourism and Recreation Commission.

- C. Any funds appropriated to, in the possession of or allocated to any of the consolidated agencies shall be deemed to be funds of the Department Economic Development and Tourism.
- D. Upon request of the Executive Director of the Department of Economic Development and Tourism, the personnel of the consolidated agencies shall deliver to the Department all books, papers, records and property of the consolidated agencies.
- E. All funds, personnel, functions, powers, duties and obligations previously assigned to each of the consolidated agencies are hereby transferred to the Department of Economic Development and Tourism.
- F. All rules, regulations, acts, orders, determinations and decisions of the consolidated agencies pertaining to the functions and powers herein transferred and assigned to the Department of Economic Development and Tourism, in force at the time of such transfer, assignment, assumption or devolution shall continue to be in force and effect as rules, regulations, acts, orders, determinations and decisions of the consolidated agencies until duly modified or abrogated by the appropriate body or until otherwise provided by law.

G. Whenever, in the Oklahoma State Statutes, reference is made to the Oklahoma Department of Commerce, Oklahoma Tourism and Recreation Department, Oklahoma Tourism and Recreation Commission, Governor's Economic Development Commission, the State Department of Commerce and Industry, the Oklahoma Planning and Resources Board, the Oklahoma Industrial Development and Park Commission or the Oklahoma Industrial Development and Park Department, it shall mean hereafter the Department of Economic Development and Tourism.

SECTION 3. AMENDATORY 74 O.S. 2011, Section 5003.2, is amended to read as follows:

Section 5003.2. A. Recognizing the geographic diversity of this state, Oklahoma needs one central, primary public-sector economic development agency for the state in order to manage or coordinate all public sector economic development and tourism activity.

Oklahoma needs an agency to work at the community and firm level to:

- 1. Create new and higher quality jobs for the people of this state through the expansion, creation, restructuring and recruitment of export-oriented Oklahoma firms which produce value-added goods, services and processes;
 - 2. Encourage statewide economic diversification and stability;
- 3. Maintain a two-way flow of information between the central state economic development agency and firms, farms and communities;

- 1 4. Implement the strategic economic development five-year plan;
 2 and
 - 5. Carry out policy development and research in support of Oklahoma Futures; and

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- 6. Promote and maintain tourism resources of this state.
- B. The Oklahoma Department of Commerce Economic Development and
 Tourism is hereby constituted an agency of state government.
 - C. Whenever the terms "Department of Economic Development" or "Department of Economic and Community Affairs" appear in the Oklahoma Statutes they shall mean and refer to the Oklahoma Department of Commerce Economic Development and Tourism.
- 12 SECTION 4. AMENDATORY 74 O.S. 2011, Section 5003.3, is
 13 amended to read as follows:
 - Section 5003.3. The mission of the Oklahoma Department of Commerce Economic Development and Tourism shall be to support firms', farms' and local communities' growth, diversification, expansion and ability to compete in export markets in order to create new and better jobs for Oklahomans throughout the state.
- 19 SECTION 5. AMENDATORY 74 O.S. 2011, Section 5003.4, is 20 amended to read as follows:
- 21 Section 5003.4. As used in the Oklahoma Department of Commerce 22 Economic Development and Tourism Act:
- 23 1. "Department" means the Oklahoma Department of Commerce
 24 Economic Development and Tourism;

- 2. "Director" means the director of the Department of Commerce

 Economic Development and Tourism;
 - 3. "Enterprise" means a firm with its principal place of business in Oklahoma;

- 4. "Economic Information System" means a comprehensive statewide data collection, analysis and distribution system which makes available current and thorough information on Oklahoma economic trends and future Oklahoma economic opportunities to communities, firms, farms and individuals in the state; firms and individuals outside the state considering location in Oklahoma; and Oklahoma Futures, the Governor, the Legislature and all other state agencies and institutions; and
- 5. "Economic Innovation System" means a decentralized statewide system that responsively and innovatively coordinates technical assistance, grant and loan programs with local, state, federal and private sector activities into a single statewide Economic Innovation System.
- SECTION 6. AMENDATORY 74 O.S. 2011, Section 5003.5, is amended to read as follows:
- Section 5003.5. A. The Director of the Department of Commerce

 Economic Development and Tourism shall be appointed by the Governor with the advice and consent of the Senate. The Director shall serve at the pleasure of the Governor and shall continue to serve until a

successor is duly appointed and qualified. The salary of the Director shall be set by law.

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- B. The Director shall be qualified for such position by character, personality, ability, education, training and successful administrative experience in the public or private sector.
- The Director shall employ such persons as are necessary to implement the powers and duties of the Department. Because many of the powers and duties of the Department involve working closely with the private sector, certain employee positions of the Department must be governed, classified and compensated in a manner that compares equally to similar positions in the private sector. Therefore, in the annual business plan, the Director shall list, describe and justify all such positions and their compensation and shall designate and place them in unclassified status, exempt from the provisions of the Oklahoma Personnel Act. All other employees and positions shall be classified and subject to the provisions of the Merit System of Personnel Administration as provided in the Oklahoma Personnel Act. Provided, nothing in this section shall be construed to limit the authority of the Legislature to specify the status of positions otherwise by law. Neither shall the Director have the authority to circumvent, disregard or otherwise disobey specific provisions of law regarding positions in the Department.
 - D. The Director shall serve on the board of:
 - 1. The Oklahoma Industrial Finance Authority;

- 1 2. The Oklahoma Science and Technology Research and Development 2 Board;
 - 3. The Oklahoma Development Finance Authority;
 - 4. The Executive Bond Oversight Commission; and
 - 5. The Oklahoma Ordnance Works Authority.

- E. The Director may serve as administrator of any interlocal agreement or compact to pursue economic development and to assign any employees of the Department or employee personnel to carry out duties or obligations pursuant to any interlocal agreement or compact for economic development.
- F. The Director, at his or her discretion, may approve payment for affiliations or memberships of the Department or, if necessary, associate memberships for individual employees in international, national, or state economic development councils, professional organizations, or governmental associations.
- SECTION 7. AMENDATORY 74 O.S. 2011, Section 5003.6, is amended to read as follows:
- Section 5003.6. The Oklahoma Department of Commerce Economic

 Development and Tourism shall have, exercise and perform those

 powers and duties necessary to implement and accomplish the

 statutorily stated mission and purpose of the Department.
- 22 SECTION 8. AMENDATORY 74 O.S. 2011, Section 5003.7, is amended to read as follows:

Section 5003.7. A. The Oklahoma Department of Commerce

Economic Development and Tourism shall prepare, with the cooperation of the Oklahoma business community, agricultural community, financial community, universities, labor and the state executive and legislative branches, a five-year economic development plan and annual updates for the State of Oklahoma.

- 1. The purpose of the plan shall be to identify significant economic, social, and demographic trends which may have both short-term and long-term impacts on the state and local economy and to present strategies and recommendations that the state and local political subdivisions might adopt to improve or stabilize the economy.
- 2. The goals of the plan shall include the development of a diversified state economy, increasing employment, the maximum use of federal, state and local funds to achieve the goals or recommendations included in the plan, the maximum investment of capital in the economy of the state, and the improvement of the quality of life in the state.
- 3. The plan wherever possible shall make recommendations to encourage intergovernmental cooperation and public and private cooperation.
- 4. Copies of the plan and the annual updates shall be submitted to the Oklahoma Advisory Committee on Intergovernmental Relations, the Governor, the Speaker of the House of Representatives, the

President Pro Tempore of the Senate and the chairmen of the standing committees on economic development of the Senate and of the House of Representatives on the first day of each legislative session.

- 5. The Department shall develop and manage a complete economic information system which will support the five-year planning process, and which will make available complete and timely information on the state economy. The economic information system shall be operated by public or private Oklahoma universities or an Oklahoma enterprise capable of providing such services in a costeffective manner.
- B. The Department, in conjunction with the Oklahoma Development Finance Authority, is authorized to develop an infrastructure program which will enable political subdivisions of this state to finance public works projects in order to modify or improve existing public facilities for purposes of bringing said facilities, and the operation thereof, into compliance with and maintaining compliance with federal, state and local laws and regulations pertaining to the protection of the public health and the environment.
- C. The Director shall develop an annual business plan for the Department. The business plan shall include the need and mission of each division of the Department created by law or the Director and an analysis of past costs and benefits and future projected costs and benefits to the state of the programs of each division of the Department. The business plan shall be consistent with the goals of

the recurring five-year plan specified in this section. The
Director shall distribute copies of the business plan by such means
that will make it widely available to communities, firms and local
economic development managers throughout this state.

SECTION 9. AMENDATORY 74 O.S. 2011, Section 5003.8, is amended to read as follows:

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Section 5003.8. In order to ensure that the Oklahoma Department of Commerce Economic Development and Tourism is effectively implementing its mission, purpose and objectives, the Department shall publish an annual report setting forth in detail the operations and programs conducted by it pursuant to this act or to other legislation. The report shall review both statewide progress and departmental progress according to several measures including objective measures listed in the Department's five-year plan. Department shall present this report to the Governor and the Legislature. The annual report shall specifically account for ways in which the needs, mission and programs of the Department described in this act have been carried out and recommendations shall specifically note what changes in the activities of the Department and the programs it administers and of state government are necessary to better address the mission described in this act. Department shall distribute its annual report by such means that will make it widely available to communities, firms and local economic development managers throughout this state.

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SECTION 10. AMENDATORY 74 O.S. 2011, Section 5003.9, is amended to read as follows:

Section 5003.9. The Oklahoma Department of Commerce Economic
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Development and Tourism shall submit to the Legislature performance review information for the programs it operates or funds. This information shall be compiled into a report that shall be submitted to the President Pro Tempore of the Senate, the Speaker of the House of Representatives, the Chairman Chair of the Senate Appropriations

Committee and the Chairman Chair of the House of Representatives

Appropriations and Budget Committee by February 1 of each year. The report shall be designed to assist the appropriation committees in determining funding priorities and should provide the best available information regarding the effectiveness of these programs. This report shall complement the Department's annual budget request.

The report shall be structured so that:

- 1. The need for the program is clearly established;
- 2. The goals of the program are clearly defined;
 - 3. Measurable objectives are set forth;
- 4. Actual performance data is provided and explained;
- 5. Performance is evaluated against objectives; and
- 6. Future funding recommendations and program benefits are outlined.
- SECTION 11. AMENDATORY 74 O.S. 2011, Section 5003.10, is amended to read as follows:

Section 5003.10. The Oklahoma Department of Commerce Economic Development and Tourism shall have the authority to:

1. Disseminate information concerning the industrial, commercial, governmental, educational, cultural, agricultural, business and other advantages and attractions of the state;

- 2. Assist public and private agencies in the preparation of informational and publicity programs designed to attract or retain business and industry for the state;
- 3. Obligate and expend funds for services performed by local political subdivisions of the state, state agencies, including universities and colleges within and without the state, and federal agencies for research and training in conformity with the general state laws governing such activity; and apply for, accept, administer and expend grants from the federal government and any other public or private sources for research and training purposes;
- 4. Conduct, publish and disseminate or encourage research designed to further new and more extensive uses of the natural and other resources of the state and designed to develop and commercialize new products and commercial processes;
- 5. Study trends and developments in the industries of the state and analyze the reasons underlying such trends; study costs within the state; and make recommendations regarding circumstances promoting or hampering business and industrial development;

6. Generally gather, compile and make available economic analyses and statistical information relating to business, trade, commerce, industry, transportation, communication, natural resources, population and other like subjects in this state, with authority to call upon other agencies, universities and colleges of the state for statistical data and results obtained by them, and to arrange and compile such economic analyses and statistical information in such a manner as it deems advisable;

