

1 STATE OF OKLAHOMA

2 2nd Session of the 55th Legislature (2016)

3 SENATE BILL 1562

By: Sparks

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5
6 AS INTRODUCED

7 An Act relating to public finance; amending 62 O.S.
8 2011, Section 34.36, as last amended by Section 2,
9 Chapter 168, O.S.L. 2015 (62 O.S. Supp. 2015, Section
10 34.36), which relates to budget estimates; modifying
11 requirement for type of information provided by state
12 agency; and providing an effective date.

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

14 SECTION 1. AMENDATORY 62 O.S. 2011, Section 34.36, as
15 last amended by Section 2, Chapter 168, O.S.L. 2015 (62 O.S. Supp.
16 2015, Section 34.36), is amended to read as follows:

17 Section 34.36. A. On the first day of October preceding each
18 regular session of the Legislature, each state agency, including
19 those created or established pursuant to constitutional provisions,
20 shall report to the Director of the Office of Management and
21 Enterprise Services and the Chair and Vice Chair of the Legislative
22 Oversight Committee on State Budget Performance an itemized request
23 showing the amount needed for the ensuing fiscal year beginning with
24 the first day of July.

1 B. The forms which must be used in making these reports shall
2 be approved by the Director of the Office of Management and
3 Enterprise Services and the Legislative Oversight Committee on State
4 Budget Performance.

5 C. The forms shall be uniform, and shall clearly designate the
6 information to be given.

7 D. The information provided shall include, but not be limited
8 to:

9 1. A budget analysis of existing and proposed programs
10 utilizing ~~performance-informed~~ current services budgeting
11 techniques, which provide a baseline estimate of the expenditures
12 required to maintain the current level of state services and
13 benefits given assumptions about the number of people eligible for
14 benefits or services and any policy changes which may have an
15 impact. Such analysis shall be included as a part of the estimate
16 of funds needed;

17 2. A statement listing any other state, federal or local
18 agencies which administer a similar or cooperating program and an
19 outline of the interaction among such agencies;

20 3. A statement of the statutory authority for the missions and
21 quantified objectives of each program;

22 4. A description of the groups of people served by each program
23 in the agency;

24 5. A quantification of the need for the program;

1 6. A description of the tactics which are intended to
2 accomplish each objective;

3 7. A list of quantifiable program outcomes which measure the
4 efficiency and effectiveness of each program;

5 8. A ranking of these programs by priority;

6 9. Actual program expenditures for the current fiscal year and
7 prior fiscal years and the number of personnel required to
8 accomplish each program;

9 10. Revenues expected to be generated by each program, if any;

10 11. With respect to appropriated state agencies, a detailed
11 listing of all employees and resources dedicated to the provision of
12 financial services including but not limited to procurement,
13 payroll, accounts receivable and accounts payable. The provisions
14 of this paragraph shall not be applicable to the Oklahoma State
15 Regents for Higher Education or to any institutions within The
16 Oklahoma State System of Higher Education; and

17 12. A certification that following the effective date of this
18 act and prior to July 1, 2011, no expenditure shall have been made
19 or funds encumbered for the purchase, lease, lease-purchase or
20 rental of any computers, software, telecom, information technology
21 hardware, firmware or information technology services, including
22 support services without the prior written approval of the State
23 Comptroller or his or her designee.

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1 E. These appropriated agencies shall make an itemized estimate
2 of needs and request for funds for the ensuing fiscal year and an
3 estimate of the revenues from all sources to be received by the
4 agency during the ensuing fiscal year.

5 F. The Director of the Office of Management and Enterprise
6 Services shall submit to the Governor and the Legislative Oversight
7 Committee on State Budget Performance no later than the fifth day of
8 October a complete list of all spending agencies which have failed
9 to submit budgets by October 1.

10 G. The reports required by this section shall include an
11 itemized listing of outstanding capital lease debt and estimated
12 capital lease needs for the ensuing fiscal year, and shall be
13 provided on forms prescribed by the Director of the Office of
14 Management and Enterprise Services.

15 H. For the purposes of this section, "capital lease" means a
16 lease-purchase agreement which provides an option for the State of
17 Oklahoma or its agencies to purchase property, including personal
18 and real property, which is the subject thereof and/or a lease
19 agreement that provides an option for the State of Oklahoma or its
20 agencies to lease such property, which is the subject thereof, at a
21 nominal annual amount, after a period in which leased property is
22 rented at fair market value.

23 I. The provisions of this section shall not apply to CompSource
24 Oklahoma if CompSource Oklahoma is operating pursuant to a pilot

1 program authorized by Sections 3316 and 3317 of Title 74 of the
2 Oklahoma Statutes.

3 J. Not later than January 1, the Director of the Office of
4 Management and Enterprise Services shall publish a shared services
5 cost-performance assessment report documenting the amount of each
6 state agency's cost for providing shared services. The lowest
7 ranking state agencies shall enter into a contract with the Office
8 of Management and Enterprise Services for the provision of shared
9 financial services, provided that the Director of the Office of
10 Management and Enterprise Services determines that implementation of
11 such a contract would be feasible and documents that the contractual
12 agreement will result in cost savings or efficiencies to the state.
13 Contracts required by this subsection shall be entered into at the
14 start of the next fiscal year. When a state agency is contracted
15 with the Office of Management and Enterprise Services for the
16 provision of shared financial services, the agency may discontinue
17 using shared services when documentation showing that the agency can
18 provide the services at a lower cost to the state is provided to and
19 approved by the Director of the Office of Management and Enterprise
20 Services. As used in this subsection, "shared services" means
21 process, resource utilization or action as defined by administrative
22 rule. On a yearly basis the Director of the Office of Management
23 and Enterprise Services shall compile and publish a report
24 documenting the cost savings resulting from shared services

1 contracts. The provisions of this subsection shall not be
2 applicable to the Oklahoma State Regents for Higher Education or to
3 any institutions within The Oklahoma State System of Higher
4 Education.

5 SECTION 2. This act shall become effective November 1, 2016.

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