1	STATE OF OKLAHOMA
2	2nd Session of the 53rd Legislature (2012)
3	COMMITTEE SUBSTITUTE FOR
4	SENATE BILL 1968 By: Jolley and Justice of the Senate
5	and
6	
7	Sears and Martin (Scott) of the House
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10	COMMITTEE SUBSTITUTE
11	An Act relating to the Native American Cultural and Educational Authority; abolishing the Authority;
12	providing for interpretation of certain statutory references; transferring certain personnel, funds,
13	records, encumbrances, equipment, and other items to the Oklahoma Tourism and Recreation Department;
14	providing requirements pertaining to transfer of employees; transferring the rights and
15	responsibilities of the Authority to the Oklahoma Tourism and Recreation Department; amending 74 O.S.
16	2011, Sections 1226, 1226.3, 1226.4, 1226.4A, 1226.7, 1226.10 and 1226.17, which relate to the powers,
17	duties, and proceedings of the Native American Cultural and Educational Authority; conforming
18	references to the abolishment of the Authority; updating citations; modifying certain powers of the
19	Department; modifying authority to use certain compensation; authorizing the selling of certain
20	assets and the retention of certain proceeds in
21	specified circumstance; providing for certain real property to revert to specified entity; repealing 74
22	O.S. 2011, Sections 1226.1, 1226.2, 1226.5, 1226.6, 1226.9, 1226.12, 1226.13, 1226.14, 1226.15 and
23	1226.16, which relate to the Native American Cultural and Educational Authority; providing for
24	codification; and providing an effective date.

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

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 1226.2a of Title 74, unless there is created a duplication in numbering, reads as follows:

A. The Native American Cultural and Educational Authority is hereby abolished. Any reference in the Oklahoma Statutes to the Native American Cultural and Educational Authority shall be deemed to be a reference to the Oklahoma Tourism and Recreation Department unless otherwise required by the context of the reference.

B. All assets, funds, liabilities, allotments, purchase orders, outstanding financial obligations, encumbrances, records, vehicles, equipment, and other property of the Native American Cultural and Educational Authority is hereby transferred to the Oklahoma Tourism and Recreation Department as a division thereof.

C. Personnel employed by the Native American Cultural and Educational Authority on January 1, 2013, may be transferred to the Oklahoma Tourism and Recreation Department as is necessary and efficient for the operation of the Oklahoma Tourism and Recreation Department, to be determined by the Executive Director.

D. The classified and unclassified employees who are transferred pursuant to this section shall be subject to the following provisions:

Classified employees will remain subject to the provisions
 of the Merit System of Personnel Administration, as provided in the
 Oklahoma Personnel Act, unless the classified employee accepts an
 unclassified position;

Unclassified employees transferred to the Oklahoma Tourism
and Recreation Department shall remain in the unclassified service
and shall serve at the pleasure of the Director of the Oklahoma
Tourism and Recreation Department;

9 3. If employees are transferred pursuant to this section, the 10 employees shall retain leave, sick and annual time earned and any 11 retirement and longevity benefits which have accrued during their 12 employment with the state;

4. Any transfer of personnel is done for the efficient
 operation of Oklahoma Tourism and Recreation Department and if the
 Oklahoma Tourism and Recreation Department should not retain current
 employees of the Native American Cultural and Educational Authority,
 this will not be considered a reduction in force; and

18 5. Any transfer of personnel shall be coordinated with the
19 Office of Personnel Management Division of the Office of State
20 Finance.

Che Board of the Native American Cultural and Educational
 Authority is hereby abolished and the Commission of the Oklahoma
 Tourism and Recreation Department has all rights and
 responsibilities for the Native American Cultural and Educational

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Authority as it is hereby made a department of the Oklahoma Tourism
 and Recreation Department.

3 SECTION 2. AMENDATORY 74 O.S. 2011, Section 1226, is 4 amended to read as follows:

5 Section 1226. In order to promote the history and culture of Native Americans for the mutual benefit of the State of Oklahoma and 6 its Indian and non-Indian citizens, there is hereby created the 7 "Native American Cultural and Educational Authority", which 8 9 Authority the Oklahoma Tourism and Recreation Department is hereby 10 authorized and empowered to construct, maintain, repair and operate 11 a Native American cultural center, museum and theme park, along with commercial facilities as defined by Section 1226.3 of this title, 12 13 within the State of Oklahoma as shall be approved by the Authority and to issue revenue bonds of the Authority Oklahoma Tourism and 14 15 Recreation Department payable solely from revenues to pay the cost of such projects. Provided, no state appropriations shall be used 16 to pay costs of financing or constructing commercial facilities, 17 except for commercial elements within and incidental to the Cultural 18 Center. 19

