MISSISSIPPI LEGISLATURE

REGULAR SESSION 2025

By: Representative Zuber

To: State Affairs

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 958

1 AN ACT TO AMEND SECTION 25-53-1, MISSISSIPPI CODE OF 1972, TO 2 DELETE OUTDATED EXEMPTIONS TO THE REQUIREMENTS OF THE MISSISSIPPI 3 DEPARTMENT OF INFORMATION TECHNOLOGY SERVICES; TO AMEND SECTION 25-53-3, MISSISSIPPI CODE OF 1972, TO REVISE CERTAIN DEFINITIONS 4 USED IN THOSE STATUTES PRESCRIBING THE POWERS AND DUTIES OF ITS 5 6 AND STATE AGENCIES REGARDING INFORMATION TECHNOLOGY; TO AMEND 7 SECTION 25-53-5, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE 8 PRECEDING PROVISIONS; TO AMEND SECTION 25-53-21, MISSISSIPPI CODE 9 OF 1972, TO DELETE THE REQUIREMENT THAT THE EXECUTIVE DIRECTOR OF ITS INVOLVE THE PUBLIC PROCUREMENT REVIEW BOARD IN DECISIONS 10 11 REGARDING INFORMATION TECHNOLOGY; TO AMEND SECTION 25-53-25, 12 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT ACQUISITIONS OF 13 INFORMATION TECHNOLOGY MADE BY STATE AGENCIES WHILE EXEMPT FROM PUBLIC PURCHASING REQUIREMENTS REMAIN EXEMPT UNTIL ITS DETERMINES 14 A NEW ACQUISITION IS REQUIRED; TO AMEND SECTION 25-53-29, 15 MISSISSIPPI CODE OF 1972, TO DELETE PROVISIONS REQUIRING THE STATE 16 17 PERSONNEL BOARD TO BE INVOLVED IN ITS STAFFING; TO AMEND SECTION 18 25-53-121, MISSISSIPPI CODE OF 1972, TO DELETE CERTAIN PROVISIONS 19 RELATING TO EQUIPMENT SUPPORT CONTRACTS ENTERED INTO BY ITS; TO AMEND SECTION 25-53-123, MISSISSIPPI CODE OF 1972, TO DELETE 20 SPECIFIC PROCUREMENT REQUIREMENTS FOR THE ACQUISITION OF 21 22 NONREGULATED TELECOMMUNICATIONS SYSTEMS; TO AMEND SECTION 23 25-53-201, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE 24 PROVISIONS OF THIS ACT; AND FOR RELATED PURPOSES.

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

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

27 amended as follows:

28 25-53-1. The Legislature recognizes that in order for the
29 State of Mississippi to receive the maximum use and benefit from

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30 information technology and services now in operation or which will 31 in the future be placed in operation, there should be full cooperation and cohesive planning and effort by and between the 32 several state agencies and that it is the responsibility of the 33 34 Legislature to provide statutory authority therefor. The 35 Legislature, therefore, declares and determines that for these and other related purposes there is hereby established an agency of 36 37 state government to be known as the Mississippi Department of 38 Information Technology Services (MDITS). The Legislature further 39 declares that the Mississippi Department of Information Technology 40 Services (MDITS) shall provide statewide services that facilitate cost-effective information processing and telecommunication 41 42 solutions. State agencies shall work in full cooperation with the board of MDITS to identify opportunities to minimize duplication, 43 44 reduce costs and improve the efficiency of providing common 45 technology services across agency boundaries. The \* \* \* 46 provisions of this chapter shall not apply to the Department of Health and the Department of Revenue for the purposes of 47 48 implementing, administering and enforcing the provisions of the 49 Mississippi Medical Cannabis Act, for acquisitions made before 50 June 30, 2024.

51 SECTION 2. Section 25-53-3, Mississippi Code of 1972, is 52 amended as follows:

53 25-53-3. (1) Whenever the term "Central Data Processing 54 Authority" or the term "authority," when referring to the Central

H. B. No. 958 ~ OFFICIAL ~ 25/HR31/R2139CS PAGE 2 (RKM\JAB) 55 Data Processing Authority, is used in any law, rule, regulation, 56 document or elsewhere, it shall be construed to mean the 57 Mississippi Department of Information Technology Services.