- 7. Study such other scientific, industrial, financial and economic issues as, in the judgment of the Department, shall be deemed of value to the people of the state;
- 8. Support and assist the efforts of state, regional and local development organizations, industrial committees, chambers of commerce, agricultural organizations, labor organizations and other similar public and private agencies to obtain new and to foster expansion of existing service, industrial and manufacturing facilities, businesses and enterprises; and to foster community improvements in leadership, expertise, human development, infrastructure, public facilities and quality of life; and to expand data availability and utilization opportunities;
- 9. Maintain a continuing evaluation of the sources available for the financing of the development or expansion of industrial, agricultural and commercial facilities in this state through both public and private agencies;

10. Assist in obtaining financing for the development and expansion of industrial, agricultural and commercial facilities in the state;

- 11. Serve as the state's official liaison agency between persons interested in locating new economic enterprises in Oklahoma and state and local groups seeking new enterprises. In this respect, the Department shall aid communities in organizing for and obtaining new businesses and expanding existing businesses and shall process requests which reflect interest in locating economic enterprises in the state;
- 12. Promote the sale and facilitate the marketing of Oklahoma products including agricultural and value-added products in the international market;
- 13. Encourage the location of foreign manufacturing plants and other industries in Oklahoma;
 - 14. Coordinate the international efforts of the various state agencies without violating the individual authority given those agencies by statute;
 - 15. Coordinate and serve as liaison to the private sector as needed;
 - 16. Establish, subject to an annual appropriation or private gifts, offices outside the state boundaries. The offices may be operated by the state or may be operated pursuant to contract which shall not be subject to the competitive bid laws of the State of

Oklahoma. The Department shall prepare an annual report concerning the activities of the offices and submit it to the Governor and the Legislature. The Director of the Oklahoma Department of Commerce Economic Development and Tourism shall notify in writing the Governor, the President Pro Tempore of the Senate and the Speaker of the House of Representatives that the Department intends to establish a new office pursuant to this paragraph at least thirty (30) days prior to the establishment of the new office or execution of a contract;

17. Establish a system of not less than six geographic regions for promoting new or existing businesses, assisting in the expansion of small and medium sized manufacturers through a modernization program, creating new jobs, and assisting local businesses, political subdivisions or other entities to better utilize the services of the Department;

18. Solicit, accept and expend donations and contributions from any source, whether public or private, in order to advertise, promote or disseminate information which may assist in the recruitment of companies, firms or jobs to Oklahoma, including but not limited to the Oklahoma Quality Jobs Program Act, and any other acts which the Department administers or which may assist the Department in the performance of its mission. The Department shall deposit any funds collected pursuant to this paragraph in the

1 "Oklahoma Department of Commerce Economic Development and Tourism Revolving Fund" created by Section 5012 of this title; and 2 Enter into contracts at fair market value for the rental of 3 office space in any facility under its control to entities engaged 4 5 in activities related to the export of goods produced in Oklahoma. The Department shall deposit any funds collected pursuant to this 6 paragraph in the "Oklahoma Department of Commerce Economic 7 Development and Tourism Revolving Fund" created by Section 5012 of 9 this title. 10 SECTION 12. AMENDATORY 74 O.S. 2011, Section 5003.10a, 11 is amended to read as follows: 12 Section 5003.10a. An office established by the Oklahoma Department of Commerce Economic Development and Tourism outside the 13 State of Oklahoma pursuant to paragraph 16 of Section 5003.10 of 14 this title shall not be terminated until the Director of the 15 16 Oklahoma Department of Commerce Economic Development and Tourism provides a written report to the Governor, the Speaker of the House 17 of Representatives, and the President Pro Tempore of the Senate of 18 the intent of the Director to terminate the office. Termination of 19 the office pursuant to this section shall not occur earlier than 20 sixty (60) days following the date the report is filed as provided 21 in this section. For purposes of this section, "termination" means 22

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a reduction in funding for an office or a change in representation.

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SECTION 13. AMENDATORY 74 O.S. 2011, Section 5003.10b, is amended to read as follows:

Section 5003.10b. A. 1. The Oklahoma Department of Commerce

Economic Development and Tourism is hereby authorized to administer
any federal funds received by this state that are allocated for the
purposes of completion of traffic and feasibility studies for, and
the development of a trade center and industrial park by, the
Continental Gateway Authority, a public trust in McClain County,
Oklahoma.

- 2. For purposes of this section, "administer any federal funds" means to provide oversight administration and includes, but is not limited to, approval or rejection by the Department of expenditures of the Authority and review by the Department of contracts proposed by the Authority for noncompliance with federal and state law, rules, regulations, and the provisions set forth herein, and the rejection by the Department of such contracts prior to their execution by the Authority if determined by the Department to be out of compliance with law determined to be applicable by the Department.
- B. The Department of Transportation is hereby authorized and directed to transfer to the Oklahoma Department of Commerce Economic

 Development and Tourism for use by the Continental Gateway Authority any federal funds received and allocated for the purposes set forth in subsection A of this section.

C. The Oklahoma Department of Commerce Economic Development and Tourism shall utilize such funds to contract with the Continental Gateway Authority for the provision of the study authorized by federal appropriation and subsection A of this section. Such contract shall be exempt from the competitive bidding procedures set forth in Section 85.7 of Title 74 of the Oklahoma Statutes this title and shall contain provisions as required by law.

- D. The Continental Gateway Authority shall utilize the funds for the studies set out in subsection A of this section and may contract with a consultant for such studies. Such contract shall be exempt from the competitive bidding procedures set forth in Section 85.7 of the Oklahoma Statutes this title but shall comply with the following requirements:
- 1. The Continental Gateway Authority shall issue requests for proposals to no less than three and no more than five consultants to perform the studies. Detailed consideration, including interviews, shall be given to those responding to the request for proposals. The initial screening should consider the requirements of a consultant interview evaluation sheet as well as the following factors to be determined from Authority staff and replies to inquiries to former clients:
 - a. specialized experience in the type of work contemplated,

- b. capacity of the consultant to perform the work in the required time, and
- c. past performance;

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- 2. A full report of the evaluation procedures and recommendations of the Authority shall be prepared by the Authority and submitted to the Oklahoma Department of Commerce Economic Development and Tourism for an independent review of the entire process; and
- 3. The Authority shall negotiate the contract with the selected consultant, which contract shall include a fair and reasonable fee. The negotiated scope and fee shall be reported to the Oklahoma Department of Commerce Economic Development and Tourism for review of compliance with state and federal laws, rules and regulations. If the Authority and the first choice consultant cannot reach an agreement, their negotiations shall be terminated and negotiations with the second-choice consultant shall commence. If the Authority and the second-choice consultant cannot reach an agreement, their negotiations shall be terminated and negotiations with the thirdchoice consultant shall commence. If the Authority and the thirdchoice consultant cannot reach an agreement, then all negotiations shall be terminated. Should the Authority be unable to negotiate a satisfactory contract with any of the three selected consultants, the Authority shall select additional consultants in order of their competence and qualifications and shall continue negotiations in

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1 accordance with the provisions of this subsection until an agreement
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- 2 | is reached.
- 3 | SECTION 14. AMENDATORY 74 O.S. 2011, Section 5003.10d,
- 4 as amended by Section 1, Chapter 188, O.S.L. 2015 (74 O.S. Supp.
- 5 | 2015, Section 5003.10d) is amended to read as follows:
- 6 | Section 5003.10d. A. The Governor's Council for Workforce and
- 7 | Economic Development established under the authority of Executive
- 8 Order 2005-27 is hereby recognized by the Legislature as the State's
- 9 | Workforce Investment Board. The Council succeeded and was
- 10 established in lieu of the Oklahoma Workforce Investment Board.
- 11 | Appointed members of the Council serving under the authority of
- 12 Executive Order 2005-27 when this act becomes effective shall
- 13 | continue to serve until their terms have expired and their
- 14 | successors have been duly appointed.
- 15 | Pursuant to the federal Workforce Innovation and Opportunity Act,
- 16 | the purpose of the Council shall be to:
- 17 1. Guide the development of a comprehensive and coordinated
- 18 | workforce development system for the state and monitor its
- 19 operation; and
- 20 2. Review and make recommendations that will align the
- 21 | workforce system, including education, with the economic development
- 22 | goals of the state for the purpose of creating workforce and
- 23 economic development systems that are integrated and shall provide
- 24 Oklahoma a competitive advantage in a global economy.

B. Membership of the Council shall include representatives of private employers who reflect Oklahoma's projected and desired business and industry base and public officials from agencies which provide programs and services related to workforce, education and economic development. All Council members shall be in positions to influence policy and hiring decisions within their organizations. Initial appointments to the Council shall conform to the following described schedule:

- 1. The membership of the Council shall comply with the federal requirements of the state investment board;
- 2. A majority of the Council shall come from described private sector employers, including owners of businesses, chief executives or operating officers of businesses or other business executives or employees with optimum policymaking or hiring authority, and who represent businesses, including small businesses, that provide employment opportunities that, at a minimum, include high-quality, work-relevant training and development in in-demand industry sectors or occupations in this state;
- 3. State officials shall include incumbents or designees of the following named offices, or their successors in office or function:
 - a. Governor,

b. two members of the Senate, appointed by the President Pro Tempore,

1 two members of the House of Representatives, appointed 2 by the Speaker, 3 d. Executive Director of the Oklahoma Department of Commerce, and 4 5 Executive Director of the Oklahoma Employment Security Commission; 6 7 Additional members, at the discretion and pleasure of the Governor, may be appointed representing the needs or interests of 8 9 the state economy or specific regional needs; and 10 5. Ex-officio members, at the discretion and pleasure of the Governor, may be included to provide expertise and agency 11 12 information to the Council. These appointments may include, but not 13 be limited to: the Secretary of Education, 14 15 b. the Secretary of Health and Human Services, the Secretary of Commerce, 16 C. d. the Chancellor of the Oklahoma State Regents for 17 Higher Education, 18 the Director of Career and Technology Education, 19 e. f. the State Superintendent of Public Instruction, 20 the Director of the State Department of Rehabilitation 21 q. Services, 22 h. the Director of the Oklahoma Department of 23

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Corrections,

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- i. the Commissioner of the Oklahoma Department of Mental
 Health and Substance Abuse Services,
 - j. the Director of the Oklahoma Health Care Authority, and
 - k. the Native American Liaison.

