MISSISSIPPI LEGISLATURE

By: Representative Brown

To: Appropriations

HOUSE BILL NO. 989 (As Passed the House)

AN ACT TO AMEND SECTION 25-53-3, MISSISSIPPI CODE OF 1972, TO 1 2 REVISE THE DEFINITION OF CERTAIN TERMS AS USED IN THE CHAPTER OF 3 LAW THAT CREATES THE MISSISSIPPI DEPARTMENT OF INFORMATION TECHNOLOGY SERVICES AND PRESCRIBES ITS POWERS AND DUTIES; TO AMEND 4 5 SECTIONS 25-53-5 AND 25-53-123, MISSISSIPPI CODE OF 1972, TO REQUIRE ADVERTISEMENT AND RECEIPT OF COMPETITIVE BIDS BY THE MISSISSIPPI DEPARTMENT OF INFORMATION TECHNOLOGY SERVICES FOR THE 6 7 ACQUISITION OR RENTAL OF COMPUTER EQUIPMENT AND SERVICES WHEN THE 8 9 EXPENDITURE OF FUNDS EXCEEDS A CERTAIN DOLLAR AMOUNT AS 10 ESTABLISHED IN THE PUBLIC PURCHASING LAW; TO AMEND SECTION 25-53-51, MISSISSIPPI CODE OF 1972, TO REQUIRE CERTAIN APPLICANTS 11 FOR EMPLOYMENT AT THE MISSISSIPPI DEPARTMENT OF INFORMATION 12 TECHNOLOGY SERVICES TO BE FINGERPRINTED AND TO PROVIDE THAT SUCH 13 14 FINGERPRINTS SHALL BE FORWARDED TO THE FEDERAL BUREAU OF 15 INVESTIGATION IF NO DISQUALIFYING RECORD OF THE APPLICANT IS IDENTIFIED AT THE STATE LEVEL; TO REPEAL SECTION 25-53-103, 16 17 MISSISSIPPI CODE OF 1972, WHICH PRESCRIBES DEFINITIONS FOR CERTAIN TERMS USED IN THE SECTIONS OF LAW THAT PLACE RESPONSIBILITY FOR 18 19 ACQUISITION, OPERATION AND MAINTENANCE OF TELECOMMUNICATION 20 SYSTEMS IN THE MISSISSIPPI DEPARTMENT OF INFORMATION TECHNOLOGY 21 SERVICES; AND FOR RELATED PURPOSES.

22 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

23 SECTION 1. Section 25-53-3, Mississippi Code of 1972, is

24 amended as follows:

25 25-53-3. (1) Whenever the term "Central Data Processing Authority" or the term "authority," when referring to the Central 26 Data Processing Authority, is used in any law, rule, regulation, 27 document or elsewhere, it shall be construed to mean the 28 29 Mississippi Department of Information Technology Services. (2) For the purposes of this chapter the <u>following</u> terms 30 31 shall have the meanings ascribed in this section unless the context otherwise requires: 32 (a) "Central Data Processing Authority" and 33 "CDPA" * * * mean "Mississippi Department of Information 34 Technology Services (MDITS)" and the term "authority" means "board 35

36 of the MDITS." * * *

37 (b) "Bureau of Systems Policy and Planning," "Bureau of 38 Telecommunications," * * * "Bureau of Central Data Processing" and 39 <u>"bureau"</u> mean "Mississippi Department of Information Technology 40 Services." * * *

41 <u>(c) "Computer equipment or services" means</u> any 42 information technology, computer or computer related 43 telecommunications equipment, electronic word processing and 44 office systems, or services utilized in connection therewith, 45 including, but not limited to, all phases of computer software and 46 consulting services, and insurance on all state-owned computer 47 equipment.

48 (d) "Acquisition" of computer or telecommunications
49 equipment or services means the purchase, lease, rental, or
50 acquisition in any other manner of any such computer or
51 telecommunications equipment or services.