58 (2) For the purposes of this chapter the following terms
59 shall have the meanings ascribed in this section unless the
60 context otherwise requires:

(a) "Central Data Processing Authority" and "CDPA" mean
"Mississippi Department of Information Technology Services ( \* \* \*
ITS)" and the term "authority" means "board of the \* \* \* ITS."

(b) "Bureau of Systems Policy and Planning," "Bureau of
Telecommunications," "Bureau of Central Data Processing" and
"bureau" mean " \* \* \* ITS."

(c) \* \* \* "Acquisition" of \* \* \* <u>information technology</u>
means the purchase, lease, rental, or acquisition in any other
manner of any such \* \* information technology.

70 (\*\*\*<u>d</u>) "Agency" means and includes all the various 71 state agencies, officers, departments, boards, commissions, 72 offices and institutions of the state.

(\*\*\*<u>e</u>) "Governing authority" means boards of supervisors, governing boards of all school districts, all boards of directors of public water supply districts, boards of directors of master public water supply districts, municipal public utility commissions, governing authorities of all municipalities, port authorities, commissioners and boards of trustees of any public hospitals and any political subdivision of the state supported,

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 3 (RKM\JAB) 80 wholly or in part, by public funds of the state or political 81 subdivisions thereof.

( \* \* \*f) "Bid" means any of the valid source selection 82 83 techniques and competitive procurement methods appropriate to 84 information technology procurement in the public sector, 85 including, but not limited to, competitive sealed bidding, competitive sealed proposals, simplified small purchase 86 87 procedures, sole source procurements, and emergency procurements. 88 ( \* \* \*q) "Telecommunications transmission facility" 89 means any transmission medium, switch, instrument, inside wiring 90 system or other facility which is used, in whole or in part, to provide any transmission. 91 "Equipment support contract" means a contract 92 ( **\* \* \***h) 93 which covers a single, specific class or classes of 94 telecommunications equipment or service and all features 95 associated with that class, through which state agencies may 96 purchase or lease the item of equipment or service specified by issuing a purchase order under the terms of the contract without 97

98 the necessity of further competitive bidding.

99 (\*\*\*<u>i</u>) "Inside wiring system" means any wiring 100 which:

(i) Directly or indirectly, interconnects any terminal equipment with any other terminal equipment or with any regulated facility or common carrier services; and

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 4 (RKM\JAB) 104 (ii) Is located at the premises of the customer 105 and is not inside any terminal equipment. 106 ( \* \* \*j) "Procurement" means the selling, buying, purchasing, renting, leasing or otherwise obtaining \* \* \* 107 108 information technology, as well as activities engaged in, 109 resulting in or expected to result in selling, buying, purchasing, renting, leasing or otherwise obtaining \* \* \* information 110 111 technology. 112 ( \* \* \*k) "Telecommunications equipment, systems, 113 related services" are limited to the equipment and means to 114 provide: 115 (i) Telecommunications transmission facilities. 116 (ii) Telephone systems, including voice processing 117 systems. 118 (iii) Facsimile systems. 119 (iv) Radio paging services. 120 Mobile telephone services, including cellular (V) mobile telephone service. 121 122 Intercom and paging systems. (vi) 123 (vii) Video teleconferencing systems. 124 (viii) Personal communications networks and 125 services. (ix) Any and all systems based on emerging and 126 127 future telecommunications technologies relative to (i) through 128 (viii) above. H. B. No. 958 ~ OFFICIAL ~

25/HR31/R2139CS PAGE 5 (RKM\JAB) 129 ( \* \* \*1) "Telecommunications system lease contract" 130 means a contract between a supplier of telecommunications systems, including equipment and related services, and the Mississippi 131 Department of Information Technology Services \* \* \*. 132 "Tariffed or regulated service" means 133 ( **\* \* \***m) 134 telecommunications service offered by common carriers and subject to control by the Mississippi Public Service Commission or the 135 136 Federal Communications Commission. 137 ( \* \* \*n) "State Data Center" means one or more facilities operated by the \* \* \* ITS to provide information 138 139 technology resources requiring enterprise computing resources or 140 any other **\* \* \*** ITS managed information resources. 141 (o) "Information technology" means any technology as defined by the ITS, including, but not limited to, computer and/or 142 143 telecommunications equipment, systems or related services. 144 SECTION 3. Section 25-53-5, Mississippi Code of 1972, is 145 amended as follows: 25-53-5. The authority shall have the following powers, 146 147 duties, and responsibilities: 148 (a) \* \* \* The authority shall provide for the 149 development of plans for the efficient acquisition and utilization 150 of **\* \* \*** information technology by all agencies of state 151 government, and provide for their implementation. In so doing, 152 the authority may use the \* \* \* ITS' staff, at the discretion of the executive director of the authority, or the authority may 153

