

1 ENGROSSED HOUSE  
2 BILL NO. 1420

By: West (Josh) of the House

3 and

4 Bergstrom of the Senate

5  
6 An Act relating to state government; amending 74 O.S.  
7 2021, Section 61.8, which relates to reduction of  
8 property owned and leased by the state; modifying  
9 exemption from section; and providing an effective  
10 date.

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

12 SECTION 1. AMENDATORY 74 O.S. 2021, Section 61.8, is  
13 amended to read as follows:

14 Section 61.8. A. The Long-Range Capital Planning Commission  
15 shall work to decrease the amount of property owned by Oklahoma  
16 state government, return state-owned property to private sector  
17 ownership, better maintain and utilize the state's needed capital  
18 assets and, whenever possible, eliminate the practice of state  
19 agencies leasing real property not owned by the state.

20 B. Each year, the Director of the Office of Management and  
21 Enterprise Services at the direction of the Long-Range Capital  
22 Planning Commission, shall take action to approve the privatization  
23 of state-owned real property as identified pursuant to the Oklahoma  
24 State Government Asset Reduction and Cost Savings Program. Proceeds

1 from the liquidation of real properties shall be deposited into the  
2 Maintenance of State Buildings Revolving Fund.

3 C. Prior to entering into or renewing a lease for real  
4 property, each state agency, board, commission, and public trust  
5 having the State of Oklahoma as a beneficiary shall receive approval  
6 for entering into the lease from the Office of Management and  
7 Enterprise Services.

8 D. Prior to making a purchase of real property or constructing  
9 a building, each state agency, board, commission, and public trust  
10 having the State of Oklahoma as a beneficiary shall receive approval  
11 for the purchase or construction from the Director of the Office of  
12 Management and Enterprise Services; provided, if such purchase or  
13 construction is deemed by the Director of the Office of Management  
14 and Enterprise Services to be within the authority of the Long-Range  
15 Capital Planning Commission, the Director shall not approve the  
16 purchase or construction and shall refer the request to the  
17 Commission for action.

18 E. Prior to approval or referral pursuant to subsection C or D  
19 of this section, the Office of Management and Enterprise Services  
20 shall determine if the applicant entity can utilize already existing  
21 state-owned real property as an alternative to leasing non-state-  
22 owned real property or purchasing or constructing new real property.  
23 If such existing state-owned real property is owned by the Oklahoma  
24 Historical Society, is listed on the National Register of Historic

1 Places or with the National Trust for Historic Preservation, or is  
2 potentially of historical significance, the Office of Management and  
3 Enterprise Services shall notify the Oklahoma Historical Society and  
4 obtain its approval prior to approving an application for its reuse.

5 F. No state agency, board, commission or public trust having  
6 the state as its beneficiary shall transfer any real property owned  
7 by the agency, board, commission or trust to any other state agency,  
8 board, commission, state beneficiary trust or any public or private  
9 entity unless the transfer is first approved by the Long-Range  
10 Capital Planning Commission. Any transfer made without the prior  
11 approval of the Long-Range Capital Planning Commission as required  
12 by this subsection may be reversed by the Long-Range Capital  
13 Planning Commission and if a transfer is reversed the agency, board,  
14 commission, state beneficiary trust or other state government entity  
15 to which the real property has been impermissibly transferred shall  
16 take such actions to convey the subject property to the entity from  
17 which the asset was acquired not later than thirty (30) days from  
18 the date an order for such transfer is entered by the Long-Range  
19 Capital Planning Commission. The Commission shall not approve any  
20 transfer unless proceeds from the sale shall be deposited within the  
21 Maintenance of State Buildings Revolving Fund as established by  
22 Section 908 of Title 62 of the Oklahoma Statutes.

23 G. By February 1 of each year, the Office of Management and  
24 Enterprise Services shall publish a report for the preceding

1 calendar year listing the parcels of previously state-owned property  
2 sold, detailing the reduction in the amount of space leased by the  
3 state, describing the source of funds and expenditures from the  
4 Maintenance of State Buildings Revolving Fund and showing the manner  
5 in which deferred maintenance needs are being met. The report shall  
6 be provided to the Governor, Speaker of the House of  
7 Representatives, President Pro Tempore of the Senate and placed on  
8 the documents.ok.gov web portal.

9 H. This section shall not be applicable to the following or  
10 their lands, properties, buildings, funds or revenue:

- 11 1. The Oklahoma Ordnance Works Authority;
- 12 2. The Commissioners of the Land Office;
- 13 3. The Oklahoma Department of Transportation; ~~and~~
- 14 4. The Oklahoma Turnpike Authority; and
- 15 5. The Grand River Dam Authority.

16 I. The Director of the Office of Management and Enterprise  
17 Services may make recommendations to the Long-Range Capital Planning  
18 Commission for liquidation of underutilized properties that have  
19 environmental issues, create a liability for the state, or create  
20 expenses that make the continued ownership of the underutilized  
21 property undesirable and the property has been offered through two  
22 public auctions or sealed bids and no viable bids were received. If  
23 the Long-Range Capital Planning Commission approves the liquidation  
24 of the property, the Office of Management and Enterprise Services