- C. Private sector members shall be appointed by and serve at the pleasure of the Governor for a two-year term beginning October 1, 2005, and may be reappointed. However, of the initial private sector members appointed, half shall be appointed for an initial term of one (1) year beginning October 1, 2005. Private members may be removed from office for failure to attend three consecutive Council meetings. The chair of the Council shall be from the private sector and shall be appointed by and serve at the pleasure of the Governor.
- D. The Council shall meet at such times and places as it deems appropriate. Members shall serve without compensation. Council members employed by a state agency shall be reimbursed travel expenses related to their service on the Council as authorized by state law by their respective state agency. Legislative members of the Council shall be reimbursed by their respective houses for necessary travel expenses incurred in the performance of their duties as authorized by state law. Remaining Council members shall also be reimbursed travel expenses related to their service on the Council by the Oklahoma Department of Commerce Economic Development

- and Tourism as authorized by state law. No member of the Council
 shall profit, directly or indirectly, from any transaction with the
 Council.
 - E. The duties and responsibilities of the Council in the development, monitoring and aligning of the workforce system with economic development shall include, but not be limited to:

- 1. Performing the duties required of the state governance board by the federal Workforce Innovation and Opportunity Act;
- 2. Identifying the human resource investment needs of Oklahoma business and industry, together with those of the citizens of the state, so that each might respond to and meet the needs of the others and thus together build a robust, diversified economy;
- 3. Reviewing and evaluating workforce development programs within the state, formulate recommendations to increase their efficiency and effectiveness, eliminate duplication, and align with economic goals. Recommendations shall be communicated to the Governor, Legislature, state and federal government agencies and appropriate individuals and entities within the private sector;
- 4. Increasing academic capability and technical skills within the state workforce and foster lifelong learning among Oklahoma's citizens;
- 5. Strengthening collaboration among institutions which provide education and training services, government agencies which coordinate employment and other human resource investment

activities, and Oklahoma business and industry to create a seamless system to nurture healthy economic development; and

- 6. Enhancing rural economic development capability and capacity, giving particular attention to regional collaboration and partnering.
- F. Activities of the Council shall be coordinated by the Secretary of Commerce and directed by the Deputy Secretary of Commerce for Workforce Development, or their successors in office or function. Administrative and staffing support for the Council shall be coordinated by the Office of Workforce Solutions within the Department of Commerce Economic Development and Tourism.
- G. The State Workforce Partners originally established under the authority of Executive Order 2005-27 as the Workforce Solutions Staff Team is hereby recognized by the Legislature. This interagency team shall be comprised of executive level staff from workforce, education and economic development agencies of the state for the purpose of providing staff support to the Council and to create efficiencies, eliminate duplication, and eliminate barriers to jointly providing a service delivery system. Other members may be included on this team as the Governor may deem necessary to accomplish this goal.
- H. The Council shall be supported by funds available to state agencies pursuant to state and federal laws and regulations. Each member of the Council whose agency qualifies pursuant to state and

- federal law to receive and use such funds shall assist by providing
 support and funding of the Council in carrying out the
 responsibilities of the Council.
 - I. The Council shall form a subcommittee on health workforce whose purpose shall be to inform, coordinate, and facilitate statewide efforts to ensure that a well-trained, adequately distributed, and flexible health workforce is available to meet the needs of an efficient and effective health care system in Oklahoma. Duties of the Health Workforce Subcommittee shall include, but not be limited to, the following:
 - 1. Conducting data analysis and preparing reports on health workforce supply and demand;
 - 2. Research and analysis of state health professional education and training capacity;
 - 3. Recommend recruitment and retention strategies for areas determined by the Oklahoma Primary Care Office or the Oklahoma
 Office of Rural Health to be areas of high need; and
 - 4. Assessment of health workforce policy, evaluation of impact on Oklahoma's health system and health outcomes, and developing health workforce policy recommendations.

SECTION 15. AMENDATORY 74 O.S. 2011, Section 5003.11, is amended to read as follows:

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Section 5003.11. The Oklahoma Department of Commerce Economic Development and Tourism shall serve as the lead state agency in establishing a community development strategy and plan for the state. The Department shall have the authority to establish and administer community development programs such as certified community programs which enhance the quality of life in Oklahoma communities; the Department has the authority to administer such programs directly or by contract with qualified community development entities.

In establishing such programs, the Department shall determine needs, priorities or funding limits within the limits for such programs imposed by the Legislature. The Department may promulgate rules in accordance with the Administrative Procedures Act to clarify such programs.

The Department shall establish and develop or cause to be developed individual program budgets, work plans, and audits of each community development program established and administered. Any contract under this section shall be exempt from the Central Purchasing Act.

SECTION 16. AMENDATORY 74 O.S. 2011, Section 5003.15, is amended to read as follows:

Section 5003.15. A. The Oklahoma Department of Commerce

Economic Development and Tourism shall establish within the agency a central point of access and information for persons or business

entities in order to facilitate the creation of new business
enterprises within the state. The central point of access and the
related programs shall be designated the "2nd Century
Entrepreneurship Center".

- B. The Department shall utilize the existing Master Business Licensing System and incorporate the systems and informational resources currently in use to establish the 2nd Century Entrepreneurship Center.
- C. The Department of Commerce Economic Development and Tourism shall develop a centralized method by which an emerging or expanding Oklahoma business enterprise may have access to all state and local permit information, license information, applicable state or local codes, and other information and resources necessary for the successful organization of a new business enterprise or for the expansion of an existing business enterprise.
- D. To the extent possible, the 2nd Century Entrepreneurship
 Center shall allow an emerging or expanding business enterprise to
 complete all steps necessary for the formation and organization of
 the business entity, including the formal organization of the
 business entity, the acquisition of a federal employer tax
 identification number, if required, the acquisition of any needed
 licenses or permits from the Secretary of State, the Oklahoma Tax
 Commission, or the Oklahoma Employment Security Commission.

E. The Department of Commerce Economic Development and Tourism may work in collaboration with other statewide partners also involved in the offering of entrepreneurship-based programs.

SECTION 17. AMENDATORY 74 O.S. 2011, Section 5003.21, is amended to read as follows:

Economic Development and Tourism shall provide direction and assistance to private for-profit business entities, community-owned business entities, and governmental entities which are engaged in an activity related to the processing of Eastern Red Cedar trees and products or processes related to the Eastern Red Cedar tree on the steps necessary to qualify for and access existing economic and tax incentives. The Department shall work with the Eastern Red Cedar Registry Board created in Section 4 18-403 of this act Title 2 of the Oklahoma Statutes to identify viable programs that can provide or create opportunities for business or governmental entities involved in an activity related to the processing of Eastern Red Cedar trees and products or processes related to the Eastern Red Cedar tree.

B. The Oklahoma Department of Commerce Economic Development and Tourism shall utilize its existing resources in order to make the information described in subsection A of this section accessible to interested persons and business entities that could benefit from the utilization of any incentive programs.

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SECTION 18. AMENDATORY 74 O.S. 2011, Section 5004.1, is amended to read as follows:
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Section 5004.1. The Oklahoma Department of Commerce Economic

Development and Tourism may employ an attorney. Such attorney shall be a full-time employee of the Department and act as general counsel for the Department.

SECTION 19. AMENDATORY 74 O.S. 2011, Section 5012, is amended to read as follows:

Section 5012. A. There is hereby created the "Oklahoma Department of Commerce Economic Development and Tourism Revolving Fund". The fund shall consist of all monies, other than appropriated monies, received by the Department which are not directed to be placed into another fund. The fund shall be a continuing fund not subject to fiscal year limitations and shall be subject to the administrative direction of the Oklahoma Department of Commerce Economic Development and Tourism. Expenditures from the fund shall be made upon warrants issued by the State Treasurer against claims submitted to the Director of the Office of Management and Enterprise Services. Monies in the fund may be expended for the operating expenses of the Department and shall be made pursuant to the laws of this state.

B. On July 1, 1986, any unallotted cash balance in the funds created in Sections 678 and 2008 of this title shall be transferred to the Oklahoma Department of Commerce Economic Development and

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1 | Tourism Revolving Fund. All outstanding financial obligations and
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- 2 encumbrances of the funds created in Sections 678 and 2008 of this
- 3 | title are hereby transferred to the Oklahoma Department of Commerce
- 4 | Economic Development and Tourism. After November 15, 1986, any
- 5 unexpended balance in the funds created in Sections 678 and 2008 of
- 6 this title shall be transferred to the Oklahoma Department of
- 7 | Commerce Economic Development and Tourism Revolving Fund.
- 8 | SECTION 20. AMENDATORY 74 O.S. 2011, Section 2202, is
- 9 amended to read as follows:
- 10 Section 2202. A. It shall be the purpose of the Commission and
- 11 | the Department of Economic Development and Tourism to:
- 12 1. Conserve and protect the parkland under the control of the
- 13 | Commission Department;
- 2. Oversee the operation and maintenance of the state's lodges
- 15 | and golf courses;
- 3. Promote tourism by publicity and dissemination of
- 17 | information;
- 4. Assist in promotion of events sponsored by municipalities,
- 19 associations, and organizations commemorating special events of
- 20 | local or historical interest;
- 5. Educate the public on the people, places, events, culture,
- 22 | and history of Oklahoma; and

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- 6. Function in an advisory capacity to the Governor, State Legislature, state agencies, municipalities, and to private organizations on matters pertaining to tourism and recreation.
- B. The Commission Department shall determine or set policy for the Department and shall determine the broad plans and programs necessary to accomplish the duties and responsibilities in the Commission Department.
- 8 SECTION 21. AMENDATORY 74 O.S. 2011, Section 2204, is 9 amended to read as follows:
 - Section 2204. There are hereby granted to and imposed in the Commission Department of Economic Development and Tourism, and in any commission or body which may hereafter succeed to the powers, rights and duties of the Commission Department, the following additional powers, rights and duties:
 - 1. Sue and be sued:

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- 2. Adopt, use, and alter an official seal;
- 3. Make bylaws for the management and regulation of its affairs;
- 4. Appoint, prescribe the duties, and fix the compensation for officers, agents, and employees;
- 5. Make contracts and execute instruments as in the judgment of
 the Commission Department are necessary or convenient to the
 exercise of the powers conferred upon it by law; and

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        6. Promulgate rules and policies necessary and convenient to
    the exercise of the powers conferred upon it by law.
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                                       74 O.S. 2011, Section 2205, is
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        SECTION 22.
                        AMENDATORY
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    amended to read as follows:
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        Section 2205. The Commission Department of Economic Development
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    and Tourism shall prepare and submit to the Governor and to the
    Legislature on the first day of each legislative session a report of
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    the activities of the Department, together with all information and
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    data in the possession of the Department as the Commission
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    Department shall deem of value to the Governor, the Legislature and
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    the people of the State of Oklahoma. Each report may contain
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    recommendations for legislation as the Commission Department may
    deem necessary to give full effect to all the provisions of the
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    Oklahoma Tourism, Parks and Recreation Enhancement Act this act.
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                                       74 O.S. 2011, Section 2206, is
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        SECTION 23.
                        AMENDATORY
    amended to read as follows:
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        Section 2206. The chief executive officer of the Department of
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    Economic Development and Tourism shall be the Executive Director,
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    who shall be appointed by the Commission Governor with the advice
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    and consent of the Senate and who shall serve at the pleasure of
    said Commission the Governor. The Executive Director shall be
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    chosen with regard to knowledge, training, experience, and ability
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establish the salary of the Executive Director.

to administer the functions of the Department. The Commission shall

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SECTION 24. AMENDATORY 74 O.S. 2011, Section 2207, is amended to read as follows:

Section 2207. Subject to the policies and rules of the

Commission Department of Economic Development and Tourism, the

Executive Director shall:

- 1. Organize the Department in a manner to efficiently achieve the objectives of the Commission;
 - 2. Prepare and submit plans for administering the programs of the Commission Department;
 - 3. Prepare a personnel schedule, employ personnel, define duties, appoint technicians and consultants, and fix salaries or compensation;
 - 4. Administer all policies formulated and adopted by the Commission Department;
 - 5. Enter into leases, grant easements and execute such instruments as in the judgment of the Commission Department are necessary or convenient to the exercise of those powers and duties of the Commission Department pursuant to the Oklahoma Tourism, Parks and Recreation Enhancement Act. The Executive Director shall provide a monthly report to the Commission of actions taken as a result of such delegation;
- 6. Develop and implement a pay incentive plan for employees of the Department. Incentive pay shall not be included in the base salary of an employee, and shall be based on the goals and

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1 | eligibility established by the Commission on an annual basis.
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- 2 | Incentive pay shall not exceed ten percent (10%) of the salary of
- 3 each eligible employee or the total change in improved financial
- 4 performance for each facility over the previous fiscal year. Such
- 5 | compensation shall not be subject to the requirements of Section
- 6 840-2.17 of Title 74 of the Oklahoma Statutes. The Commission
- 7 Department shall promulgate rules for the implementation of the
- 8 plan; and
- 9 7. Authorize any division of the Department to sell advertising
- 10 | in any of the publications of the division, on division property on
- 11 | which advertising is sold in the tourism industry, or on its web
- 12 | site, provided that such advertising shall be approved by the
- 13 Division Director or designee prior to acceptance for publication.
- 14 The sale of advertising and negotiation of rates for the advertising
- 15 | shall not be subject to the Central Purchasing Act or the
- 16 Administrative Procedures Act.
- 17 SECTION 25. AMENDATORY 74 O.S. 2011, Section 2208, is
- 18 | amended to read as follows:
- 19 Section 2208. The Executive Director may authorize the use of
- 20 revolving fund income for entertainment and promotion expenses of
- 21 | the Department Economic Development and Tourism, provided that the
- 22 expenses are directly related to business development for state-
- 23 operated or state-owned facilities and the furtherance of tourism in
- 24 Oklahoma. In all cases, the expenses shall be approved in advance

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    by the Executive Director, be audited by the fiscal officer for the
    Department on a monthly basis, and submitted to the Commission as
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    item for information.
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        SECTION 26.
                        AMENDATORY
                                       74 O.S. 2011, Section 2209, is
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    amended to read as follows:
        Section 2209. The Executive Director may authorize the
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    provision of aid and assistance to the governmental units of
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    Oklahoma or to any nongovernmental agency or organization in
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    planning for the development of community recreation programs.
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    Department Economic Development and Tourism may act jointly with
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    other state agencies, institutions, departments, boards or
    commissions, to coordinate the park and recreational functions at
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    the state level of government.
                                       74 O.S. 2011, Section 2210, is
        SECTION 27.
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                        AMENDATORY
    amended to read as follows:
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        Section 2210. The Executive Director is hereby authorized to
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    employ an attorney as needed, within the total employee limit
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    authorized for the operation of the Department Economic Development
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    and Tourism, on a full- or part-time basis, to advise the Commission
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    Department, the Executive Director and other department personnel on
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    legal matters and to appear for and represent the Commission
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Upon the request of the Commission or the Executive Director, it

Department and the Executive Director in administrative hearings and

other legal actions and procedures related to their official duties.