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 6 (RKM\JAB) 154 contract for the services of qualified consulting firms in the 155 field of information technology and utilize the service of such 156 consultants as may be necessary for such purposes. \* \* \*

157 The authority shall immediately institute (b) 158 procedures for carrying out the purposes of this chapter and 159 supervise the efficient execution of the powers and duties of 160 the \* \* \* executive director of the \* \* \* ITS. In the execution 161 of its functions under this chapter, the authority shall maintain 162 as a paramount consideration the successful internal organization 163 and operation of the several agencies so that efficiency existing 164 therein shall not be adversely affected or impaired. In executing 165 its functions in relation to the institutions of higher learning 166 and junior colleges in the state, the authority shall take into 167 consideration the special needs of such institutions in relation to the fields of teaching and scientific research. 168

169 (c) \* \* \* The authority shall adopt rules, regulations, 170 and procedures governing the acquisition of \* \* \* information technology which shall, to the fullest extent practicable, ensure 171 172 the maximum of competition between all manufacturers of supplies 173 or equipment or services. In the writing of specifications, in the making of contracts relating to the acquisition of such \* \* \* 174 175 information technology, and in the performance of its other duties the authority shall provide for the maximum compatibility of all 176 177 information systems hereafter installed or utilized by all state agencies and may require the use of common computer languages 178

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H. B. No. 958 25/HR31/R2139CS PAGE 7 (RKM\JAB) where necessary to accomplish the purposes of this chapter. The authority may establish by regulation and charge reasonable fees on a nondiscriminatory basis for the furnishing to bidders of copies of bid specifications and other documents issued by the authority.

184 ( \* \* \*d) The authority shall adopt rules and 185 regulations governing the sharing with, or the sale or lease of 186 information technology services to any nonstate agency or person. 187 Such regulations shall provide that any such sharing, sale or lease shall be restricted in that same shall be accomplished only 188 189 where such services are not readily available otherwise within the 190 state, and then only at a charge to the user not less than the 191 prevailing rate of charge for similar services by private 192 enterprise within this state.

193 ( \* \* \*e) The authority may, in its discretion, 194 establish a special technical advisory committee or committees to 195 study and make recommendations on \* \* \* matters within the competence of the authority as the authority may see fit. Persons 196 197 serving on \* \* \* any such \* \* \* committees shall be entitled to 198 receive their actual and necessary expenses actually incurred in 199 the performance of such duties, together with mileage as provided 200 by law for state employees, provided the same has been authorized by a resolution duly adopted by the authority and entered on its 201 202 minutes prior to the performance of such duties. For the purposes

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## 203 <u>of this paragraph, such committee meetings are exempt from the</u> 204 requirements of Sections 25-41-1 through 25-41-17.

205 (\*\*\* $\underline{f}$ ) The authority may provide for the development 206 and require the adoption of standardized computer programs and may 207 provide for the dissemination of information to and the 208 establishment of training programs for the personnel of the 209 various information technology centers of state agencies and 210 personnel of the agencies utilizing the services thereof.

211 ( \* \* \*q) The authority shall adopt reasonable rules 212 and regulations requiring the reporting to the authority through the office of executive director of such information as may be 213 required for carrying out the purposes of this chapter and may 214 215 also establish such reasonable procedures to be followed in the 216 presentation of bills for payment under the terms of all contracts 217 for the acquisition of \* \* \* information technology now or 218 hereafter in force as may be required by the authority or by the 219 executive director in the execution of their powers and duties.

(\* \* \*<u>h</u>) 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.

