1	STATE OF OKLAHOMA
2	2nd Session of the 59th Legislature (2024)
3	COMMITTEE SUBSTITUTE FOR
4	SENATE BILL 1849 By: Thompson (Kristen) and Paxton
5	
6	
7	COMMITTEE SUBSTITUTE
8	An Act relating to cooperative purchasing agreements; amending 61 O.S. 2021, Section 139, which relates to
9	the authority to enter cooperative purchasing agreements; establishing monetary limit for certain
10	agreement; removing construction services from inclusion in certain agreement; directing certain
11	services be excluded from certain agreement; updating statutory reference; amending 70 O.S. 2021, Section
12	5-117b, which relates to interlocal cooperative agreements between boards of education; subjecting
13	agreements to certain monetary limitation; and providing an effective date.
14 15	
15	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
10	SECTION 1. AMENDATORY 61 O.S. 2021, Section 139, is
18	amended to read as follows:
19	Section 139. A. In addition to any authority to enter an
20	agreement pursuant to the Interlocal Cooperation Act, any school
21	district, including a technology school district, may either
22	participate in, sponsor, conduct or administer a cooperative
23	purchasing agreement for the acquisition of any commodities or
24	services with one or more public agencies in accordance with an

Req. No. 3574

agreement entered into between the participants. Such cooperative purchasing may include, but is not limited to, joint or multiparty contracts between public agencies and open-ended state public procurement contracts. <u>No school district, including a technology</u> <u>school district, shall enter into an agreement under the provisions</u> of this section that exceeds One Million Dollars (\$1,000,000.00).

Any local public procurement unit may either participate in, 7 в. sponsor, conduct, or administer a cooperative or piggybacking 8 9 purchasing agreement for the acquisition of any commodities or services, including construction excluding any services that require 10 labor, with one (1) or more public procurement units or external 11 procurement units in accordance with an agreement entered into 12 between the participants. Such cooperative purchasing may include, 13 but is not limited to, joint or multiparty contracts between public 14 procurement units and open-ended state public procurement unit 15 contracts which are made available to local public procurement 16 17 units. Purchases made in accordance with this subsection by a local public procurement unit shall be required to satisfy any procurement 18 regulation, including The the Oklahoma Central Purchasing Act, the 19 Public Competitive Bidding Act of 1974, the Oklahoma State Finance 20 Act, related administrative rules and federal regulations that may 21 apply due to the federal source of the funding for the anticipated 22 purchase. 23

24

C. For purposes of this section, the following definitions
 apply:

3 1. "Local public procurement unit" shall mean, inter alia, any 4 county, city, town, state agency, and any other subdivision of the 5 state or public unit or agency thereof;

6 2. "External procurement unit" shall mean any buying
7 organization in the United States not located in this state which,
8 if located in this state, would qualify as a public procurement
9 unit; and

3. "Cooperative or piggybacking purchasing agreement" shall 10 mean an agreement between a local public procurement unit and 11 12 another local public procurement unit or an external procurement 13 unit to authorize the use of a contract procured by one of the parties to the agreement to benefit the other party to the 14 This term shall also mean an agreement that provides 15 agreement. access to a product or service that is lower in price than a 16 comparable product or service that is available through the usage of 17 a statewide, multistate or multigovernmental contract issued by the 18 state Purchasing Division. 19

D. Nothing in this section shall supersede the obligation of a state agency to adhere to rules regarding statewide contracts issued by the state Purchasing Division. Neither shall any provision of this section be construed to waive the obligation of a state agency

24

to utilize a mandatory purchasing contract as designated by the
 State Purchasing Director.