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shall be the duty of the Office of the Attorney General to give an official opinion, prosecute, and defend actions of the <del>Commission or</del>
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- 3 Department.
- 4 SECTION 28. AMENDATORY 74 O.S. 2011, Section 2211, is
- 5 amended to read as follows:
- 6 Section 2211. There are hereby created within the Oklahoma
- 7 Tourism and Recreation Department of Economic Development and
- 8 Tourism the Division of State Parks, the Travel Promotion Division,
- 9 | "Oklahoma Today Magazine", and the Division of Administrative
- 10 Services; provided, however, the Commission Department shall have
- 11 authority, by resolution, to create other divisions and may, by
- 12 resolution, combine or abolish any or all such divisions, as deemed
- 13 to be necessary to carry out its duties under the Oklahoma Tourism,
- 14 | Parks and Recreation Enhancement Act.
- 15 SECTION 29. AMENDATORY 74 O.S. 2011, Section 2212, is
- 16 amended to read as follows:
- 17 Section 2212. The Commission Department of Economic Development
- 18 | and Tourism shall have the authority to exercise the following
- 19 powers, rights and privileges related to state parks:
- 20 1. Have the exclusive possession and control of, and to operate
- 21 and maintain for the benefit of the people of the State of Oklahoma
- 22 | all state parks and all lands and other properties now or hereafter
- 23 owned or leased by the state or Commission for park or recreational

24 purposes;

2. Acquire by purchase, exchange, lease, gift, condemnation, or in any other manner and to maintain, use and operate any and all property, real, personal or mixed, necessary or convenient to the exercise of the powers, rights, privileges and functions conferred upon it by the Oklahoma Tourism, Parks and Recreation Enhancement

Act this act. Title to all such property shall be vested in the State of Oklahoma, although such property is sometimes herein referred to as property "of the Commission Department". The power of condemnation herein granted shall be exercised in the manner provided by the general laws of the state for the condemnation of property by the state;

- 3. Subject to the provisions of the Oklahoma Tourism, Parks and Recreation Enhancement Act this act, from time to time lease, without restriction as to term, any property which the Commission Department shall determine to be necessary or convenient to more fully carry into effect the duties and powers of said Commission the Department; and
- 4. Acquire, conserve, protect, construct, extend, reduce, improve, maintain and operate any and all facilities of all kinds which in the judgment of the Commission Department will provide recreational or other facilities for the benefit of the public, or which are necessary or convenient to the exercise of the powers of the Commission Department.

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1 SECTION 30. AMENDATORY 74 O.S. 2011, Section 2213, is 2 amended to read as follows:
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Section 2213. The Commission Department of Economic Development and Tourism may contract for the study, analysis, and planning as reasonably necessary to aid in determining the feasibility of leasing, selling or privately managing or developing the property or facilities under the control of the Commission Department. The Commission Department shall be exempt from the competitive bidding requirements of the Oklahoma Central Purchasing Act for the purpose of soliciting, negotiating, and effectuating such a contract or contracts.

SECTION 31. AMENDATORY 74 O.S. 2011, Section 2214, is amended to read as follows:

Section 2214. A. Any person, natural or corporate, who submits a bid on a contract for work or services, or for the furnishing of materials, equipment, or supplies, or for the sale of any other thing of value where a contract is involved, shall submit, at the time of contract execution, a performance bond in such form and amount as may be required by the Commission Department of Economic Development and Tourism, or any existing statutory provision. Any lessee leasing any portion of a state park, lake, or recreation area under the authority of any law shall submit a performance bond in such form and amount as may be required by the Commission

Department. All such bonds shall be in such form as is approved by

- law for other performance bonds made to the State of Oklahoma, and shall be deposited with the Secretary of State. This section is cumulative to existing law, and is intended to require performance security for contracts and leases involving state parks, lakes, and recreation areas in those instances where no such bonds or other securities are presently required by law.
 - B. For the purpose of this section, performance bonds shall include, but not be limited to, cash payments, cashier's checks and irrevocable letters of credit.
- 10 SECTION 32. AMENDATORY 74 O.S. 2011, Section 2215, as
 11 amended by Section 989, Chapter 304, O.S.L. 2012 (74 O.S. Supp.
 12 2015, Section 2215), is amended to read as follows:

- Section 2215. The Division of State Parks shall, subject to the policies and rules of the Commission Department of Economic

 Development and Tourism:
 - 1. Conserve, preserve, plan, supervise, construct, enlarge, reduce, improve, maintain, equip and operate parkland and public recreation facilities including, but not limited to, lodges, cabins, camping sites, scenic trails, picnic sites, golf courses, boating, and swimming facilities under the jurisdiction and control of the Commission Department. All facilities in state parks shall be reasonably necessary and useful in promoting the public use of state parks and shall be in accord with the resource management plan for the respective park;

2. Supervise the management and use of state properties and facilities under the jurisdiction of the Commission Department, with an emphasis on conserving, protecting, and enhancing the natural, ecological, historic, cultural, and other resources contained in each park and to provide for the public enjoyment of and access to these resources in a manner which will protect them for future generations;

- 3. Formulate, establish, maintain, and periodically review with public participation a resource management plan for each state park. The resource management plan, upon approval by the Commission

 Department, shall be considered a guide for the development, utilization, protection, and management of the state park and its natural, cultural, historic, and recreational resources;
- 4. Authorize those employees in the Park Manager job family classification series, as established by the Office of Management and Enterprise Services, to maintain administrative control over all facilities, programs, operations, services, and employees in the park to which they are assigned; and
- 5. Enforce the rules and policies governing the use of and conduct of patrons in all recreational facilities and properties of the Commission Department. The Commission Department may adopt rules to lease concessions in any state-owned facility if the Commission Department deems it feasible.

SECTION 33. AMENDATORY 74 O.S. 2011, Section 2216, as amended by Section 990, Chapter 304, O.S.L. 2012 (74 O.S. Supp. 3 2015, Section 2216), is amended to read as follows:

Section 2216. Park Rangers, subject to the policies of the Commission Department of Economic Development and Tourism, shall:

- 1. Obtain a commission as an officer or employee pursuant to the certification specified in Section 3311 of Title 70 of the Oklahoma Statutes and by the Division of State Parks;
- 2. Secure the parks and property of the Department and maintain law and order therein;
- 3. Maintain the powers of peace officers except the serving or execution of civil process, have in all parts of the state the same powers with respect to criminal matters and enforcement of the laws relating thereto as sheriffs, highway patrolmen and police officers in their respective jurisdictions and possess all immunities and matters of defense now available or hereafter made available to sheriffs, the highway patrol, and police officers in any suit brought against them resulting from acts done in the course of their employment;
- 4. Possess law enforcement jurisdiction over state parks, including all facilities located therein;
- 5. Serve a probationary period of twelve (12) months. The
 Division of State Parks Director may extend the probationary period
 for up to three (3) additional months provided that the employee and

- the Office of Management and Enterprise Services are notified in
 writing as to such action and the reasons therefor. At any time
 during a probationary period the employment of a park ranger may be
 terminated in accordance with Department procedure and at the
 discretion of the Director of State Parks. Retention of the
 employee, after expiration of the probationary period, shall entitle
 the employee to be classified as a permanent employee;
 - 6. Provide law enforcement protection and enforcement pursuant to the terms of interlocal agreements authorized by the Commission with other entities of government or federally recognized tribes in the state; and

- 7. Remain in the Oklahoma Law Enforcement Retirement System if promoted to the Park Manager job family classification series, provided they maintain their certification specified in Section 3311 of Title 70 of the Oklahoma Statutes, perform the requisite training required by the Chief Park Ranger, and meet all other requirements, policies, and rules of the Department and laws of the state.
- SECTION 34. AMENDATORY 74 O.S. 2011, Section 2218, is amended to read as follows:

Section 2218. Authorized park personnel are authorized to inspect boats, issue permits for the operation of watercraft of all kinds, charge and collect fees for the inspection and for the operation of such craft, prescribing the type, style, location and equipment of all wharves, docks and anchorages, pavilions,

restaurants and other structures or buildings which may be constructed along shores or upon the waters of any body of water or upon other property controlled by the Commission and providing for the licensing, inspection and supervision of same, and granting and imposing charges for permits and for all commercial uses or purposes to which any of the properties of the Commission Department of Economic Development and Tourism or any structures or buildings located on property of the Commission Department may be used. SECTION 35. AMENDATORY 74 O.S. 2011, Section 2219, is

amended to read as follows:

Development and Tourism may offer for sale, sell and execute oil and gas leases, and other mineral and mining leases, on any of the lands of the state under the control and supervision of the Commission

Department, provided, the development of land for the purpose leased shall not unduly interfere with the purpose for which the land is being used by the state.

B. The Commission Department may promulgate additional rules, as are necessary and for the best interest of the state to facilitate the sale of the leases. The Chair of the Commission Executive Director shall execute the leases for and on behalf of the Commission Department, and the Chair Executive Director shall be liable on the official bond for failure to faithfully discharge such duties. The sale of leases shall be made upon the basis of a

retained royalty of not less than one-eighth (1/8) of all oil, gas, casinghead gas, and other minerals produced from the lands covered by the leases and any additional cash bonus procured. Provided, however, if the state owns less than one hundred percent (100%) of the oil, gas, casinghead gas and other minerals covered by any such lease, the royalty retained shall not be less than one-eighth (1/8) of the mineral interest.

- C. All leases shall contain a provision that in the event of the discovery of natural gas, the gas shall be furnished free of charge to any state institution now or hereafter located upon the lands covered by the lease. Leases shall be sold only after advertisement for a period of three (3) weeks in a legal newspaper published and of general circulation in the county in which the lands are located. A sale shall be made to the highest and best bidder and all bids shall be in sealed envelopes which shall be opened and considered at the same time. The Commission Department may reject any and all bids and readvertise any leases for sale.
- D. Revenues derived from the sale of oil and gas leases and other mineral leases shall be dedicated to the improvement of state park facilities and property to include, but not limited to, the conservation, protection, and rehabilitation of state parkland, the preservation of historic properties under the jurisdiction of the Commission Department, and master planning of state park properties.

SECTION 36. AMENDATORY 74 O.S. 2011, Section 2220, is amended to read as follows:

Section 2220. A. The Commission Department of Economic

Development and Tourism may prescribe and collect reasonable rates

and fees pursuant to the provisions of this section for the

services, facilities and commodities rendered by all property of the

Commission Department.