20 SECTION 3. AMENDATORY 74 O.S. 2011, Section 1226.3, is 21 amended to read as follows:

Section 1226.3. As used in Sections Section 1226 through
1226.16 et seq. of this title:

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1. "Authority" shall mean the Native American Cultural and 1 Educational Authority, created by Section 1226.2 of this title, or, 2 3 if such Authority shall be abolished, the board, body, or commission succeeding to the principal functions hereof or to whom the powers 4 5 given by Section 1226 et seq. of this title shall be given by law; 2. "Project" or "projects" shall mean means any facilities 6 constructed or improvements made under the provisions of this act 7 Section 1226 et seq. of this title by the Authority Oklahoma Tourism 8 9 and Recreation Department for the purpose of constructing a Native 10 American cultural center, museum and theme park, to also include 11 commercial facilities as herein defined, and shall embrace all 12 buildings, structures, landscaping, infrastructure, utilities, 13 roadways, parking structures, parking lots, sidewalks, personal property and fixtures, equipment and machinery, and other 14 improvements which the Authority Oklahoma Tourism and Recreation 15 Department may deem necessary for the operation of such projects, 16 together with all property, rights, easements and interests which 17 may be acquired by the Authority Oklahoma Tourism and Recreation 18 Department for the construction or the operation of such; 19 3. 2. "Commercial facilities" shall mean means facilities, 20 including, but not limited to, conference centers, hotels, motels, 21 recreational vehicle parks, festival marketplaces, restaurants, 22 retail sales facilities, studios and other facilities for the 23 design, development and manufacture of Native American art, crafts 24

1 and cultural objects, and uses related thereto and other supporting, 2 complementary and ancillary uses;

3 4. 3. "Cost" as applied to a project shall include expenditures of the Authority Oklahoma Tourism and Recreation Department, other 4 5 governmental agencies, and private entities, to include past, present and future expenditures, and shall embrace the cost of 6 construction, the cost of the acquisition of all land, rights-of-7 way, property, rights, easements and interests acquired by the 8 9 Authority Oklahoma Tourism and Recreation Department for such 10 construction, the cost of all machinery and equipment, financing 11 charges, provision for working capital, interest prior to, during, and after construction and a reserve for interest in such amounts as 12 13 the Authority Oklahoma Tourism and Recreation Department shall determine, cost of engineering, architecture, planning, legal and 14 accounting expenses, plans, specifications, surveys, estimates of 15 cost, and of revenues, other expenses necessary or incident to 16 determining the feasibility or practicability of constructing any 17 such project, administrative expense, and such other expense as may 18 be necessary or incident to the construction of the project, the 19 20 financing of such construction, and the placing of the project in operation, and other expenditures in furtherance of the objectives 21 of Sections 1226 through 1226.16 of this title; 22

23 <u>5. 4.</u> "Owner" shall include all individuals, copartnerships,
24 associations, corporations, trusts, and any other person or entity

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1 having any title or interest in any property, rights, easements, and 2 interests authorized to be acquired by Sections 1226 through 1226.16 3 of this title;

6. The phrase "operational 5. "Operational services" shall 4 5 mean means services of a maintenance or operational nature, including, but not limited to, grounds maintenance and security 6 services, provided by the Authority Oklahoma Tourism and Recreation 7 Department, pursuant to an agreement between the Authority Oklahoma 8 9 Tourism and Recreation Department and any service recipient; and 7. The phrase "other 6. "Other governmental agencies" shall 10 11 mean means the State of Oklahoma or other agencies thereof, the 12 national government, other sovereign nations, other states or 13 agencies thereof, public trusts, municipalities, counties and other subdivisions of government. 14

15 SECTION 4. AMENDATORY 74 O.S. 2011, Section 1226.4, is 16 amended to read as follows:

17Section 1226.4. The Authority is hereby authorized and18empowered Pursuant to Section 1226 et seq. of this title, the

19 Oklahoma Tourism and Recreation Department may:

20 1. To adopt bylaws for the regulation of its affairs and
21 conduct of its business;

22 2. To adopt an official seal and alter the same at pleasure;
23 3. To have its principal office located at a site designated by
24 the Authority;