52 (e) "Agency" means and includes all the various state 53 agencies, officers, departments, boards, commissions, offices and 54 institutions of the state but does not include any agency financed 55 entirely by federal funds.

56 (f) "Governing authority" means boards of supervisors, 57 governing boards of all school districts, all boards of directors 58 of public water supply districts, boards of directors of master 59 public water supply districts, municipal public utility 60 commissions, governing authorities of all municipalities, port

61 <u>authorities, commissioners and boards of trustees of any public</u>

62 hospitals and any political subdivision of the state supported

63 wholly or in part by public funds of the state or political

64 <u>subdivisions thereof.</u>

65 (q) "Bid" means any of the valid source selection
66 techniques and competitive procurement methods appropriate to
67 information technology procurement in the public sector, including
68 but not limited to, competitive sealed bidding, competitive sealed
69 proposals, simplified small purchase procedures, sole source

70 procurements, and emergency procurements.

(h) "Telecommunications transmission facility" means
 any transmission medium, switch, instrument, inside wiring system

73 or other facility which is used, in whole or part, to provide any 74 transmission. 75 (i) "Equipment support contract" means a contract which covers a single, specific class or classes of telecommunications 76 77 equipment or service and all features associated with that class, 78 through which state agencies may purchase or lease the item of 79 equipment or service specified by issuing a purchase order under 80 the terms of the contract without the necessity of further 81 competitive bidding. 82 (j) "Inside wiring system" means any wiring which: 83 (i) Directly or indirectly, interconnects any 84 terminal equipment with any other terminal equipment or with any 85 regulated facility or common carrier services; and (ii) Is located at the premises of the customer 86 87 and is not inside any terminal equipment. 88 (k) "Procurement" means the selling, buying, 89 purchasing, renting, leasing or otherwise obtaining telecommunications equipment, system or related services, as well 90 91 as activities engaged in, resulting in or expected to result in 92 selling, buying, purchasing, renting, leasing or otherwise 93 obtaining telecommunications equipment. "Telecommunications equipment, systems, related 94 (1) 95 services" are limited to the equipment and means to provide: (i) Telecommunications transmission facilities. 96 97 (ii) Telephone systems, including voice processing 98 systems. 99 (iii) Facsimile systems. 100 (iv) Radio paging services. (v) Mobile telephone services, including cellular 101 102 mobile telephone service. 103 (vi) Intercom and paging systems. 104 (vii) Video teleconferencing systems. 105 (viii) Personal communications networks and

106 <u>services.</u>

107 (ix) Any and all systems based on emerging and 108 future telecommunications technologies relative to (i) through 109 (viii) above. 110 (m) "Telecommunications system lease contract" means a 111 contract between a supplier of telecommunications systems, including equipment and related services, and the Mississippi 112 Department of Information Technology Services through which 113 telecommunications systems, including equipment and related 114 115 services, may be leased for a term which shall not exceed sixty 116 (60) months for a system lease valued less than One Million 117 Dollars (\$1,000,000.00) and shall not exceed one hundred twenty 118 (120) months for a system lease valued One Million Dollars 119 (\$1,000,000.00) or more. (n) "Tariffed or regulated service" means 120 121 telecommunications service offered by common carriers and subject 122 to control by the Mississippi Public Service Commission or the Federal Communications Commission. 123 124 SECTION 2. Section 25-53-5, Mississippi Code of 1972, is 125 amended as follows: 126 25-53-5. The authority shall have the following powers, duties, and responsibilities: 127 128 (a) The authority shall provide for the development of 129 plans for the efficient acquisition and utilization of computer equipment and services by all agencies of state government, and 130 131 provide for their implementation. In so doing, the authority may use the MDITS staff, at the discretion of the executive director 132 133 of the authority, or the authority may contract for the services of qualified consulting firms in the field of information 134 135 technology and utilize the service of such consultants as may be 136 necessary for such purposes. The authority shall immediately institute 137 (b) 138 procedures for carrying out the purposes of this chapter and

139 supervise the efficient execution of the powers and duties of the office of executive director of the authority. In the execution 140 141 of its functions under this chapter, the authority shall maintain as a paramount consideration the successful internal organization 142 143 and operation of the several agencies so that efficiency existing therein shall not be adversely affected or impaired. In executing 144 145 its functions in relation to the institutions of higher learning and junior colleges in the state, the authority shall take into 146 147 consideration the special needs of such institutions in relation 148 to the fields of teaching and scientific research.