- 1. The Commission Department may establish maximum rates for rooms at the state lodges and cabins, for recreational activities, for recreational vehicles and camping sites, and for community facilities under control of the Commission Department. The method whereby the rates are determined shall be promulgated pursuant to Article I of the Administrative Procedures Act. At least twenty (20) days prior to the adoption or approval of any rate changes by the Commission Department, the Department shall submit a copy of the proposed rates, for informational purposes, to the Governor, Speaker of the House of Representatives and President Pro Tempore of the Senate. Any change in the rates during the year when the Legislature is not in session shall be reported in writing to the Governor, Speaker of the House of Representatives and President Pro Tempore of the Senate within five (5) business days of such Commission Department action.
- 2. The Commission Department may establish maximum charges for all activities at state-owned golf courses. The charges may vary

- 1 among the different golf courses according to the practices of the golf industry. The method whereby the maximum charges are 2 3 determined shall be in accordance with rules promulgated pursuant to Article I of the Administrative Procedures Act. At least twenty 4 5 (20) days prior to the adoption or approval of any rate changes by the Commission Department, the Department shall submit a copy of 6 such proposed charges, for informational purposes, to the Governor, 7 Speaker of the House of Representatives and President Pro Tempore of 9 the Senate.
- 10 The Commission Department may establish entrance or day-use 11 charges for the state park system. All monies collected from 12 entrance or day-use charges shall be used for the capital improvements at the state parks where the charges were collected. 13 The Commission Department may establish an annual pass for visitors. 14 The method whereby the maximum charges are determined, sold, and 15 collected shall be in accordance with rules promulgated pursuant to 16 Article I of the Administrative Procedures Act. At least twenty 17 (20) days prior to the adoption or approval of any rate changes by 18 the Commission Department, the Department shall submit a copy of 19 such proposed charges, for informational purposes, to the Governor, 20 Speaker of the House of Representatives and President Pro Tempore of 21 the Senate. 22
 - 4. Fees shall be promulgated pursuant to Article I of the Administrative Procedures Act.

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5. Fees may reflect the seasonal usage of the parks and facilities and for promotional purposes and goals.

- B. All fees, licenses and other charges shall be posted in a convenient place in each park. Every person using any of the facilities in a park shall be charged the same fees, licenses and every other charge except:
- 1. Residents of this state sixty-two (62) years of age and over and their spouses shall not be charged any admission fees for entrance into any state-owned and -operated park. The Commission Department may promulgate rules establishing different fees for residents and nonresidents sixty-two (62) years of age and over. Identification may be established by presentation of proof of age, residency, a state driver license, a state license for identification only, birth certificate or any other form of identification authorized by the Commission Department;
- 2. Individuals who have been certified as totally disabled under state or federal law and their spouses shall be entitled to a fifty percent (50%) reduction of fees which apply to recreational use facilities;
- 3. Children's groups, volunteer groups as specified by the
 Commission Department, or governmental entities that provide
 beneficial services at the facility for which the fee may be reduced
 or waived; and

4. Special discount rates as authorized in this section may be waived for individuals who are members of a group being provided a special group rate as allowed by law.

- C. The failure to collect such fees, licenses and other charges shall subject an employee of the Commission Department to a fine of Twenty-five Dollars (\$25.00) for each and every violation.
- SECTION 37. AMENDATORY 74 O.S. 2011, Section 2221, is amended to read as follows:
- Section 2221. A. The Commission, through the Department, of

 Economic Development and Tourism is authorized to promote stateowned, leased, or operated facilities. The Department may utilize
 specific promotion programs such as the provision of complimentary
 rooms, package-rate plans, group rates, guest incentive sales
 programs, entertainment of prospective guests, employee-information
 programs, golf promotional programs as well as other sales and
 promotion programs considered acceptable in the hospitality
 industry, in the travel industry, or the regional magazine industry
 are approved as necessary advertising and promotion expenses.
- B. In order to best carry out the duties and responsibilities of the Department and to serve the people of the state in the promotion of tourism and tourism economic development, the Department may enter into partnerships for promotional programs and projects with a private person, firm, corporation, organization or association. The Department may enter into contracts or agreements

under terms to be mutually agreed upon to carry out the promotional programs and projects, excluding the advertising contract by the Department which utilizes the Tourism Promotion Tax or acquisition of land or buildings. The contracts or agreements may be negotiated and shall not be subject to the provisions of the Oklahoma Central Purchasing Act or the Public Competitive Bidding Act of 1974.

C. All contracts or agreements entered into as partnerships for promotional projects or programs by the Department shall be approved by the Commission.

SECTION 38. AMENDATORY 74 O.S. 2011, Section 2222, is amended to read as follows:

Section 2222. A. The Commission Department of Economic

Development and Tourism may sell real estate owned by the State of

Oklahoma or the Department that is surplus to its use and under the

jurisdiction of the Commission Department located within McCurtain

County and situated within the Cedar Creek area of Hochatown State

Park.

B. The Commission and Department shall not be subject to the provisions of Section 129.4 of Title 74 of the Oklahoma Statutes for the sale. All monies received from the sale of the property, except those monies necessary to pay the expenses incurred pursuant to the sale, shall be deposited in the Oklahoma Tourism and Recreation Department Revolving Fund 215 ("215 Fund"). Revenue derived from such real estate sale deposited to the fund shall be utilized for

- 1 | the benefit of Hochatown State Park or Beavers Bend State Park.
- 2 | Such real estate sale shall not be subject to the provisions of
- 3 | Section 456.7 of Title 74 of the Oklahoma Statutes.
- 4 SECTION 39. AMENDATORY 74 O.S. 2011, Section 2223, is
- 5 amended to read as follows:
- 6 Section 2223. A. The Commission Department of Economic
- 7 Development and Tourism may sell real estate and personal property
- 8 owned or acquired by the State of Oklahoma or the Department, now or
- 9 in the future, and under the jurisdiction of the Commission
- 10 Department located within Marshall County and situated within Texoma
- 11 State Park.
- B. The sale of real estate and personal property authorized
- 13 | pursuant to subsection A of this section shall be subject to all
- 14 existing easements and reservations of record. The Commission or
- 15 | Department shall transfer any interests held including, but not
- 16 limited to licenses, operating permits and leasehold interests to a
- 17 | subsequent purchaser.
- 18 C. The Commission and Department shall not be subject to the
- 19 provisions of Section 129.4 of Title 74 of the Oklahoma Statutes for
- 20 | such sale. All monies received from the sale of these properties,
- 21 except those monies necessary to pay the expenses incurred pursuant
- 22 | to the sale, shall be deposited in the Oklahoma Tourism and
- 23 | Recreation Department Revolving Fund 215 ("215 Fund"). Revenue
- 24 derived from such real estate and personal property sale deposited

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to the fund shall be utilized for the benefit of the state park system. Such real estate and personal property sale shall not be subject to the provisions of Section 456.7 of Title 74 of the Oklahoma Statutes.
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D. For every developed acre of land containing recreational vehicle campgrounds and other campgrounds that is sold pursuant to this section, an equivalent amount of replacement land shall be selected by the Oklahoma Tourism and Recreation Department in a suitable area at Lake Texoma or in the vicinity, and developed to provide comparable outdoor public recreation facilities for operation as part of the Oklahoma state park system.

SECTION 40. AMENDATORY 74 O.S. 2011, Section 2224, is amended to read as follows:

Section 2224. The Commission Department of Economic Development and Tourism may transfer to any city, county, or other agency of government, which is a willing recipient, its interest in real and personal property owned by the State of Oklahoma or the Department and operated and maintained under the jurisdiction of the Commission Department. Such real estate transfers shall not be subject to Section 456.7 or 129.4 327 of Title 74 61 of the Oklahoma Statutes or any provision of state law relative to disposition of real estate. Such real estate transfers shall be subject to the following provisions:

1. The city, county or other agency recipient shall agree to accept the interest transferred by the state, accept responsibility for the property, and use the real estate for public recreation purposes in accordance with the Land and Water Conservation Fund Act of 1965, Public Law 88-578, 78 U.S.C., Section 897;

- 2. The city, county or other agency recipient shall not dispose of the property unless substitute property is provided that is equivalent in value and usefulness;
- 3. The Commission Department shall transfer the property to the recipient by quit claim deed or other instrument as may be appropriate;
- 4. The consideration for the property transfer shall be the agreement of the recipient to continue public recreation use of the property and to manage the property without an operating subsidy from the Department or Commission;
- 5. The real estate transfer shall be subject to all existing easements and reservations of record; and
- 6. The Commission Department shall provide written notice to the President Pro Tempore of the Senate and the Speaker of the House of Representatives detailing any such proposed transfer agreement to be entered into pursuant to this section no later than thirty (30) days prior to the first day of the legislative session. The Commission Department shall approve such proposed transfer during the legislative session to be effective at the beginning of the next

fiscal year, contingent upon the approval of the proposed transfer by the Legislature.

SECTION 41. AMENDATORY 74 O.S. 2011, Section 2225, is amended to read as follows:

Section 2225. A. The Oklahoma Tourism and Recreation

Commission Department of Economic Development and Tourism is encouraged to explore the potential benefits of not-for-profit foundations for support of state parks. Such support from a not-for-profit foundation shall not substitute for the obligation of the state to support the natural resources infrastructure of the state, but shall serve only as a supplement to state funding and as a means to further assist the Oklahoma Tourism and Recreation Department in preserving the natural resources and historical, educational, and cultural facilities of significance in the state.

B. There is hereby authorized the establishment of a not-forprofit state park foundation for the purpose of encouraging
contributions by private individuals, companies, foundations,
corporations, and others in the private and public sectors.

Contributions shall be utilized for the support, preservation, and
development of state park properties. This support, preservation,
and development shall include, but is not limited to, preservation
of historic facilities, development of educational and interpretive
programs, materials, and other means of support.

- C. As used in this section, a "state park foundation" means any company, trust, corporation, or association:
- 1. That solicits money or property in the name of any state park under the jurisdiction of the Commission; and
 - 2. Which is exempt from federal income taxes.

- D. The Commission Department may refuse to accept any grant, award, or donation of real or personal property offered by or through a state park foundation.
- E. No employee of the Department shall be a voting member of a state park foundation board. Members of the Commission Department may serve on the board of a state park foundation, but shall not constitute a majority of the members of the board of the foundation. No member of the Commission Department serving on the board or an employee of the Department serving as an ex officio member of the board shall be compensated by the foundation for service as a member of the foundation board.
- F. A state park foundation created pursuant to this section shall not be an entity of state government. No state funds shall be deposited in any account owned or controlled by a state park foundation.
- 21 SECTION 42. AMENDATORY 74 O.S. 2011, Section 2226, is 22 amended to read as follows:
- Section 2226. The Oklahoma Transportation Commission shall construct, maintain and repair those roads and parking areas in

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    state parks as specified by the Commission Department of Economic
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    Development and Tourism.
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        SECTION 43.
                        AMENDATORY
                                       74 O.S. 2011, Section 2228, is
    amended to read as follows:
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        Section 2228.
                       The Oklahoma Wildlife Conservation Commission and
    the Oklahoma Tourism and Recreation Commission Department of
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    Economic Development and Tourism may authorize, by written agreement
    or agreements between the Commissions Commission and the Department,
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    hunting in designated state parks or designated portions of state
    parks under the administrative control of the Oklahoma Tourism and
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    Recreation Commission Department, excluding Lake Murray State Park.
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    The agreement or agreements shall be made with the advice of the
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    Attorney General's office and shall contain the duration, terms and
    conditions of the hunting authorization, a list of species to be
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    hunted and permitted firearms, a map designating the specific land
    areas to be open to hunting and shall provide for the administration
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    of the designated area or areas by the Oklahoma Wildlife
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    Conservation Commission for so long as hunting is authorized under
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    the provisions of the agreement or agreements. All areas to be open
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    to hunting shall be clearly marked by signs to designate the open
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    and closed areas.
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                                       74 O.S. 2011, Section 2229, is
        SECTION 44.
                        AMENDATORY
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    amended to read as follows:
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Section 2229. The Commission Department of Economic Development and Tourism is authorized to negotiate with the duly constituted authorities of the municipal corporation of Davis, in Murray County, to purchase from the municipal corporation the property now owned by it and known as Turner Falls, and other contiguous properties in Murray County, for a state park, provided that said municipal authorities shall, by resolution, declare said property no longer suitable for municipal park purposes and beyond the fiscal means of the corporation properly to maintain as such. In the event of said purchase, the property shall be known as Turner Falls State Park.

