

1 ENGROSSED HOUSE
2 BILL NO. 1741

By: Moore of the House

3 and

4 Newberry of the Senate

5
6
7 An Act relating to state government; creating the
8 State Agency Audit Act; directing state agencies to
9 meet requirements of competitive bidding for audit
10 services; prohibiting certain contracts with entities
11 providing audit services; providing for codification;
12 and providing an effective date.

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

14 SECTION 1. NEW LAW A new section of law to be codified
15 in the Oklahoma Statutes as Section 11001 of Title 74, unless there
16 is created a duplication in numbering, reads as follows:

17 This act shall be known and may be cited as the "State Agency
18 Audit Act".

19 SECTION 2. NEW LAW A new section of law to be codified
20 in the Oklahoma Statutes as Section 11002 of Title 74, unless there
21 is created a duplication in numbering, reads as follows:

22 A. The State Agency Audit Act shall require strict compliance
23 with the competitive bidding requirements set forth in The Oklahoma
24 Central Purchasing Act.

1 B. The State Agency Audit Act applies to every state agency and
2 political subdivision that audits or assesses third parties for any
3 purpose.

4 C. The State Agency Audit Act specifically prohibits a contract
5 between a state agency or political subdivision and a third-party
6 entity or person, the purpose of which is to provide audit services
7 or functions on behalf of the state, if the contract provides for
8 payment to the third-party entity performing the audit a percentage,
9 commission or contingency fee of the amount of any property
10 recovered.

11 D. Any contract between a state agency and a third-party entity
12 contracted to perform audits on behalf of the state shall not extend
13 beyond two (2) years.

14 SECTION 3. This act shall become effective November 1, 2015.

15 Passed the House of Representatives the 4th day of March, 2015.

16

17

18

19

20

21

22

23

24

Presiding Officer of the House
of Representatives

Passed the Senate the ___ day of _____, 2015.

Presiding Officer of the Senate