(c) Title of whatever nature of all computer equipment now vested in any agency of the State of Mississippi is hereby vested in the authority, and no such equipment shall be disposed of in any manner except in accordance with the direction of the authority or under the provisions of such rules and regulations as may hereafter be adopted by the authority in relation thereto.

155 The authority shall adopt rules, regulations, and (d) procedures governing the acquisition of computer and 156 157 telecommunications equipment and services which shall, to the fullest extent practicable, insure the maximum of competition 158 159 between all manufacturers of supplies or equipment or services. 160 In the writing of specifications, in the making of contracts 161 relating to the acquisition of such equipment and services, and in 162 the performance of its other duties the authority shall provide for the maximum compatibility of all information systems hereafter 163 164 installed or utilized by all state agencies and may require the 165 use of common computer languages where necessary to accomplish the purposes of this chapter. The authority may establish by 166 167 regulation and charge reasonable fees on a nondiscriminatory basis for the furnishing to bidders of copies of bid specifications and 168 169 other documents issued by the authority.

(e) The authority shall adopt rules and regulationsgoverning the sharing with, or the sale or lease of information

technology services to any nonstate agency or person. Such regulations shall provide that any such sharing, sale, or lease shall be restricted in that same shall be accomplished only where such services are not readily available otherwise within the state, and then only at a charge to the user not less than the prevailing rate of charge for similar services by private enterprise within this state.

(f) The authority may, in its discretion, establish a 179 180 special technical advisory committee or committees to study and 181 make recommendations on technology matters within the competence of the authority as the authority may see fit. Persons serving on 182 183 the Information Resource Council, its task forces, or any such technical advisory committees shall be entitled to receive their 184 actual and necessary expenses actually incurred in the performance 185 of such duties, together with mileage as provided by law for state 186 187 employees, provided the same has been authorized by a resolution 188 duly adopted by the authority and entered on its minutes prior to the performance of such duties. 189

(g) The authority may provide for the development and require the adoption of standardized computer programs and may provide for the dissemination of information to and the establishment of training programs for the personnel of the various information technology centers of state agencies and personnel of the agencies utilizing the services thereof.

(h) The authority shall adopt reasonable rules and 196 197 regulations requiring the reporting to the authority through the office of executive director of such information as may be 198 199 required for carrying out the purposes of this chapter and may 200 also establish such reasonable procedures to be followed in the presentation of bills for payment under the terms of all contracts 201 202 for the acquisition of computer equipment and services now or hereafter in force as may be required by the authority or by the 203 204 executive director in the execution of their powers and duties.

(i) The authority shall require such adequate
documentation of information technology procedures utilized by the
various state agencies and may require the establishment of such
organizational structures within state agencies relating to
information technology operations as may be necessary to
effectuate the purposes of this chapter.

211 (j) The authority may adopt such further reasonable 212 rules and regulations as may be necessary to fully implement the purposes of this chapter. All rules and regulations adopted by 213 214 the authority shall be published and disseminated in readily 215 accessible form to all affected state agencies, and to all current 216 suppliers of computer equipment and services to the state, and to 217 all prospective suppliers requesting the same. Such rules and 218 regulations shall be kept current, be periodically revised, and 219 copies thereof shall be available at all times for inspection by 220 the public at reasonable hours in the offices of the authority. 221 Whenever possible no rule, regulation or any proposed amendment to such rules and regulations shall be finally adopted or enforced 222 223 until copies of said proposed rules and regulations have been 224 furnished to all interested parties for their comment and 225 suggestions.