SECTION 45. AMENDATORY 74 O.S. 2011, Section 2230, is amended to read as follows:

Section 2230. A. The Travel Promotion Division shall:

- 1. Encourage the orderly growth and development of tourism to and within the state by preparing and maintaining a comprehensive five-year travel development master plan and supporting marketing plan jointly with the private sector;
- 2. Create and convey an accurate, responsible, and elevated image of the state and its natural, cultural, historical, and recreational attractions and events;
- 3. Organize, coordinate, and conduct state, regional, national, and international marketing programs to increase the number of domestic and international travelers to Oklahoma;

4. Create, develop, produce, distribute, implement, and evaluate the effectiveness of public information programs, including publicity, brochures, public relations activities, film and slide production, still and audio visual photography, digital and electronic media, public service programs, advertising, and other informational aids for the promotion of tourism to the general public and the media;

- 5. Coordinate, advise and provide technical assistance to cities, counties, and regional tourism organizations in the state in the planning, development, and execution of tourism programs;
- 6. Cooperate and participate with neighboring states and the federal government to promote travel from domestic and international markets;
- 7. Develop and partner with other entities of government and private entities to obtain timely research data to measure traveler volume and economic impact, determine traveler profiles, evaluate, and analyze market and advertising effectiveness;
- 8. Plan, coordinate, and conduct statewide conferences, seminars, and workshops to inform and educate representatives from the public and private sector in the state about programs and travel trends which affect the tourism industry;
- 9. Provide organization and coordination assistance to public and private tourism promotion organizations for participation in cooperative advertising and promotion opportunities with the

Department, including travel trade marketplaces, consumer sport, travel, and recreation shows within and outside the state;

- 10. Administer matching grant programs to multicounty organizations which promote travel and tourism to their areas of the state that are consistent and coordinated with the statewide travel marketing plan; and
- 11. Assist other state agencies with special tourism promotion projects, development of professional training opportunities and other projects which provide services to travelers.
- B. The Division may facilitate travel to and within the state by encouraging development of a tourism industry infrastructure which provides investment incentives to tourism businesses and tourism product development.
- C. The Division may contract with professionally qualified companies or individuals for services to assist in the development and production of advertising, promotion, publicity, and public relations programs, primary and secondary research data collection including analysis of state travel marketing programs and economic impact information.
- D. The Division may plan, construct, lease, operate, and maintain state-of-the-art tourism information centers and a central fulfillment warehouse. The centers shall be utilized for the purpose of providing services, selling merchandise, and distributing

- 1 information to travelers on the tourism facilities and opportunities 2 in the state.
- E. The Division may, upon approval of the Commission Department

 of Economic Development and Tourism, lease for a reasonable rate,

 retail and advertising space in state-operated tourism information

 centers. A performance bond, certificate of deposit, letter of

 credit, or cash equivalent, may be required by the Commission

 Department on any such lease.
 - F. Photographs, film recordings, video recordings, digital records and like recordings or records produced by or for the Division shall be available for public inspection during Division business hours; however, the Division shall not be required to provide copies or allow copying of the materials.

14 SECTION 46. AMENDATORY 74 O.S. 2011, Section 2232, is amended to read as follows:

Section 2232. The Commission, through the Department, of

Economic Development and Tourism may sponsor, promote and implement
an annual statewide tourism and recreation industry conference to
promote the tourism and recreation industry. The Department is
authorized to partner with private entities for the administration
and execution of the conference. The Department is hereby
authorized to charge registration and exhibit space fees necessary
to cover the costs of the conference and shall deposit the fees plus
any other conference proceeds, including donated funds, into an

agency special account to be created by the Special Agency Account

Board. Expenditure of monies from the agency special account shall

be for purposes incidental to the tourism and recreation industry

conference, and be approved by the Commission.

SECTION 47. AMENDATORY 74 O.S. 2011, Section 2234, is amended to read as follows:

Section 2234. A. The Department, with the approval of the Commission, of Economic Development and Tourism shall develop rules to administer any of the matching funds derived from the Department for the allowable expenditures of multicounty organizations. The rules shall be developed in accordance with this section and shall be adopted by the Commission. As used in the Oklahoma Tourism, Parks and Recreation Enhancement Department of Economic Development and Tourism Act:

- 1. "Multicounty organization" means a nonprofit organization which satisfies the following requirements:
 - a. its primary purpose is to promote the tourism attributes of a multiple-county region which is identified as a tourism "country" or "lake" area, or any other organization participating in the matching funds program on July 1, 2001,
 - b. it is governed by a board of directors elected by the membership of the organization,

c. it is governed by a board of directors which equitably represents the counties within the multiple-county region,

- d. it has an administrator of operations position who is not an elected director,
- e. it utilizes income from private sector sources as the basis for funding its administrative and promotion expenses, and
- f. it has provided to the Department an independent and certified financial audit for the preceding fiscal year;
- 2. "Administrative expenditure" means expenditures for the administration of fund raising and tourism promotion.

 Administrative expenditures shall include salaries, payroll taxes, insurance, personal services contracts, travel expenses not to exceed the amounts provided in the State Travel Reimbursement Act, rent, lease or purchase of facilities, office supplies, telephone and electronic communications and multicounty organization audit costs;
- 3. "Allowable expenditures" means expenditures by a multicounty organization submitted to the Department for matching funds in accordance with the provisions of this section and the rules promulgated by the Commission;

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4. "Discretionary expenditure" means those expenditures by multicounty organizations for which matching funds are not requested. Discretionary expenditures are not subject to the limiting provisions of this section and the rules promulgated by the Commission Department;

- 5. "Independent and certified audit" means a financial audit performed in accordance with Generally Accepted Government Auditing Standards, issued by the Comptroller General of the United States. The scope of the audit shall, at a minimum, consist of a statement of revenue and expenditures and shall include the specific requirements identified in this section and the rules promulgated by the Commission Department; and
- 6. "Tourism promotion expenditure" means an expenditure for the preparation, printing, publication and distribution of media advertising in brochures, news and publicity materials, travel posters, mailing pieces, newspapers, magazines, television, radio, billboards, advertising and promotional specialties, exhibit space and displays at trade shows and conventions and the expenses for operating such exhibits, including travel expenses, not to exceed amounts provided for in the State Travel Reimbursement Act, the cost of a travel writer, travel agent, tour broker and tour operator familiarization tours into the State of Oklahoma, and registration fees for an annual tourism and recreation industry conference with the purpose of attracting tourists or generating travel or tourism

activity within the state or multicounty organization areas. The amount expended within the multicounty organization area for tourism promotion shall not exceed fifty percent (50%) of the total of allowable expenditures and allocated matching funds.

- B. It is the intent of the Legislature to encourage the promotion of tourism by multicounty organizations in cooperation with the statewide program of the Department. Allowable administrative expenditures by multicounty organizations shall not exceed forty percent (40%) of the lesser of either the total amount allocated, including reallocations, to the organization from appropriations made by the Legislature or the total of the matched expenditures. The limitation on administrative expenditures applies only to those expenditures submitted for matching with stateappropriated funds.
- C. With the exception of those organizations identified as "country" or "lake" associations participating in the matching funds program on July 1, 2001, not more than one organization representing a recognized "country" or "lake" area shall be eligible to receive matching funds.
- D. Matching funds for the allowable expenditures shall be based upon actual expenditures by the multicounty organization less any discount, refund, or rebate to the multicounty organization.

 Multicounty organizations shall use a State of Oklahoma Notarized

Claim Form with all applicable statements and affidavits to request matching funds for the allowable expenditures.

- E. In order for a multicounty organization to receive matching funds for expenditures incurred to publish and distribute a promotional periodical emphasizing the attractions, landmarks, activities, geographical features and other characteristics of counties within the multicounty organization's area of responsibility, the multicounty organization shall be subject to the following requirements:
- 1. Maintain an account with a financial institution subject to the regulatory control of a state or federal financial regulatory entity for the deposit and withdrawal of all funds collected by or on behalf of the multicounty organization;
- 2. Prepare an annual Statement of Income and Expense showing all deposits to the account maintained with the financial institution and all withdrawals from the account with the financial institution for the period covered by the annual income and expense statement;
- 3. May enter into a contract with a person or legally organized business entity for the solicitation of advertising revenue in a promotional periodical publication and for the publication and distribution of the periodical emphasizing the attributes of sites, scenes, businesses and attractions located within the area for which the multicounty organization is responsible if:

a. the person or legally organized business entity

provides a detailed written disclosure to the

multicounty organization of its actual costs incurred

in performance of the contract on a periodic basis

during the period prescribed in the contract for

performance which disclosure shall be at least

quarterly,

- b. the multicounty organization ensures that the actual cost of publication for the promotional periodical is printed in at least 10-point type somewhere in the body of the publication,
- c. the multicounty organization ensures that the person or legally organized business entity performing services on behalf of the multicounty organization identifies to the multicounty organization each purchaser of advertising in the multicounty organization promotional periodical, the amount of money paid for advertising in the promotional periodical, and the size or other relevant characteristics of the material purchased for publication in the promotional periodical,
- d. the person or legally organized business entity soliciting advertising revenue may not advance or deposit their own funds as a means of securing

matching state funds, and such acts shall be deemed as fraud, subject to prosecution, and

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- the multicounty organization and the person or legally е. organized business entity acting on behalf of the multicounty organization both execute a statement, upon a form to be prescribed by the State Auditor and Inspector, under oath, that any funds being requested from the Department for matching of an allowable expenditure as authorized by this section represent an amount of money equal to an amount of money that has previously been deposited into the account maintained by the multicounty organization as of the date the request for matching funds is made. The statement shall include the identity of each purchaser of advertising in the multicounty organization promotional periodical and the amount of money paid for advertising in the periodical together with the other information required by subparagraph c of this paragraph. The statement shall also include a verification that the funds collected by or on behalf of the multicounty organization were expended for:
 - (1) a legitimate operational expense of the multicounty organization,

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(2) the purpose of obtaining matching funds as authorized by this section, or

- (3) a promotional event sponsored, conducted or organized by the multicounty organization for attracting attention to a specific location or occasion in furtherance of a purpose of the multicounty organization.
- F. 1. Each multicounty organization shall prepare and submit appropriate plans, including a budget work program, for the ensuing fiscal year to the Commission Department. Expenditures for obligations incurred before the Commission Department approves the multicounty organizations' plans and budget work programs and any changes thereto, and expenditures not in accordance with the multicounty organizations' plans and budget work programs, shall not be allowable expenditures. The approval by the Commission Department of a multicounty organization budget work program constitutes a firm commitment of the multicounty organization's appropriated funds, subject to any fiscal year limitation, except that the Commission Department may reallocate unobligated funds as provided by law.
- 2. Any funds collected on behalf of the multicounty organization for advertisements in the promotional periodical shall be paid to the multicounty organization within twenty (20) working days after collection by any entity acting on behalf of the

- 1 | multicounty organization for solicitation of advertising revenue.
- 2 | The multicounty organization shall deposit any funds paid to it
- 3 | within five (5) working days of receipt.
- 4 G. Each multicounty organization shall be required to submit an
- 5 annual independent and certified audit of the multicounty
- 6 organization. The audits shall encompass all funds available to the
- 7 | multicounty organization. The audit report shall include a
- 8 | statement of Income and Expense and, at a minimum, encompass all
- 9 monies received by the multicounty organization and all matched
- 10 expenditures reimbursed to the multicounty organization. Revenue
- 11 | reported shall include all advertising revenue received and define
- 12 | all other individual sources of revenue. The names and addresses of
- 13 and amounts received from each advertiser shall be included as an
- 14 unaudited supplemental schedule to the audit report.
- 15 H. The person or entity engaged to perform the audit required
- 16 by subsection G of this section shall:
- 1. Not be the same person or entity that performs bookkeeping,
- 18 | controllership or management functions, or other accounting services
- 19 | for the multicounty organization;
- 20 2. Be registered with the Oklahoma Accountancy Board and
- 21 possess a license to practice; and

- 3. File a copy of the audit performed on behalf of a
- 23 | multicounty organization with the State Auditor and Inspector.

