

## **CPO Announcement**

State of Oklahoma
Office of Management and Enterprise Services

**DATE:** June 13, 2025.

TO: State Procurement Professionals

FROM: Office of Management and Enterprise Services.

Subject: New PIM - Pay for Success Program

**PURPOSE:** The Pay for Success (PFS) Program in Oklahoma is a performance-based contracting model that allows the state to partner with private entities to deliver public services in a way that ties payments to measurable outcomes. Established under the Oklahoma Pay for Success Act (62 O.S. §§ 9010.1-9010.5), the program is designed to promote innovation, efficiency, and accountability in how public funds are used to address social challenges. To create a new PFS contract, four parties must be involved: 1) the Agency, 2) the private supplier, 3) the independent third-party evaluator and 4) the Office of Management and Enterprise Services (OMES).

The Agency contracts with the private supplier regarding the funding and the performance targets and outcome measures against which the program's success will be measured. The private supplier secures upfront capital from private funding sources which is maintained in the Pay for Success Innovation Fund by OMES. The Agency enters a Memorandum of Understanding (MOU) with OMES to administer the reimbursements to the private supplier pursuant to the contract.

Please visit Procurement Information Memorandum for details.