226 (\*\*\* $\underline{i}$ ) The authority may adopt such further 227 reasonable rules and regulations as may be necessary to fully

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 9 (RKM\JAB) 228 implement the purposes of this chapter. All rules and regulations 229 adopted by the authority shall be published **\* \* \*** in readily 230 accessible form to all affected state agencies, and to all current 231 suppliers of computer equipment and services to the state, and to 232 all prospective suppliers requesting the same. Such rules and 233 regulations shall be kept current, be periodically revised, and 234 copies thereof shall be available at all times for inspection by the public at reasonable hours in the offices of the authority. 235 236 Whenever possible no rule, regulation or any proposed amendment to 237 such rules and regulations shall be finally adopted or enforced 238 until copies of the proposed rules and regulations have been \* \* \* 239 published.

240 ( \* \* \*j) The authority shall establish rules and 241 regulations which shall provide for the submission of all contracts proposed to be executed by the executive director 242 243 for **\* \* \*** information technology, including cloud computing, to 244 the authority for approval before final execution, and the authority may provide that such contracts involving the 245 246 expenditure of less than such specified amount as may be 247 established by the authority may be finally executed by the 248 executive director without first obtaining such approval by the 249 authority.

250  $(* * *\underline{k})$  The authority is authorized to consider new 251 technologies, such as cloud computing, to purchase, lease, or 252 rent \* \* <u>information technology</u> and to operate that \* \*

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 10 (RKM\JAB) 253 <u>information technology</u> when in its opinion such operation will 254 provide maximum efficiency and economy in the functions of any 255 such agency or agencies.

( \* \* \*<u>1</u>) Upon the request of the governing body of apolitical subdivision or instrumentality, the authority shallassist the political subdivision or instrumentality in itsdevelopment of plans for the efficient acquisition and utilizationof \* \* \* <u>information technology</u>. An appropriate fee shall becharged the political subdivision by the authority for suchassistance.

263 ( **\* \* \***m) The authority shall adopt rules and 264 regulations governing the protest procedures to be followed by any actual or prospective bidder, offerer or contractor who is 265 266 aggrieved in connection with the solicitation or award of a 267 contract for the acquisition of \* \* \* information technology. 268 Such rules and regulations shall prescribe the manner, time and 269 procedure for making protests and may provide that a protest not 270 timely filed shall be summarily denied. The authority may require 271 the protesting party, at the time of filing the protest, to post a 272 bond, payable to the state, in an amount that the authority 273 determines sufficient to cover any expense or loss incurred by the 274 state \* \* \*; however, in no event may the amount of the bond 275 required exceed a reasonable estimate of the total project cost. 276 The authority, in its discretion, also may prohibit any prospective bidder, offerer or contractor who is a party to any 277

278 <u>protest or</u> litigation involving any such contract with the state, 279 the authority or any agency of the state to participate in any 280 other such bid, offer or contract, or to be awarded any such 281 contract, during the pendency of the <u>protest or</u> litigation.

(\* \* \*<u>n</u>) The authority shall make a report in writing to the Legislature each year in the month of January. Such report shall contain a full and detailed account of the work of the authority for the preceding year as specified in Section 25-53-29(3).

All acquisitions of **\* \* \*** <u>information technology</u> involving 287 the expenditure of funds in excess of the dollar amount 288 289 established in Section 31-7-13(c), or rentals or leases in excess 290 of the dollar amount established in Section 31-7-13(c) for the 291 term of the contract, shall be based upon \* \* \* bid. The 292 authority may reserve the right to reject any or all bids, and if 293 all bids are rejected, the authority may negotiate a contract 294 within the limitations of the specifications so long as the terms 295 of any such negotiated contract are equal to or better than \* \* \* 296 the lowest \* \* \* bidder, and so long as the total cost to the 297 State of Mississippi does not exceed the lowest bid. If the authority accepts one (1) of such bids, it shall be that which is 298 299 the lowest and best. \* \* \* The provisions of this paragraph shall 300 not apply to acquisitions of information technology equipment and 301 services made by the Mississippi Department of Health and the Mississippi Department of Revenue for the purposes of 302

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H. B. No. 958 25/HR31/R2139CS PAGE 12 (RKM\JAB) 303 implementing, administering and enforcing the provisions of the 304 Mississippi Medical Cannabis Act by June 30, 2024.

305 (\* \* \*<u>o</u>) When applicable, the authority may 306 procure \* \* \* <u>information technology</u> in accordance with the law or 307 regulations, or both, which govern the Bureau of Purchasing of the 308 Office of General Services or which govern the Mississippi 309 Department of Information Technology Services procurement of \* \* \* 310 information technology.

