HB3723 FULLPCS1 Terry ODonnell-MJ 2/14/2024 2:52:13 pm

COMMITTEE AMENDMENT

HOUSE OF REPRESENTATIVES
State of Oklahoma

	SPEAKER	₹:						
	CHAIR:							
I mov	re to an	nend <u>I</u>	нв3723				of the nr	inted Bill
Page			Section		Lin	ies		
						ΟÍ	the Engra	ossed Bill
By striking the Title, the Enacting Clause, the entire bill, and by inserting in lieu thereof the following language:								
AMEND	TITLE TO	CONFOR	M TO AMENDMEN	ITS				
Adopte	ed:				Amendment	submitted	by: Terry	ODonnell
- 21- 30	-							

Reading Clerk

1	STATE OF OKLAHOMA								
2	2nd Session of the 59th Legislature (2024)								
3	PROPOSED COMMITTEE SUBSTITUTE								
4	FOR HOUSE BILL NO. 3723 By: O'Donnell								
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7	PROPOSED COMMITTEE SUBSTITUTE								
8	An Act relating to higher education; defining diversity, equity, and inclusion office; directing the governing board of each institution of higher education to avoid certain acts; providing exceptions; prohibiting adoption of certain policies and procedures; clarifying exceptions to prohibited acts; prohibiting certain spending of appropriated monies; requiring testimony to confirm compliance; directing the State Auditor and Inspector to develop, schedule, and conduct compliance audit of institutions; providing procedure for noncompliance; permitting injunctive or declaratory relief for students and employees; directing the Oklahoma State Regents for Higher Education in collaboration with								
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15	institutions of higher education to conduct study; providing for codification; and providing an								
16	effective date.								
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19	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:								
20	SECTION 1. NEW LAW A new section of law to be codified								
21	in the Oklahoma Statutes as Section 3235.1 of Title 70, unless there								
22	is created a duplication in numbering, reads as follows:								
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As used in this act, "diversity, equity, and inclusion office" means an office, division, or other unit of an institution of higher education established for the purpose of:

- 1. Influencing hiring or employment practices at the institution with respect to race, sex, color, or ethnicity, other than through the use of color-blind and sex-neutral hiring processes in accordance with any applicable state and federal antidiscrimination laws;
- 2. Promoting differential treatment of or providing special benefits to individuals on the basis of race, color, or ethnicity;
- 3. Promoting policies or procedures designed or implemented in reference to race, color, or ethnicity, other than policies or procedures approved in writing by the institution's general counsel and the Oklahoma State Regents for Higher Education for the sole purpose of ensuring compliance with any applicable court order or state or federal law; or
- 4. Conducting trainings, programs, or activities designed or implemented in reference to race, color, ethnicity, gender identity, or sexual orientation, other than trainings, programs, or activities developed by an attorney and approved in writing by the institution's general counsel and the Oklahoma State Regents for Higher Education for the sole purpose of ensuring compliance with any applicable court order or state or federal law.

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3235.2 of Title 70, unless there is created a duplication in numbering, reads as follows:

- A. The governing board of an institution of higher education shall ensure that each unit of the institution:
 - 1. Does not, except as required by federal law:

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- a. establish or maintain a diversity, equity, and inclusion office,
- b. hire or assign an employee of the institution or contract with a third party to perform the duties of a diversity, equity, and inclusion office,
- c. compel, require, induce, or solicit any person to provide a diversity, equity, and inclusion statement or give preferential consideration to any person based on the provision of a diversity, equity, and inclusion statement,
- d. give preference on the basis of race, sex, color, ethnicity, or national origin to an applicant for employment, an employee, or a participant in any function of the institution, or
- e. require as a condition of enrolling at the institution or performing any institution function any person to participate in diversity, equity, and inclusion training, which:

(1) includes a training, program, or activity

designed or implemented in reference to race,

color, ethnicity, gender identity, or sexual

orientation, and

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- developed by an attorney and approved in writing by the institution's general counsel and the Oklahoma State Regents for Higher Education for the sole purpose of ensuring compliance with any applicable court order or state or federal law; and
- 2. Adopts policies and procedures for appropriately disciplining, including by termination, an employee or contractor of the institution who engages in conduct in violation of this subsection.
- B. Nothing in this act may be construed to limit or prohibit an institution of higher education or an employee of an institution of higher education from, for purposes of applying for a grant or complying with the terms of accreditation by an accrediting agency, submitting to the grantor or accrediting agency a statement that:
 - 1. Highlights the institution's work in supporting:
 - a. first-generation college students,
 - b. low-income students, or
 - c. underserved student populations; or

- 2. Certifies compliance with state and federal antidiscrimination laws.
 - C. Paragraph 1 of subsection A of this section may not be construed to apply to:
 - 1. Academic course instruction;

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- 2. Scholarly research or creative work by an institution of higher education's students, faculty, or other research personnel or the dissemination of that research or work;
- 3. An activity of a student organization registered with or recognized by an institution of higher education;
 - 4. Guest speakers or performers on short-term engagements;
- 5. A policy, practice, procedure, program, or activity to enhance student academic achievement or postgraduate outcomes that is designed and implemented without regard to race, sex, color, or ethnicity;
 - 6. Data collection; or
 - 7. Student recruitment or admissions.
- D. An institution of higher education may not spend money appropriated to the institution for a state fiscal year until the governing board of the institution submits to the Legislature and Oklahoma State Regents for Higher Education a report certifying the board's compliance with this act during the preceding state fiscal year.

E. In the interim between each regular session of the Legislature, the governing board of each institution of higher education, or the board's designee, shall testify before the standing legislative committees with primary jurisdiction over higher education at a public hearing of the committee regarding the board's compliance with this section.

- SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3235.3 of Title 70, unless there is created a duplication in numbering, reads as follows:
- A. The State Auditor and Inspector shall periodically conduct a compliance audit of each institution of higher education to determine whether the institution has spent state money in violation of this act. The State Auditor and Inspector shall adopt a schedule by which the State Auditor and Inspector will conduct compliance audits under this act. The schedule must ensure that each institution of higher education is audited at least once every four (4) years.
- B. If the State Auditor and Inspector determines pursuant to a compliance audit conducted under subsection A of this section that an institution of higher education has spent state money in violation of this act, the institution:
- 1. Must cure the violation not later than one hundred eighty (180) days after the date on which the determination is made; and

2. If the institution fails to cure the violation during the period described by paragraph 1 of this subsection, that institution shall be ineligible to receive formula funding increases, institutional enhancements, or exceptional items during the state fiscal year immediately following the state fiscal year in which the determination is made.

SECTION 4. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3235.4 of Title 70, unless there is created a duplication in numbering, reads as follows:

A student or employee of an institution of higher education who is required to participate in training in violation of Section 2 of this act may bring an action against the institution for injunctive or declaratory relief.

SECTION 5. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3235.5 of Title 70, unless there is created a duplication in numbering, reads as follows:

The Oklahoma State Regents for Higher Education, in coordination with institutions of higher education, shall conduct an annual study to identify the impact of the implementation of this act on the application rate, acceptance rate, matriculation rate, retention rate, grade point average, and graduation rate of students at institutions of higher education, disaggregated by race, sex, and ethnicity. Not later than December 1 of each year, the Oklahoma State Regents for Higher Education shall submit to the Legislature a

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report on the results of the study and any recommendations for
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    legislative or other action.
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        SECTION 6. This act shall become effective November 1, 2024.
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