- I. Failure to submit an audit report shall be cause for withholding of matching funds to a multicounty organization. Audit reports showing matching by any amount in excess of the allowable expenditures, matching for unallowable expenditures, or noncompliance with statutes, procedures prescribed herein, or in rules promulgated by the Commission shall be cause for withholding of matching funds until such time as restitution is made to the Department.
- J. The State Auditor and Inspector shall conduct an office examination of the audits filed pursuant to paragraph 3 of subsection H of this section on an annual basis. The examination shall include analysis of the quality of the audit performed and shall include written recommendations for modifications in future audits conducted on behalf of a multicounty organization.

SECTION 48. AMENDATORY 74 O.S. 2011, Section 2235, is amended to read as follows:

Section 2235. Prior to the expenditure of matching funds to any multicounty organization pursuant to the Oklahoma Tourism, Parks and Recreation Enhancement Department of Economic Development and Tourism Act, the Department shall deduct from the matching funds the amount of any and all obligations due and owing to the state by the multicounty organization.

1 SECTION 49. AMENDATORY 74 O.S. 2011, Section 2236, as amended by Section 33, Chapter 227, O.S.L. 2013 (74 O.S. Supp. 2015, Section 2236), is amended to read as follows:

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Oklahoma.

Section 2236. A. There is hereby created within the Department of Economic Development and Tourism, the Oklahoma Film and Music Office. The Office shall have the primary responsibility in state government for promoting the state as a location for producing motion pictures, television programs, videos and recording or performing music. The Office shall assist the motion picture, television and video film and music industries by providing production contacts in the state, suggesting possible filming, performing, publishing, and recording locations, and other activities that may be required to promote the state as a filming and music center. The Office shall develop resource quides, a database, and a web site. The Office shall develop listings of music festivals and music events being held in

- The Oklahoma Film and Music Office shall cooperate with other state and local offices as required to promote the film and music industries in this state.
- The Oklahoma Film and Music Office shall establish a film production registration program. Under the program, film production companies shall be required to register with the Office prior to starting production on a film located in the state. The Office

shall not require production companies to pay a fee for
registration. The purpose of the program shall be to allow the

Office to accurately track the number of filming productions

occurring in the state and the economic impact of those productions.

- D. The Oklahoma Film and Music Office shall submit an annual report to the Governor, the Speaker of the House of Representatives, and the President Pro Tempore of the Senate prior to July 1 of each year regarding the activities of the Office. The report shall state the number of filming productions that the Office has helped bring to the state and the economic impact of those productions, and provide similar information concerning the efforts of the Office to promote the music industry in this state.
- SECTION 50. AMENDATORY 74 O.S. 2011, Section 2237, is amended to read as follows:
 - Section 2237. A. There is hereby created within the Oklahoma

 Tourism and Recreation Department of Economic Development and

 Tourism, the "Oklahoma Today Magazine" Division. The Division shall be responsible for the publication of the "Oklahoma Today Magazine" a minimum of six times per year.
 - B. "Oklahoma Today Magazine" is hereby authorized to sell advertising. All advertising shall be approved by the appropriate division director prior to acceptance for publication.
 - C. In addition to a regular salary, any employee of the "Oklahoma Today Magazine" who obtains advertising, bulk

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subscription, newsstand, or ancillary product sales, for "Oklahoma Today Magazine", at the discretion of the Executive Director, may be awarded additional compensation in the form of a commission on net sales by the employee. The commission shall not exceed twenty-five percent (25%), with the commission percentage to be determined by the Executive Director. In no case shall the additional compensation, when combined with the salary of the employee, exceed ninety-five percent (95%) of the salary of the Executive Director.
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9 Commission payments shall be paid monthly, based on collected 10 revenues from sales by the employee.

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- D. The sale of advertising and negotiation of rates for the advertising shall not be subject to The Oklahoma Central Purchasing Act of 1974 or the Administrative Procedures Act.
- E. "Oklahoma Today Magazine" articles, and photographs produced by or for "Oklahoma Today Magazine", shall be available for public inspection during Department business hours. The Department shall not be required to provide copies or allow copying of the magazine, articles, or photographs other than as the Department provides copies of "Oklahoma Today Magazine" for newsstand and subscription sales.
- 21 SECTION 51. AMENDATORY 74 O.S. 2011, Section 2240, is 22 amended to read as follows:
- Section 2240. A. The Oklahoma Tourism and Recreation

 Department of Economic Development and Tourism shall establish a

1 cost and revenue reporting system for all budget activities and 2 subactivities of the Department.

- B. 1. The State Auditor and Inspector or a designated agent of the State Auditor and Inspector shall perform an independent audit of the Department annually. The audit shall be conducted in accordance with the Generally Accepted Government Auditing Standards as issued by the Comptroller General of the United States. The cost of the audit shall be borne by the Department.
- 2. Matters to be considered in determining the types of activities to be audited and the scope of the audit shall be based on an analysis of:
 - a. the date and results of prior audits, reviews, and/or independent studies,
 - b. financial exposure,
 - c. potential loss and risk,
 - d. requests by the Commission and/or executive management of the Department,
 - e. major changes in operations, programs, systems, and controls, and
 - f. opportunities to achieve operating benefits.

The audit may be conducted in accordance with Section 213.2 of Title 74 of the Oklahoma Statutes.

3. The internal auditors of the Department shall conduct internal audits of Department facilities and programs pursuant to the provisions of Section 228 of Title 74 of the Oklahoma Statutes.

- 4. The audits required by this section shall be completed on or before December 31 of each year and shall, upon distribution, become public record.
- C. Any person who intentionally alters or destroys records needed for the performance of an audit as provided for in this section or intentionally causes or directs a subordinate to do such acts, shall be subject to immediate removal from office or employment.
- D. The Commission Department shall provide notice to Department employees affected by this section of the prohibited acts and the penalties pursuant to the provisions of this section.
- SECTION 52. AMENDATORY 74 O.S. 2011, Section 2241, is amended to read as follows:
- Section 2241. A. For the purposes of the Oklahoma Tourism,

 Parks and Recreation Enhancement Department of Economic Development

 and Tourism Act, seasonal employees shall be unclassified employees

 employed by the Oklahoma Tourism and Recreation Department of

 Economic Development and Tourism who work less than one thousand six

 hundred (1,600) hours in any twelve-month period.
- B. The Department may employ seasonal employees throughout the calendar year. Project labor employed by the Department for a

- period of time necessary to complete a project shall be in the
 unclassified service of the state as provided by the Oklahoma

 Personnel Act of the Oklahoma Statutes. Such employees shall not be
 entitled to paid leave, paid holidays, retirement, health, dental or
 life insurance, and shall be exempt from any laws, rules or
 practices providing for such benefits.
 - C. The Department, in its annual budget request, shall include a summary of the use of project labor, which shall include the number of workers employed under the provisions of this section and the total wages paid to these employees.
- 11 SECTION 53. AMENDATORY 74 O.S. 2011, Section 2242, is
 12 amended to read as follows:

- Section 2242. The following offices and positions in the Oklahoma Tourism and Recreation Department of Economic Development and Tourism shall be in the unclassified service and shall not be subject to the Merit System of Personnel Administration:
- 1. The Executive Director, the Deputy Director, directors of the divisions of the Department and administrative assistant of each, and not more than four positions involved in the executive management of the Department;
 - 2. All positions in the Traveler Response Information Program;
- 3. All professional or managerial positions whose principal function is one of the following:

a. marketing and promotion of travel and tourism to and within the state,

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- b. promoting the state as a viable location for producing motion pictures and television programs and for recording music,
- c. developing, producing, and on-air broadcasting of "Discover Oklahoma", the weekly promotional television program,
- d. not more than fifteen positions performing financial management functions for the Department,
- e. not more than five positions performing human resources functions for the Department, and
- f. not more than two positions performing information services functions for the Department;
- 4. Any position associated with the development and production of "Oklahoma Today" magazine; and
- 5. Any position in the Division of State Parks utilized in the operation and administration of state resorts, cabins, lodges, and golf courses.
- 20 SECTION 54. AMENDATORY 74 O.S. 2011, Section 2242.1, is amended to read as follows:
 - Section 2242.1. Each employee at Murray State Park or Lake

 Murray Lodge who has a minimum of two (2) years' continuous service

 with the Oklahoma Tourism and Recreation Department of Economic

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Development and Tourism at Murray State Park or Lake Murray Lodge on
    the date of closure of the facility shall have the opportunity to
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    obtain employment with any successor operator of a resort or park
    facility located on the lands held by the Oklahoma Tourism and
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    Recreation Department, provided the employee is qualified and
    eligible for any such employment. Further, the Oklahoma Tourism and
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    Recreation Department is hereby directed to develop a severance
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    package for all employees of the Department affected by the closure
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    of any state lodge or park facility owned by the Department.
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        SECTION 55.
                        AMENDATORY
                                        74 O.S. 2011, Section 2243, is
    amended to read as follows:
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        Section 2243. Expenditure of funds for all purchases in excess
    of Fifty Thousand Dollars ($50,000.00) shall not be contracted
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    except upon approval of a majority of the Oklahoma Tourism and
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    Recreation Commission Department of Economic Development and
              The amount exempted by paragraph 1 of subsection A of
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    Tourism.
    Section 85.7 of this title shall apply to each separate department
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    facility as identified by the annual budget submitted to the Office
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    of Management and Enterprise Services pursuant to Section 34.42 of
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    Title 62 of the Oklahoma Statutes.
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        SECTION 56.
                        AMENDATORY
                                       74 O.S. 2011, Section 2244, as
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    amended by Section 992, Chapter 304, O.S.L. 2012 (74 O.S. Supp.
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    2015, Section 2244), is amended to read as follows:
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Section 2244. A. The Department of Economic Development and

Tourism shall be exempt from any provision of Sections 85.1 through

85.45k of this title requiring purchases to be made pursuant to a

statewide contract for individual purchases of less than Two

Thousand Five Hundred Dollars (\$2,500.00) when the following

conditions are met:

- 1. The Department documents a cost savings to the state resulting from the purchase of the item(s) from a vendor not on the statewide contract;
- 2. The exempted purchase is made in the county where the purchasing facility, as identified in subsection B of this section, is located or in an adjacent county; and
- 3. The exempted purchase is approved by the Executive Director or a designee prior to the purchase.
- B. The Commission Department shall promulgate rules, procedures, and forms necessary to adequately document the dollar savings resulting from the application of this section.
- C. The exemption provided for in this section shall apply to individual department entities identified by the annual budget submitted to the Office of Management and Enterprise Services.
- D. The Department shall not be required to purchase furniture, fixtures and equipment, and soft goods associated with the decor of the state parks, lodges, golf, and tourism information center facilities from Oklahoma prisons or reformatories.

E. Nothing in this section shall be construed to authorize bid splitting as prohibited by The Oklahoma Central Purchasing Act.