311 (\*\*\*p) The authority is authorized to purchase,
312 lease, or rent information technology \*\*\* for the purpose of
313 establishing pilot projects to investigate emerging technologies.
314 These acquisitions shall be limited to new technologies and shall
315 be limited to an amount set by annual appropriation of the
316 Legislature. These acquisitions shall be exempt from the
317 advertising and bidding requirement.

318 (\*\*\*<u>q</u>) To promote the maximum use and benefit from 319 technology and services now in operation or which will in the 320 future be placed in operation and to identify opportunities, 321 minimize duplication, reduce costs and improve the efficiency of 322 providing common technology services the authority is authorized 323 to:

324 (i) Enter into master agreements for \* \* \*
 325 <u>information technology</u>, including cloud computing, available for
 326 shared use by state agencies, \* \* \* <u>institutions</u> of higher
 327 learning and governing authorities; and

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 13 (RKM\JAB) 328 (ii) Enter into contracts for the acquisition 329 of \* \* \* information technology, including cloud computing, that have been acquired by other entities, located within or outside of 330 331 the State of Mississippi, so long as it is determined by the 332 authority to be in the best interest of the state. The 333 acquisitions provided in this paragraph (  $\star \star \star q$ ) shall be exempt 334 from the advertising and bidding requirements of Sections 25-53-1 335 et seq. and 31-7-1 et seq.

336 (\*\*\*<u>r</u>) All fees collected by the Mississippi 337 Department of Information Technology Services shall be deposited 338 into the Mississippi Department of Information Technology Services 339 Revolving Fund unless otherwise specified by the Legislature.

340 (\*\*\*<u>s</u>) The authority shall work closely with the
341 council to bring about effective coordination of policies,
342 standards and procedures relating to procurement of remote sensing
343 and geographic information systems (GIS) resources. \* \* \*

344 (\*\*\*<u>t</u>) The authority shall manage one or more State 345 Data Centers to provide information technology services on a 346 cost-sharing basis. In determining the appropriate services to be 347 provided through the State Data Center, the authority should 348 consider those services that:

349 (i) Result in savings to the state as a whole;
350 (ii) Improve and enhance the security and
351 reliability of the state's information and business systems; and

(iii) Optimize the efficient use of the state's information technology assets, including, but not limited to, promoting partnerships with the state institutions of higher learning and community colleges to capitalize on advanced information technology resources.

357 ( **\* \* \***u) The authority shall increase federal 358 participation in the cost of the State Data Center to the extent 359 provided by law and its shared technology infrastructure through 360 providing such shared services to agencies that receive federal 361 funds. With regard to state institutions of higher learning and 362 community colleges, the authority may provide shared services when 363 mutually agreeable, following a determination by both the 364 authority and the Board of Trustees of State Institutions of 365 Higher Learning or the Mississippi Community College Board, as the 366 case may be, that the sharing of services is mutually beneficial.

The authority, in its discretion, may require 367 ( **\* \* \***<sub>V</sub>) 368 new or replacement agency business applications to be hosted at 369 the State Data Center. With regard to state institutions of 370 higher learning and community colleges, the authority and the 371 Board of Trustees of State Institutions of Higher Learning or the Mississippi Community College Board, as the case may be, may agree 372 373 that institutions of higher learning or community colleges may 374 utilize business applications that are hosted at the State Data 375 Center, following a determination by both the authority and the 376 applicable board that the hosting of those applications is

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H. B. No. 958 25/HR31/R2139CS PAGE 15 (RKM\JAB) 377 mutually beneficial. In addition, the authority may establish 378 partnerships to capitalize on the advanced technology resources of 379 the Board of Trustees of State Institutions of Higher Learning or 380 the Mississippi Community College Board, following a determination 381 by both the authority and the applicable board that such a 382 partnership is mutually beneficial.

383 (\*\*\* $\underline{w}$ ) The authority shall provide a periodic update 384 regarding reform-based information technology initiatives to the 385 Chairmen of the House and Senate Accountability, Efficiency and 386 Transparency Committees.