226 The authority shall establish rules and regulations (k) 227 which shall provide for the submission of all contracts proposed 228 to be executed by the executive director for computer equipment or services to the authority for approval before final execution, and 229 230 the authority may provide that such contracts involving the expenditure of less than such specified amount as may be 231 232 established by the authority may be finally executed by the 233 executive director without first obtaining such approval by the 234 authority.

(1) The authority is authorized to purchase, lease, or rent computer equipment or services and to operate said equipment and utilize said services in providing services to one or more

state agencies when in its opinion such operation will provide maximum efficiency and economy in the functions of any such agency or agencies.

(m) The authority shall assist political subdivisions and instrumentalities in their development of plans for the efficient acquisition and utilization of computer equipment and services. An appropriate fee shall be charged the political subdivision by the authority for such assistance.

246 (n) The authority shall adopt rules and regulations 247 governing the protest procedures to be followed by any actual or prospective bidder, offerer or contractor who is aggrieved in 248 249 connection with the solicitation or award of a contract for the 250 acquisition of computer equipment or services. Such rules and 251 regulations shall prescribe the manner, time and procedure for 252 making protests and may provide that a protest not timely filed 253 shall be summarily denied. The authority may require the 254 protesting party, at the time of filing the protest, to post a bond, payable to the state, in an amount that the authority 255 256 determines sufficient to cover any expense or loss incurred by the 257 state, the authority or any state agency as a result of the 258 protest if the protest subsequently is determined by a court of 259 competent jurisdiction to have been filed without any substantial 260 basis or reasonable expectation to believe that the protest was 261 meritorious; however, in no event may the amount of the bond required exceed a reasonable estimate of the total project cost. 262 263 The authority, in its discretion, also may prohibit any prospective bidder, offerer or contractor who is a party to any 264 265 litigation involving any such contract with the state, the 266 authority or any agency of the state to participate in any other such bid, offer or contract, or to be awarded any such contract, 267 268 during the pendency of the litigation.

(o) The authority shall make a report in writing to theLegislature each year in the month of January. Such report shall

271 contain a full and detailed account of the work of the authority 272 for the preceding year as specified in Section 25-53-29(3).

273 All acquisitions of computer equipment and services involving 274 the expenditure of funds in excess of the dollar amount 275 established in Section 31-7-13(c), or rentals or leases in excess 276 of the dollar amount established in Section 31-7-13(c) for the 277 term of the contract, shall be based upon competitive and open 278 specifications, and contracts therefor shall be entered into only 279 after advertisements for bids are published in one or more daily 280 newspapers having a general circulation in the state not less than fourteen (14) days prior to receiving sealed bids therefor. 281 The 282 authority may reserve the right to reject any or all bids, and if 283 all bids are rejected, the authority may negotiate a contract within the limitations of the specifications so long as the terms 284 of any such negotiated contract are equal to or better than the 285 286 comparable terms submitted by the lowest and best bidder, and so 287 long as the total cost to the State of Mississippi does not exceed the lowest bid. If the authority accepts one (1) of such bids, it 288 289 shall be that which is the lowest and best.

(p) When applicable, the authority may procure equipment, systems and related services in accordance with the law or regulations, or both, which govern the Bureau of Purchasing of the Office of General Services or which govern the Mississippi Department of Information Technology Services procurement of telecommunications equipment, software and services.

(q) The authority is authorized to purchase, lease, or
rent information technology and services for the purpose of
establishing pilot projects to investigate emerging technologies.
These acquisitions shall be limited to new technologies and shall
be limited to an amount set by annual appropriation of the
Legislature. These acquisitions shall be exempt from the
advertising and bidding requirement.

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(r) All fees collected by the Mississippi Department of

304 Information Technology Services shall be deposited into the 305 Mississippi Department of Information Technology Services 306 Revolving Fund unless otherwise specified by the Legislature.

307 SECTION 3. Section 25-53-51, Mississippi Code of 1972, is 308 amended as follows:

309 25-53-51. To qualify for the position of information310 confidentiality officer a person must:

(a) Be an employee of a state agency or institution in a position such that his duties require him to handle or process or supervise the handling or processing of data in conjunction with the use of automated information technology equipment for an agency or institution other than that for whom he is regularly employed.

