

1 ENGROSSED SENATE
2 BILL NO. 283

3 By: Rader of the Senate

4 and

5 Kendrix of the House

6 An Act relating to The Oklahoma State System of
7 Higher Education; amending 62 O.S. 2021, Section
8 34.53, which relates to the Oklahoma State Finance
9 Act; updating statutory reference; amending 70 O.S.
10 2021, Section 3206.6a, which relates to the master
11 lease program; expanding annual transaction limit to
12 include certain refunded projects; updating statutory
13 language; and providing an effective date.

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

15 SECTION 1. AMENDATORY 62 O.S. 2021, Section 34.53, is
16 amended to read as follows:

17 Section 34.53. A. 1. The Oklahoma State System of Higher
18 Education, established by Article XIII-A of the Oklahoma
19 Constitution, shall operate an allotment system similar to the
20 procedure set out in the Oklahoma State Finance Act for other
21 agencies of the state except that the Oklahoma State Regents for
22 Higher Education shall be substituted for the Director of the Office
23 of Management and Enterprise Services in connection with approving
24 allotment requests of the constituent institutions comprising The
Oklahoma State System of Higher Education.

1 2. The account classification for the State System of Higher
2 Education shall conform as nearly as possible with the
3 classification of accounts recommended by the National Committee on
4 Standard Reports for Institutions of Higher Education.

5 3. The Board of Regents shall allocate to each institution
6 under its control from the consolidated, or lump sum appropriation
7 made by the Legislature, an amount sufficient to meet the needs and
8 functions of each institution for the entire year.

9 4. The amount allocated to each institution for each fiscal
10 year in accordance with Article XIII-A of the Oklahoma Constitution,
11 shall be made in a lump sum without regard to uniform budget or
12 accounting classifications, but shall not be available for
13 expenditure until subsequently allotted by the Regents in accordance
14 with the uniform budget and accounting classifications recommended
15 by the National Committee on Standard Reports.

16 B. The Oklahoma State Regents for Higher Education may reduce
17 the allocation of funds which could otherwise be made to an
18 institution within The Oklahoma State System of Higher Education in
19 order to make payments for leases within the lease financing program
20 authorized by Section 3206.5 3206.6a of Title 70 of the Oklahoma
21 Statutes.

22 C. 1. The Regents, with the approval of the Director of the
23 Office of Management and Enterprise Services, may allot money to any
24 constituent institution to set up and operate a petty cash fund at

1 | said such institution. Such petty cash fund shall be reimbursed
2 | upon the filing of claims showing the purposes for which the funds
3 | were expended.

4 | 2. The Division of Central Accounting and Reporting shall make
5 | cash allocations of revenue in accordance with Section 23 of Article
6 | X of the Oklahoma Constitution, to each of the constituent
7 | institutions. These cash allocations shall be based on the
8 | allocations made by the Regents to each institution from the lump
9 | sum legislative appropriations and such allocation shall be the
10 | total appropriation for each institution, in lieu of legislative
11 | appropriations.

12 | 3. After these funds have been allocated and allotted as
13 | provided in this section, all institutional income shall operate as
14 | a continuing nonfiscal appropriation which may be spent for any
15 | educational and general purposes for which appropriated funds may be
16 | spent. "Institutional income" for such purposes shall mean all
17 | income available for educational and general purposes, as defined in
18 | the uniform budget and accounting classifications recommended by the
19 | National Committee on Standard Reports, and including income defined
20 | by law as revolving fund income. Expenditures shall be limited to
21 | the extent that obligations as they are incurred may not exceed the
22 | unencumbered balance of cash on hand in accordance with Section 23
23 | of Article X of the Oklahoma Constitution.

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1 D. 1. At least thirty (30) days prior to the beginning of each
2 fiscal year, each of the constituent institutions shall file with
3 the Regents its request for appropriation allotments for each of the
4 purposes for which expenditures are to be made.

5 2. Such requests shall be broken down to conform to the uniform
6 budget or accounting classifications recommended by the National
7 Committee on Standard Reports.

8 3. Each institution's request for appropriation allotments
9 shall show the amount required to finance each item of the request
10 for the entire year and for each quarter or each ~~six-months~~ six-
11 month period within the fiscal year, as required by the Director of
12 the Office of Management and Enterprise Services.

13 E. The Regents, or the official or employee who has been
14 authorized to approve itemized allotment requests, shall consider
15 the allotment requests for the purpose of making a determination
16 whether:

17 1. The current financial requirements of the institution
18 concerned justify the allotment to be made;

19 2. The accounting classification is sufficient to reflect the
20 purpose for which expenditures are to be made and that such
21 classification is in accordance with the budget classifications
22 adopted by the Director of the Office of Management and Enterprise
23 Services and the Regents, which shall conform as nearly as possible

1 to the account classification recommended by the National Committee
2 on Standard Reports for Institutions of Higher Education; and

3 3. The realization of estimated revenues determined by the
4 Director of the Office of Management and Enterprise Services is
5 sufficient to allow the commitments to be made.