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4. To sue <u>Sue</u> and be sued in contract, reverse condemnation,
equity, mandamus and similar actions in its own name, plead and be
impleaded; provided, that any and all actions at law or in equity
against the <u>Authority Oklahoma Tourism and Recreation Department</u>
shall be brought in Oklahoma County. The <u>Authority shall be subject</u>
to the <u>Governmental Tort Claims Act</u>, Section 151 et seq. of Title 51
of the Oklahoma Statutes;

8 5. To construct 2. Construct, maintain, repair and operate a
9 Native American cultural center, museum and theme park;

10 6. To construct <u>3</u>. Construct, maintain, repair and operate any 11 facilities necessary to effectuate educational and training programs 12 relating to Native American cultures, languages, skills, arts and 13 crafts, and may include facilities for the sale of such Native 14 American artwork and crafts;

To issue revenue bonds of the Authority, of up to Forty (40) million dollars payable solely from revenues, including the revenues accruing to the trust fund created by this act, for the purpose of paying all or any part of the cost of any one or more projects;
8. To fix <u>4.</u> Fix and revise from time to time user charges for

20 the use of projects;

21 9. To acquire <u>5. Acquire</u>, hold, and dispose of real and 22 personal property in the exercise of its powers and the performance 23 of its duties, to include the right to acquire such property for

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prospective projects, including the acquisition of existing
 facilities, buildings, equipment and improvements;

3 10. To lease <u>6</u>. Lease projects or real property without 4 restriction as to term, or portions thereof, to other governmental 5 agencies or to private persons, partnerships, corporations, trusts, 6 and other private entities;

11. To acquire 7. Acquire in the name of the Authority 7 Oklahoma Tourism and Recreation Department by purchase or otherwise 8 9 on such terms and conditions and in such manner as it may deem 10 proper, such public or private lands, including public parks, or 11 reservations, or parts thereof or rights therein, rights-of-way, 12 property rights, easements, and interests, as it may deem necessary 13 for carrying out the provisions of this act Section 1226 et seq. of this title; 14

12. To make 8. Make and enter into all contracts and 15 agreements necessary or incidental to the performance of its duties 16 and the execution of its powers, and to employ consulting engineers, 17 attorneys, accountants, construction and financial experts, 18 superintendents, managers, and such other employees and agents as 19 may be necessary in its judgment, and to fix their compensation; 20 13. To receive 9. Receive and accept from any federal agency 21 grants or any other grants for or in aid of the construction of any 22 project; and to receive and accept aid or contributions from any 23 source of either money, property, labor, or other things of value, 24

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1 to be held, used, and applied only for the purposes for which such 2 grants and contributions may be made; and

3 <u>14. To do 10. Do</u> all things necessary or convenient to carry 4 out the powers expressly granted in this act; and

5 15. All meetings of the Authority shall be subject to the 6 Oklahoma Open Meeting Act, Section 301 et seq. of Title 25 of the 7 Oklahoma Statutes and all records of the Authority shall be subject 8 to the Oklahoma Open Records Act, Section 24A.1 et seq. of Title 51 9 of the Oklahoma Statutes, both as the same shall from time to time 10 be amended Section 1226 et seq. of this title.

11SECTION 5.AMENDATORY74 O.S. 2011, Section 1226.4A, is12amended to read as follows:

13 Section 1226.4A. With respect to approval of agreements for the planning, construction, development, operation, maintenance, and 14 administration of commercial facilities which support, enhance, or 15 contribute to the American Indian Cultural Center, the Native 16 American Cultural and Educational Authority Oklahoma Tourism and 17 Recreation Department, notwithstanding any other provision of law, 18 may enter into contractual agreements without approval from the 19 20 Oklahoma Department of Central Services, and the provisions of the Public Building Construction and Planning Act, Section 202 et seq. 21 of Title 61 of the Oklahoma Statutes and Sections 60 through 65 of 2.2 Title 61 of the Oklahoma Statutes shall not apply. This section 23 applies to all projects as defined in 1226.3 and otherwise shall not 24

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be construed to enlarge the powers of the Native American Cultural
 and Educational Authority Oklahoma Tourism and Recreation
 Department.