3 SECTION 2. AMENDATORY 70 O.S. 2021, Section 5-117b, is 4 amended to read as follows:

5 Section 5-117b. A. The boards of education of any two or more school districts may enter into an interlocal cooperative agreement 6 for the purpose of jointly and comparatively performing any of the 7 services, duties, functions, activities, obligations, or 8 9 responsibilities which are authorized or required by law to be performed by school districts of this state. Two or more school 10 districts may enter into an interlocal cooperative agreement for the 11 purpose of forming buying pools and purchasing cooperatives. 12 As used in this section, "interlocal cooperative agreement" means an 13 agreement which is entered into by the boards of education of two or 14 more school districts pursuant to the provisions of this section. 15 This section shall not prohibit school districts from entering into 16 cooperative agreements authorized under Section 5-117 of this title 17 or interfere with existing cooperative agreements between school 18 districts. If the boards of education of any two or more school 19 districts enter into an interlocal cooperative agreement the 20 following conditions may apply: 21

An interlocal cooperative agreement shall establish a board
 of directors which shall be responsible for administering the joint
 or cooperative undertaking. The agreement shall specify the

Req. No. 3574

1 organization, terms, and composition of, and manner of appointment to, the board of directors and shall make provision for 2 restructuring or terminating the board upon partial or complete 3 termination of the agreement. The board of directors shall be 4 5 selected by the board of education of each contracting school district and may include but not be limited to a board member, 6 administrator, or teacher from each contracting school district. 7 Vacancies in the membership of the board of directors shall be 8 9 filled within thirty (30) days from the date of the vacancy in the 10 manner specified in the agreement;

2. An interlocal cooperative agreement which is optional to 11 school districts and shall be effective only after it is approved by 12 the State Board of Education and the board of directors may be 13 designated as a local education agency for some or all state and 14 federal application, reporting, and auditing procedures. An 15 interlocal cooperative board of directors that has been designated 16 as a local education agency shall comply with state and federal law 17 and the regulations of the State Board of Education; 18

An interlocal cooperative agreement shall be subject to
 change or termination by a recommendation of the State Board of
 Education;

The duration of an interlocal cooperative agreement for
 joint or cooperative action in performing any of the services,
 duties, functions, activities, obligations, or responsibilities,

Req. No. 3574

other than the provision of special education services, which are authorized or required by law of school districts in this state, shall be for a term <del>of</del> not less than one (1) year. Notice of intent of a school district to withdraw from the cooperative agreement <del>must</del> <u>shall</u> be given no later than March 15 for the ensuing school year;

5. An interlocal cooperative agreement shall specify the method
or methods to be employed for disposing of property upon partial or
complete termination of the agreement;

9 6. Within the limitations provided by law, an interlocal
10 cooperative agreement may be changed or modified by majority consent
11 of the interlocal cooperative board of directors;

12 7. Except as otherwise specifically provided in this section, any powers, privileges, or authority exercised or capable of being 13 exercised by any school district of this state, or by any board of 14 education thereof, may be jointly exercised pursuant to the 15 provisions of an interlocal cooperative agreement. Federal grant 16 money, applied for on behalf of a school district, may be disbursed 17 directly to  $\frac{1}{2}$  an interlocal cooperative with the consent of the 18 school districts comprising the interlocal cooperative. No powers, 19 privileges, or authority with respect to the levy and collection of 20 taxes or the application for or receipt of State Aid formula money, 21 or the issuance of bonds shall be created or effectuated for joint 22 exercise pursuant to the provisions of an interlocal cooperative 23 agreement; and 24

Req. No. 3574

8. Payments from the general fund of each school district which
 enters into any interlocal cooperative agreement for the purpose of
 financing the joint or cooperative undertaking provided for by the
 agreement shall be operating expenses.

B. <u>An interlocal cooperative agreement entered into pursuant to</u>
<u>the provisions of this section shall be subject to the monetary</u>
<u>limitation provided for in Section 139 of Title 61 of the Oklahoma</u>
Statutes.

9 C. Nothing contained in this section shall be construed to abrogate, interfere with, impair, qualify, or affect in any manner 10 the exercise and enjoyment of all the powers, privileges, and 11 authority conferred upon school districts and boards of education by 12 13 law, except that boards of education and school districts are required to comply with the provisions of this section when entering 14 into an interlocal cooperative agreement that meets the definition 15 of an interlocal cooperative agreement. 16

SECTION 3. This act shall become effective November 1, 2024.

18

17

19 59-2-3574 EB 2/27/2024 12:24:15 PM

- 20 21
- 22
- 23
- 24