6 F. 1. In allotting appropriations and other funds, and
7 approving subsequent allotments which may be required by each
8 institution, the Regents shall follow the same general procedure set
9 forth in the Oklahoma State Finance Act for other agencies of the
10 state not under the control of ~~said~~ the Regents, except as otherwise
11 provided in this section.

12 2. All forms and account classifications shall be mutually
13 agreed upon by the Director of the Office of Management and
14 Enterprise Services and the State Regents.

15 3. The Regents shall file approved requests of constituent
16 institutions with the Division of Central Accounting and Reporting
17 and such requests shall be entered on the records of the Office of
18 Management and Enterprise Services in the same manner as is provided
19 in the Oklahoma State Finance Act for other agencies of the state.

20 4. The State Regents and the Director of the Office of
21 Management and Enterprise Services shall approve any request from
22 the administrative head of a constituent institution for amendment
23 of the approved schedule of positions and salaries, or transfers
24 between items, so long as the currently approved allotment for such

1 purposes is not exceeded. Each such amendment shall be filed with
2 the Office of Management and Enterprise Services, in such detail as
3 may be required, prior to the date on which the first payroll or
4 other disbursement affected by such amendment or transfer is
5 submitted for payment.

6 G. 1. In the event that the realization of estimated revenues
7 at any time during the fiscal year indicates that the total revenue
8 for that fiscal year to any state fund will be insufficient at the
9 end of the fiscal year to meet the total appropriations from that
10 fund, the Director of the Office of Management and Enterprise
11 Services shall notify the Oklahoma State Regents for Higher
12 Education as to the amount of reduction necessary against the
13 consolidated, or lump sum appropriations, made to the Regents.

14 2. The Regents, in making itemized allotments during the fiscal
15 year, may reserve an amount sufficient to meet a reasonable failure
16 of revenue until receipt of notice from the Director of the Office
17 of Management and Enterprise Services that the realization of
18 estimated revenues indicates that the total appropriation may be
19 allotted for expenditure. Upon receipt of notice from the Director
20 of the Office of Management and Enterprise Services of a necessary
21 reduction in the consolidated, or lump sum appropriation, to meet a
22 failure in revenue, the Oklahoma State Regents for Higher Education
23 shall immediately take action to control the approval of subsequent
24 allotment requests sufficient to make the aggregate reduction in

1 allotments of all constituent institutions under their control equal
2 the amount of reduction ordered against the lump sum appropriation
3 made by the Legislature. Such reductions against the lump sum
4 appropriation shall not exceed the percentage reduction ordered
5 against other agencies of the state in accordance with Section 23,
6 of Article 10, X of the Oklahoma Constitution.

7 SECTION 2. AMENDATORY 70 O.S. 2021, Section 3206.6a, is
8 amended to read as follows:

9 Section 3206.6a. A. The Oklahoma State Regents for Higher
10 Education may finance acquisition of or improvements to, or
11 refinance or restructure outstanding obligations for real property
12 pursuant to the master lease program. The funds used by the Regents
13 for the purposes authorized by this section shall be available for
14 lease transactions having a term that is no more than the useful
15 life of any real property or improvements acquired by institutions
16 pursuant to the provisions of this section, and in no event, more
17 than thirty (30) years.

18 B. After May 24, 2005, any bonds issued pursuant to this
19 section shall be subject to the approval of the Legislature as
20 provided by this subsection. The Oklahoma State Regents for Higher
21 Education shall submit an itemized list of the proposed projects and
22 the terms of the financing to the Governor, the Speaker of the House
23 of Representatives, the President Pro Tempore of the ~~State~~ Senate
24 and all members of the Legislature within the first seven (7)

1 legislative days of an annual legislative session and prior to the
2 time any such obligations are sold. The submission to such elected
3 officials shall occur upon the same date for purposes of computing
4 the time within which action must be taken as further prescribed by
5 this subsection. The Legislature shall have a period of forty-five
6 (45) calendar days from the date on which the information is
7 submitted to pass a concurrent resolution disapproving all or part
8 of the proposed issuance. If the Legislature does not disapprove
9 the proposed issuance by concurrent resolution by the end of the
10 forty-fifth day following the date upon which the proposed issuance
11 is submitted, the proposed issuance shall be deemed to have been
12 approved by the Legislature.

13 C. The amount of transactions financed in a calendar year
14 through the real property master lease program authorized by this
15 section shall not exceed the combined total of:

16 1. The submission described in subsection B of this section, or
17 portion thereof, approved by the Legislature;

18 2. Any issuance for additional proposed individual projects
19 submitted by institutions under the coordination of the Oklahoma
20 State Regents for Higher Education and approved by the Legislature;
21 and

22 3. Any projects approved by the Legislature in a prior calendar
23 year for which no financing action was taken in the prior calendar
24 year; and

1 4. Any projects refunded from a previous issuance.

2 SECTION 3. This act shall become effective November 1, 2025.

3 Passed the Senate the 17th day of March, 2025.

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Presiding Officer of the Senate

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7 Passed the House of Representatives the ____ day of _____,

8 2025.

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Presiding Officer of the House
of Representatives

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