4 SECTION 6. AMENDATORY 74 O.S. 2011, Section 1226.7, is 5 amended to read as follows:

Section 1226.7. A. The Authority Oklahoma Tourism and 6 Recreation Department, subject to the provisions hereof, is hereby 7 authorized to fix, revise, charge and collect compensation for the 8 9 use of each project, and parts or sections thereof, and to contract 10 with any person, partnership, association, corporation, or other 11 governmental agencies desiring the use, for any purpose, of all or 12 any part of any project and to fix the terms, conditions, rents and 13 rates of charge for such use. Such compensation, subject to other restrictions hereof, shall be so fixed and adjusted so as to provide 14 15 a fund sufficient with other revenues, if any, to pay:

16 <u>1. The the cost of maintaining, repairing and operating such</u> 17 project or projects<del>; and</del>

18 2. The principal of and the interest of bonds issued for the
19 purpose of financing Authority projects as the same shall become due
20 and payable, and to create reserves for such purposes.

B. The compensation derived from the projects in connection with which the bonds of any issue shall have been issued, except such part thereof as may be necessary to pay for maintenance, repair, and operation and to provide such reserves therefor as may

be provided for in the resolution authorizing the issuance of such 1 2 bonds or in the trust agreement securing the same shall be set aside 3 at such regular intervals as may be provided in such resolution or such trust agreement in a sinking fund which is hereby pledged to, 4 5 and charged with, the payment of: 6 1. The interest upon such bonds as such interest shall become 7 due; 2. The principal of such bonds as the same shall fall due; 8 9 3. The necessary charges of paying agents for paying principal 10 and interest; and 11 4. The redemption price or the purchase price of bonds retired 12 by call or purchased as herein provided, which are a charge against 13 such fund. C. The use and disposition of monies to the credit of such 14 15 sinking fund shall be subject to the provisions of the resolution 16 authorizing the issuance of such bonds or of such trust agreement. Except as may otherwise be provided for in such resolution or such 17 trust agreement, such sinking fund shall be a fund for all such bond 18 19 issues without distinction or priority of one over another. The money in the sinking fund, less such reserve as may be provided in 20 such resolution or trust agreement, if not used within a reasonable 21 time for the purchase of bonds for cancellation as above provided, 22 shall be applied to the redemption of bonds at the redemption price 23 24 then applicable.

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1SECTION 7.AMENDATORY74 O.S. 2011, Section 1226.10, is2amended to read as follows:

3 Section 1226.10. The exercise of the powers granted by this act Section 1226 et seq. of this title will be in all respects for the 4 5 benefit of the people of the state, for the increase of their education, commerce and prosperity, and as the operation and 6 maintenance of projects by the Authority Oklahoma Tourism and 7 Recreation Department will constitute the performance of essential 8 9 governmental functions, the Authority Oklahoma Tourism and 10 Recreation Department shall not be required to pay any taxes or 11 assessments upon any project or any property acquired or used by the 12 Authority Oklahoma Tourism and Recreation Department under the 13 provisions of this act Section 1226 et seq. of this title or upon the income therefrom. 14

15 SECTION 8. AMENDATORY 74 O.S. 2011, Section 1226.17, is 16 amended to read as follows:

Section 1226.17. There is hereby created in the State Treasury 17 a revolving fund for the Oklahoma Department of Commerce Tourism and 18 Recreation Department to be designated the "Native American Cultural 19 20 and Educational Authority Center Fund." The fund shall be a 21 continuing fund, not subject to fiscal year limitations. The fund shall consist of all monies authorized by law for deposit in such 22 fund including but not limited to appropriations, gifts, grants, 23 private donations, fee revenues and funds by governmental or tribal 24

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government entities. Monies deposited or apportioned to the credit 1 2 of the fund may be expended for the purposes authorized by law. All 3 monies accruing to the credit of said the fund are hereby appropriated and may be budgeted and expended by the Oklahoma 4 5 Department of Commerce Tourism and Recreation Department. Expenditures from said the fund shall be made upon warrants issued 6 7 by the State Treasurer against claims submitted to the Director of State Finance. 8

9 SECTION 9. NEW LAW A new section of law to be codified 10 in the Oklahoma Statutes as Section 1226.18 of Title 74, unless 11 there is created a duplication in numbering, reads as follows: If the Native American Cultural and Educational Authority Center 12 13 remains unoccupied or is not funded to substantial completion within five (5) years after the effective date of this act, then the 14 15 Oklahoma Tourism and Recreation Department may sell all assets and retain the proceeds. The real property shall revert to the City of 16

17 Oklahoma City.

18 SECTION 10. REPEALER 74 O.S. 2011, Sections 1226.1, 19 1226.2, 1226.5, 1226.6, 1226.9, 1226.12, 1226.13, 1226.14, 1226.15 20 and 1226.16, are hereby repealed.

21 SECTION 11. This act shall become effective January 1, 2013.
 22 53-2-3529 JM 5/22/2012 10:59:50 AM

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