SECTION 57. AMENDATORY 74 O.S. 2011, Section 2245, is amended to read as follows:

Section 2245. A. The Department of Economic Development and Tourism may place uncollectible accounts receivable in a special account for accounting and budgetary purposes. An "uncollectible account receivable" shall have been uncollectible or due for at least one (1) year and possess at least one of the following characteristics:

- 1. The debtor has been discharged from bankruptcy or is insolvent;
 - 2. The debtor cannot be found or is deceased; or
- 3. A collection agency has indicated its inability to collect the debt.
 - B. If uncollectible accounts receivable are placed in a special account, the following procedures shall be observed:
 - 1. The proposed uncollectible accounts shall be forwarded to the Department by the appropriate divisions. The Department shall then submit the accounts to the Commission and to the State Auditor and Inspector once each fiscal year for placement into the special uncollectible account; and
 - 2. The Commission Department and the State Auditor and Inspector shall certify those accounts which meet the requirements

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of this section as "uncollectible accounts receivable" and shall place those accounts in the special account created by this section.
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- C. The special uncollectible accounts receivable account shall not be used for budgetary purposes in determining the assets of the Department or any of its divisions. The Department shall take all reasonable steps to collect all accounts, including those placed in the special account by operation of this section.
- 8 SECTION 58. AMENDATORY 74 O.S. 2011, Section 2248, is 9 amended to read as follows:
- Section 2248. The State Treasurer of Oklahoma shall be ex

 officio Treasurer of the Commission Department of Economic

 Development and Tourism for all purposes of the Oklahoma Tourism,

 Parks and Recreation Enhancement Department of Economic Development

 and Tourism Act. All official action taken by the Commission

 Department shall be taken through the adoption of appropriate

 resolutions.
- 17 SECTION 59. AMENDATORY 74 O.S. 2011, Section 2249, is
 18 amended to read as follows:
- Section 2249. The monies of the Commission Department of

 Economic Development and Tourism, except monies appropriated by the

 Legislature, shall be disbursed only by checks, drafts, orders or

 other instruments signed by such persons as shall be authorized to

 sign the same by the bylaws or by appropriate resolution. The

 general manager, if any, and all other officers, agents and

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employees of the Commission Department who shall be charged with the collection, custody, or payment of any funds of the Commission

Department shall give bond conditioned on the faithful performance of their duties and an accounting for all funds and properties of the Commission Department coming into their respective hands. Each bond, or if a blanket bond shall be prescribed, shall be in a form, amount, and with a surety approved by the Commission Department, and the premiums on the bonds shall be paid by the Commission Department
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10 SECTION 60. AMENDATORY 74 O.S. 2011, Section 2250, is
11 amended to read as follows:

and charged as an operating expense.

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- Section 2250. The Commission Department of Economic Development

 and Tourism shall keep complete and accurate accounts of all

 transactions and affairs of the Commission Department, conforming to

 approved methods of bookkeeping. Such accounts and the contracts,

 documents and records of the Commission Department shall be kept at

 its principal office and shall be open to public inspection at all

 reasonable times.
- 19 SECTION 61. AMENDATORY 74 O.S. 2011, Section 2251, as
 20 amended by Section 993, Chapter 304, O.S.L. 2012 (74 O.S. Supp.
 21 2015, Section 2251), is amended to read as follows:
- Section 2251. There is hereby created in the State Treasury a revolving fund for the Department of Economic Development and

 Tourism to be designated the "Oklahoma Tourism and Recreation

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1
    Department Revolving Fund". The fund shall consist of all monies
 2
    received by the Department pursuant to the provisions of this act,
    monies derived from the sale or conveyance of real property under
 3
    the jurisdiction of the Commission, and interest attributable to
 5
    investment of money in the fund. The revolving fund shall be a
    continuing fund not subject to fiscal year limitations and shall be
 6
    under the administrative direction of the Department. Expenditures
 7
    from the fund created by this section shall be for the
 9
    administration, operation, and maintenance expenses of the
10
    Department, for purchase of real property, and shall be made
    pursuant to the laws of this state and the statutes relating to the
11
12
    Department. Expenditures from said fund shall be made upon warrants
    issued by the State Treasurer against claims filed as prescribed by
13
    law with the Director of the Office of Management and Enterprise
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    Services for approval and payment.
        SECTION 62.
                        AMENDATORY
                                       74 O.S. 2011, Section 2252, as
16
    amended by Section 994, Chapter 304, O.S.L. 2012 (74 O.S. Supp.
17
    2015, Section 2252), is amended to read as follows:
18
        Section 2252. There is hereby created in the State Treasury a
19
    revolving fund for the Department of Economic Development and
20
    Tourism to be designated the "Oklahoma Today Magazine Revolving
21
    Fund". The fund shall be a continuing fund, not subject to fiscal
22
    year limitations, and shall consist of all monies received by the
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Department from donations, gifts and bequests by individuals,

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1
    corporations, organizations, associations and foundations specifying
    that such monies be expended on "Oklahoma Today Magazine" and its
 2
 3
    ancillary products and activities. No state monies shall be
    deposited in this fund. From monies deposited in this fund, the
 4
 5
    Executive Director may reimburse the publisher of "Oklahoma Today
    Magazine" and its staff for all actual and necessary expenses for
 6
 7
    travel, subsistence and entertainment in order to gain advertising
    and promotion for "Oklahoma Today Magazine", pursuant to Section
 9
    500.18 of this title. All monies accruing to the credit of said
10
    fund are hereby appropriated and may be budgeted and expended by the
11
    Department for the purpose of supporting and promoting "Oklahoma
    Today Magazine" and its ancillary products and activities, and for
12
    soliciting contributions for other expenses for "Oklahoma Today
13
    Magazine", so that the magazine can become self-supporting and not
14
    dependent on state-appropriated funds in the future. Expenditures
15
    from the fund shall be made upon warrants issued by the State
16
    Treasurer against claims filed as prescribed by law with the
17
    Director of the Office of Management and Enterprise Services for
18
    approval and payment.
19
                                       74 O.S. 2011, Section 2253, as
        SECTION 63.
                        AMENDATORY
20
    amended by Section 995, Chapter 304, O.S.L. 2012 (74 O.S. Supp.
21
    2015, Section 2253), is amended to read as follows:
22
        Section 2253. There is hereby created in the State Treasury a
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revolving fund for the Oklahoma Tourism and Recreation Department of

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Economic Development and Tourism to be designated the "Tourism and
 1
    Recreation Environmental Loan Proceeds Revolving Fund". The fund
 2
    shall be a continuing fund, not subject to fiscal year limitations,
 3
    and shall consist of all monies received from the State Revolving
 5
    Fund loan programs as administered by the Oklahoma Water Resources
    Board designated specifically for the purposes of reimbursements,
 6
    construction, repair, remediation, or improvement of eligible
 7
    facilities under the jurisdiction of the Oklahoma Tourism and
 8
 9
    Recreation Commission Department. The fund shall be under the
    administrative direction of the Oklahoma Tourism and Recreation
10
11
    Department. All monies accruing to the credit of the fund may be
12
    budgeted and expended by the Oklahoma Tourism and Recreation
    Department for the purpose of constructing, repairing, remediating,
13
    improving loan eligible projects, reimbursing the Department for
14
    eligible planning and design expenses, or paying for associated loan
15
    financing requirements. Expenditures from the fund shall be made
16
    upon warrants issued by the State Treasurer against claims filed as
17
    prescribed by law with the Director of the Office of Management and
18
    Enterprise Services for approval and payment.
19
        SECTION 64.
                        AMENDATORY
                                       74 O.S. 2011, Section 2254, as
20
    amended by Section 996, Chapter 304, O.S.L. 2012 (74 O.S. Supp.
21
    2015, Section 2254), is amended to read as follows:
22
        Section 2254. There is hereby created in the State Treasury a
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revolving fund for the Oklahoma Tourism and Recreation Department of

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1
    Economic Development and Tourism to be designated the "State Park
    System Improvement Revolving Fund". The fund shall be a continuing
 2
    fund not subject to fiscal year limitations. The fund shall consist
 3
    of all monies that are received by the Department, from all entrance
    or day-use charges for the state park system, including charges for
 5
    an annual pass for visitors to the state parks. All monies accruing
 6
    to the fund are hereby appropriated and may be expended by the
 7
    Department for the exclusive purpose of capital improvements at the
 9
    state park where the charges were collected. Expenditures from the
10
    fund shall be made upon warrants issued by the State Treasurer
    against claims filed as prescribed by law with the Director of the
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12
    Office of Management and Enterprise Services for approval and
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    payment.
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SECTION 65. AMENDATORY 74 O.S. 2011, Section 2254.1, as last amended by Section 1, Chapter 166, O.S.L. 2014 (74 O.S. Supp. 2015, Section 2254.1), is amended to read as follows:

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- Section 2254.1. A. There is hereby created in the State

 Treasury a revolving fund for the Oklahoma Tourism and Recreation

 Department of Economic Development and Tourism to be designated the

 "Oklahoma Tourism and Recreation Department Capital Expenditure

 Revolving Fund".
- B. The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all monies received by the Oklahoma Tourism and Recreation Department from the apportionment of

gross production tax revenues as prescribed by Section 1004 of Title

68 of the Oklahoma Statutes.

- C. All monies accruing to the credit of said fund are hereby appropriated and may be budgeted and expended by the Oklahoma

 Tourism and Recreation Department of Economic Development and

 Tourism for the purpose of one-time capital expenditures for capital assets owned, managed or controlled by the Oklahoma Tourism and Recreation Department.
- D. Expenditures from said fund shall be made upon warrants issued by the State Treasurer against claims filed as prescribed by law with the Director of the Office of Management and Enterprise Services for approval and payment.
- E. No monies in the fund shall be used for the payment of administrative expenses, salary or any other continuing obligation of the Oklahoma Tourism and Recreation Department of Economic Development and Tourism.
- F. The provisions of this section shall cease to have the force and effect of law on July 1, 2016. Any monies remaining in the fund created by this section on July 1, 2016, which have been encumbered, but not expended, may be expended according to the terms pursuant to which the monies were encumbered.
- SECTION 66. AMENDATORY 74 O.S. 2011, Section 2255, as amended by Section 998, Chapter 304, O.S.L. 2012 (74 O.S. Supp. 2015, Section 2255), is amended to read as follows:

1 Section 2255. A. There is hereby created a petty cash fund in the revolving fund of each of the properties or activities with sales under the control of the Department of Economic Development and Tourism. The petty cash funds shall be such amounts as are determined to be necessary by the Director of the Office of Management and Enterprise Services and the Executive Director of the Department. Petty cash funds may be expended for the payment of emergency purchases, for postage due, for bank charges, for resale merchandise and firewood purchases under One Hundred Dollars (\$100.00), for refund of charges for returned merchandise, for refund of advance deposits, to reimburse lease concessions, for purchases charged to guests' statement of account, to reimburse employees for gratuities charged to guests' statement of accounts, to pay artisans the net proceeds resulting from the sale of consignment arts and crafts products, to purchase beverage and vending licenses, and to purchase low-point beer.

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The petty cash funds may be reimbursed by the State Treasurer upon the filing of a claim with the proper receipts or from the agency clearing account if the petty cash disbursement was a refund of erroneous or excessive collections or credits. cash funds may be reimbursed from the agency clearing account for shortages accruing to the account. Reimbursements are to be made from the revolving fund. The Director of the Office of Management

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    and Enterprise Services shall prescribe all forms, systems and
 2
    procedures for administering the petty cash funds of the various
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    properties or activities with sales of the Department.
        SECTION 67.
                                     74 O.S. 2011, Section 5003.1, is
 4
                        REPEALER
 5
    hereby repealed.
 6
        SECTION 68. This act shall become effective July 1, 2015.
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                     It being immediately necessary for the preservation
        SECTION 69.
    of the public peace, health and safety, an emergency is hereby
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    declared to exist, by reason whereof this act shall take effect and
    be in full force from and after its passage and approval.
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