MISSISSIPPI LEGISLATURE

By: Senator(s) Moffatt

To: Environment Prot, Cons and Water Res

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2796

1 AN ACT TO ESTABLISH STATE POLICY FOR THE RECYCLING AND ASSET 2 DISPOSITION OF STATE AGENCY-GENERATED OBSOLETE ELECTRONIC 3 EQUIPMENT; TO CREATE A COMMITTEE TO STUDY AND RECOMMEND 4 REQUIREMENTS FOR RECYCLING OBSOLETE ELECTRONIC EQUIPMENT; AND FOR 5 RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6 7 **SECTION 1.** (1) The Legislature finds that electronic equipment waste is among the fastest growing segment of 8 9 Mississippi's solid waste stream. The state must frequently 10 upgrade and replace computers, telecommunication devices and other technologically sophisticated equipment necessary to the efficient 11 12 operation of state government. The necessary purchase of up-to-date computers, telecommunications devices and other 13 14 technological equipment for state government use often results in 15 a surplus of property that, while unfit for state government 16 purposes, is still useful and marketable or transferable to other public or nonprofit entities for less complex and less high-speed 17 dependent use. In addition, due to the sensitive information 18 contained in almost all electronic equipment memory components, a 19 20 stringent data management process is required to ensure that 21 sensitive data is not inadvertently compromised. By the time the surplus property is delivered to the Office of Surplus Property of 22 23 the Department of Finance and Administration, it is generally technologically obsolete and has lost considerable value resulting 24 25 in a significant waste of potential revenue to the State of 26 Mississippi.

(2) The purpose of this act is to establish a process forthe development of state policy for Recycling and Asset

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29 Disposition (READ) Services targeting state agency-generated 30 obsolete electronic equipment in order to:

31 (a) Achieve the maximum possible benefit from use of32 state agency-owned electronic equipment;

33 (b) Ensure a data security process that prevents the
34 inadvertent release of sensitive state-owned electronic
35 information to unauthorized parties during the disposal process;

36 (c) Achieve maximum benefit from sale and/or recycling
 37 of surplus state agency electronic equipment; and

38 (d) Protect the public health, safety and the 39 environment by mandating that steps be taken to address the solid 40 waste management of electronic equipment and solid waste 41 statewide.

42 <u>SECTION 2.</u> For the purposes of this act, the following words 43 and phrases shall have the meanings ascribed to them in this 44 section:

45 (a) "Agency" means every department, division, office,
46 board, commission and institution of this state, including
47 state-supported institutions of higher education.

48 (b) "Electronic Equipment" means a personal computer, 49 computer component, audio player, videocassette player, facsimile 50 machine, copy machine, cellular telephone, wireless paging device, 51 or any electronic item containing an intact or broken cathode ray An electronic item containing a cathode ray tube includes a 52 tube. 53 television, computer monitor, or any other cathode ray tube monitor or display device. 54

(c) "Data Security" means the removal of sensitive information contained in almost all electronic memory and data storage components, using a stringent data management process to ensure that sensitive data is not inadvertently compromised.

(d) "Enterprise Security Policy" means the document
published by ITS in accordance with the Mississippi Administrative
Procedures Act to establish standards for the creation of a
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S. B. No. 2796 09/SS01/R1224CS.1 PAGE 2 technology environment within the State of Mississippi agencies that maintains system security, data integrity and privacy by preventing unauthorized access to data and by preventing misuse of, damage to or loss of data.

(e) "Logistical/Inventory Support" means coordinating
electronic equipment pick-up, transportation of items to a central
location for testing, auditing, and redistributing items depending
on the item's condition. Of the equipment collected, the process
will also determine which items will be donated or redeployed,
which items will be upgraded, remarketed, and resold, and which
items will be dismantled, reclaimed and recycled.

73 "Management and Technical Support" means to provide (f) 74 management and technical advice to ensure that electronic items 75 are recycled if possible and not merely sent to landfills for 76 disposal. The management process at a minimum includes: 77 overseeing the testing, demanufacture, and reclamation process; determining the feasibility of redeployment and remarketing; 78 79 reporting on the destination of major components; and certifying 80 that usable items are reduced to reusable components and/or 81 recycled.

82 (g) "Recycling" means the use, reuse or reclamation of83 obsolete electronic equipment and associated materials.

(h) "Recycling Electronics and Asset Disposition (READ)
Services" means recycling and otherwise disposing of obsolete
electronic equipment generated by state government in an
environmentally responsible manner, that ensures the data security
of the asset and that maximizes the state's return on investment.

89 (i) "Surplus Property" means obsolete electronic
90 equipment no longer in use in an agency or entity and which may
91 have residual market value in reuse or in recyclable materials.

92 (j) "Valuation Process" means to determine the current 93 market conditions and identify equipment that can be resold at a 94 fair and reasonable price. Part of the validation process

S. B. No. 2796 09/SS01/R1224CS.1 PAGE 3 95 includes a determination on what type of a return on investment 96 can be achieved.

97 <u>SECTION 3.</u> (1) There is hereby created a committee for the 98 review of issues, existing regulations and potential solutions to 99 address READ Services to the agencies of the state. The committee 100 shall be composed of one (1) member from each of the following 101 state agencies appointed by the executive director of the agency: 102 (a) Mississippi Department of Finance and

103 Administration (DFA);

104 (b) Mississippi Office of the State Auditor (OSA);
105 (c) Mississippi Department of Environmental Quality
106 (MDEQ); and

107 (d) Mississippi Department of Information Technology108 Services (ITS).

109 (2) It is the intent of the Legislature that the committee, 110 no later than November 1, 2009, develop and provide to the 111 Legislature and the Office of the Governor recommendations 112 regarding a policy for READ Services to the agencies of the state. 113 Such policy should address, but not be limited to:

(a) Requirements for certification that any and all data and software have been removed from the electronic equipment in accordance with the State's Enterprise Security Policy, along with recommendations for contractual services or equipment as related to data security;

(b) Provisions for extending the useful life of electronic equipment by maximizing reuse of such equipment by other state agencies;

(c) Provisions for donation of electronic equipment to public schools, local governments or other nonprofit organizations under certain defined circumstances;

125 (d) Regulations and recommendations for126 logistical/inventory support, management and technical support,

S. B. No. 2796 09/SS01/R1224CS.1 PAGE 4 127 and a valuation process of READ Services as related to state 128 agency-generated electronic equipment surplus property;

(e) Recommendations for funding the READ Services forstate agency-generated electronic equipment surplus property; and

(f) Recommendations related to the environmental
considerations for the safe disposal of hazardous components
contained in obsolete electronic equipment.

134 SECTION 4. This act shall take effect and be in force from 135 and after its passage.