Have been continuously employed for a period of at 317 (b) least one hundred eighty (180) days by such agency or institution 318 319 or have successfully been cleared for employment through an 320 investigation that shall consist of a determination as to good moral character and that the prospective employee has not been 321 322 convicted of a felony. In order to determine the applicant's suitability for employment at the Mississippi Department of 323 324 Information Technology Services, the applicant shall be fingerprinted. If no disqualifying record is identified at the 325 326 state level, the fingerprints shall be forwarded by the 327 Mississippi Department of Public Safety to the Federal Bureau of Investigation for a national criminal history record check. A 328 329 prospective employee may be provisionally employed based on a 330 reference check by the employing agency pending final receipt of the results of <u>a national criminal history record check</u> for a 331 period not to exceed one hundred eighty (180) days. 332 333 (C) Successfully complete a suitable instructional

334 course on the subjects of information security, privacy and 335 confidentiality and protection, to be developed and taught under 336 the supervision of the executive director. An employee may work

in a provisional capacity under the direct supervision of an information confidentiality officer as part of an on-the-job training program while completing instructional requirements, for a period not to exceed ninety (90) days.

341 (d) Be duly sworn to the following oath: "I, _____, 342 do solemnly swear to protect and uphold the confidentiality of all information that may come to my knowledge that is designated as 343 344 'confidential information' by another state agency or institution 345 for which I may handle or process in the normal course of my 346 duties. I swear to exercise reasonable care in the handling and processing of all such designated data and further that I will not 347 348 reveal or otherwise divulge information from such data obtained. 349 I understand that proven violation of this oath will subject me to 350 forfeiture of my bond and dismissal from employment."

(e) Enter into bond in the minimum amount of Five Thousand Dollars (\$5,000.00) with a surety company authorized to do business in the state, and conditioned to pay the full amount thereof as liquidated damages to any person about whom confidential information is disclosed in violation of his oath.

356 (f) Be identified by a wallet-sized identification card 357 with a picture of the person to be carried at all times while on 358 duty.

359 SECTION 4. Section 25-53-123, Mississippi Code of 1972, is 360 amended as follows:

25-53-123. (1) The only method of procurement permitted for 361 362 the acquisition of nonregulated telecommunications systems, 363 including equipment and related services, shall be in conformity with the following requirements: All acquisitions of 364 365 telecommunications equipment, systems and related services involving the expenditures of funds in excess of the dollar amount 366 367 established in Section 31-7-13(c), or rentals or leases in excess of the dollar amount established in Section 31-7-13(c), for the 368 369 term of the contract, shall be based upon competitive and open

370 specifications, and contracts therefor shall be entered into only after advertisements for bids are published in one or more daily 371 372 newspapers having a general circulation in the state not less than fourteen (14) days prior to receiving sealed bids therefor. The 373 374 authority may reserve the right to reject any or all bids, and if all bids are rejected, the authority may negotiate a contract 375 376 within the limitations of the specifications so long as the terms 377 of any such negotiated contract are equal to or better than the 378 comparable terms submitted by the lowest and best bidder, and so 379 long as the total cost to the State of Mississippi does not exceed the lowest bid. If the authority accepts one (1) of such bids, it 380 381 shall be that which is the lowest and best.

(2) When applicable, the bureau may procure equipment,
systems and related services in accordance with the law or
regulations, or both, which govern the Bureau of Purchasing of the
Governor's Office of General Services or which govern the
Mississippi Department of Information Technology Services
procurement of computer equipment, software and services.

388 SECTION 5. Section 25-53-103, Mississippi Code of 1972, 389 which prescribes definitions for certain terms used in the 390 sections of law that place responsibility for acquisition, 391 operation and maintenance of telecommunication systems in the 392 Mississippi Department of Information Technology Services, is 393 repealed.

394 SECTION 6. This act shall take effect and be in force from 395 and after its passage.