

1 ENGROSSED SENATE  
2 BILL NO. 1584

By: David and Fields of the  
Senate

3 and

4 Wallace and Casey of the  
5 House

6  
7 An Act relating to public finance; authorizing  
8 Oklahoma Capitol Improvement Authority to issue  
9 certain obligations for specified purposes;  
10 authorizing assistance by certain local districts for  
11 specified construction, repair and rehabilitation of  
12 certain dams pursuant to the Conservation District  
13 Act; requiring certain Commission to make debt  
14 retirement payments; providing for debt retirement  
15 payments; authorizing OCIA to hold title to property  
16 until obligations are retired or defeased;  
17 authorizing certain lease; requiring transfer of  
18 certain title at certain time; authorizing borrowing  
19 of money by certain entity; providing for amount of  
20 obligations to be issued after consideration of  
21 certain expenses; stating intent of Legislature to  
22 appropriate funds for certain rental payments for  
23 stated purpose; requiring payment of certain fees by  
24 certain entity pursuant to availability of funds;  
providing methods for issuance of obligations;  
authorizing hiring of certain professionals for  
certain purpose; providing for sale of obligations by  
certain methods; limiting maturity of obligations;  
providing for use of certain interest earnings;  
exempting certain obligations, transfer, and interest  
from taxation; providing for investment and  
oversight; requiring compliance with certain  
statutory provisions, providing for codification; and  
declaring an emergency.

23 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:  
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1 SECTION 1. NEW LAW A new section of law to be codified  
2 in the Oklahoma Statutes as Section 343 of Title 73, unless there is  
3 created a duplication in numbering, reads as follows:

4 A. The Oklahoma Capitol Improvement Authority (OCIA) is hereby  
5 authorized to acquire real property or interests therein, together  
6 with improvements located thereon, and personal property and invest  
7 capital into improvements for purposes of construction, repair and  
8 rehabilitation of flood-control dams through and with the assistance  
9 of local conservation districts, all pursuant to the Conservation  
10 District Act, with debt retirement payments to be made by the  
11 Oklahoma Conservation Commission.

12 The OCIA may hold title to the real property and improvements  
13 until such time as any obligations issued for this purpose are  
14 retired or defeased and may lease the real property and improvements  
15 to the Oklahoma Conservation Commission. Upon final redemption or  
16 defeasance of the obligations created pursuant to this section,  
17 title to the real property and improvements shall be transferred  
18 from the OCIA to the Oklahoma Conservation Commission.

19 B. For the purpose of paying the costs for acquisition of the  
20 real property and improvements and personal property authorized in  
21 subsection A of this section, and for the purpose authorized in  
22 subsection C of this section, the OCIA is hereby authorized to  
23 borrow monies on the credit of the income and revenues to be derived  
24 from the leasing of such real property and improvements and, in

1 anticipation of collection of such income and revenues issue  
2 negotiable obligations in the amount sufficient to generate net  
3 proceeds of Five Million One Hundred Sixteen Thousand Dollars  
4 (\$5,116,000.00) after providing for costs of issuance, credit  
5 enhancement, reserves, and other associated expenses related to the  
6 financing. It is the intent of the Legislature to appropriate to  
7 the Oklahoma Conservation Commission sufficient monies to make  
8 rental payments for the purposes of retiring the obligations created  
9 pursuant to this section.

10 C. To the extent funds are available, the OCIA shall provide  
11 for the payment of professional fees and associated costs approved  
12 by the OCIA.

13 D. The OCIA may issue obligations in one or more series and in  
14 conjunction with other issues of the OCIA. The OCIA is authorized  
15 to hire bond counsel, financial consultants, and such other  
16 professionals as it may deem necessary to provide for the efficient  
17 sale of the obligations and may utilize a portion of the proceeds of  
18 any borrowing to create such reserves as may be deemed necessary and  
19 to pay costs associated with the issuance and administration of such  
20 obligations.

21 E. The obligations authorized under this section may be sold at  
22 either competitive or negotiated sale, as determined by the OCIA,  
23 and in such form and at such prices as may be authorized by the  
24 OCIA. The OCIA may enter into agreements with such credit enhancers

1 and liquidity providers as may be determined necessary to  
2 efficiently market the obligations. The obligations may mature and  
3 have such provisions for redemption as shall be determined by the  
4 OCIA, but in no event shall the final maturity of such obligations  
5 occur later than fifteen (15) years from the first principal  
6 maturity date.

7 F. Any interest earnings on funds or accounts created for the  
8 purposes of this section may be utilized as partial payment of the  
9 annual debt service or for the purposes directed by the OCIA.

10 G. The obligations issued under this section, the transfer  
11 thereof and the interest earned on such obligations, including any  
12 profit derived from the sale thereof, shall not be subject to  
13 taxation of any kind by the State of Oklahoma, or by any county,  
14 municipality or political subdivision therein.

15 H. The OCIA may direct the investment of all monies in any  
16 funds or accounts created in connection with the offering of the  
17 obligations authorized under this section. Such investments shall  
18 be made in a manner consistent with the investment guidelines of the  
19 State Treasurer. The OCIA may place additional restrictions on the  
20 investment of such monies if necessary to enhance the marketability  
21 of the obligations.

22 SECTION 2. It being immediately necessary for the preservation  
23 of the public peace, health or safety, an emergency is hereby  
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1 declared to exist, by reason whereof this act shall take effect and  
2 be in full force from and after its passage and approval.

3 Passed the Senate the 30th day of April, 2018.

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Presiding Officer of the Senate

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7 Passed the House of Representatives the \_\_\_\_ day of \_\_\_\_\_,

8 2018.

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Presiding Officer of the House  
of Representatives

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