387 From and after July 1, 2018, the expenses of this agency 388 shall be defrayed by appropriation from the State General Fund. 389 In addition, in order to receive the maximum use and benefit from 390 information technology and services, expenses for the provision of 391 statewide shared services that facilitate cost-effective 392 information **\* \* \*** technology shall be defrayed by pass-through 393 funding and shall be deposited into the Mississippi Department of 394 Information Technology Services Revolving Fund unless otherwise 395 specified by the Legislature. These funds shall only be utilized 396 to pay the actual costs incurred by the Mississippi Department of 397 Information Technology Services for providing these shared 398 services to state agencies. Furthermore, state agencies shall 399 work in full cooperation with the Board of the Mississippi 400 Department of Information Technology Services to identify \* \* \* information technology to minimize duplication, reduce costs, and 401

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H. B. No. 958 **\*** 25/HR31/R2139CS PAGE 16 (RKM\JAB) 402 improve the efficiency of providing common technology services 403 across agency boundaries.

404 **SECTION 4.** Section 25-53-21, Mississippi Code of 1972, is 405 amended as follows:

406 25-53-21. The executive director shall have the following 407 duties, responsibilities and authority:

408 He shall conduct continuing studies of all (a) 409 information technology activities carried out by all agencies of 410 the state and shall develop a long-range plan for the efficient and economical performance of such activities in state government. 411 412 Such plan shall be submitted to the authority for its approval 413 and, having been approved by the authority, shall be implemented 414 by the executive director and all state agencies. Such plan shall 415 be continuously reviewed and modifications thereof shall be proposed to the authority by the executive director as 416 417 developments in information technology techniques and changes in 418 the structure, activities, and functions of state government may 419 require.

(b) He shall review the purchasing practices of all state agencies in the area of the purchasing of supplies for information technology and make recommendations to the authority \* \* \* for the institution of purchasing procedures which will ensure the most economical procurement of such supplies commensurate with the efficient operation of all departments and agencies of state government.

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 17 (RKM\JAB) (c) He shall see that all reports required of all agencies are promptly and accurately made in accordance with the rules and regulations adopted by the authority. Either in person or through his authorized agents, he shall make such inspections of information technology operations being conducted by any of the agencies of the state as may be necessary for the performance of his duties.

434 (d) He shall suggest and cause to be brought about 435 cooperation between the several state agencies in order to provide 436 efficiency in information technology operation. He shall, 437 together with the heads of the agencies involved, reduce to 438 writing and execute cooperative plans for the acquisition and 439 operation of information technology equipment, and any such plan 440 so adopted shall be carried out in accordance with the provisions of such plan unless the same shall be amended by the joint action 441 of the executive director and the heads of agencies involved. 442 The 443 executive director shall report to the authority the details of any plan so adopted and all amendments or modifications thereof, 444 445 and shall otherwise report to the authority \* \* \* any failure on 446 the part of any agency to carry out the provisions of such plan. 447 In the event the head of any agency involved or the executive 448 director shall propose amendments to a plan so adopted and such 449 amendment is disapproved by the head of another agency involved or 450 the executive director, an appeal may be taken to the authority which may, after full consideration thereof, order the adoption of 451

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H. B. No. 958 25/HR31/R2139CS PAGE 18 (RKM\JAB) 452 the proposed amendment or any modification thereof. The executive 453 director shall make decisions on all questions of the division of 454 the cost of information technology operations among the several 455 agencies, but his findings shall be subject to the approval or 456 modification by the authority on appeal to it.

457 (e) He shall review all contracts for acquisition 458 of **\* \* \*** information technology now or hereafter in force and may 459 require the renegotiation, termination, amendment or execution of 460 any such contracts in proper form and in accordance with the policies and rules and regulations and subject to the direction of 461 462 the authority. A contract that expires by its terms may be 463 renewed if it is the intent of all parties to renew the contract 464 within a reasonable timeframe. In the negotiation and execution 465 of such contracts, the executive director may negotiate a 466 limitation on the liability to the state of prospective 467 contractors provided such limitation affords the state reasonable 468 protection and the limitation is approved by the state entity for 469 whom the acquisition is being made. For purposes of this section, 470 reasonable protection does not include limitations on intentional 471 torts, negligence, death, bodily injury, bad faith, breach of 472 state data, infringement issues and damage to tangible state 473 property.

(f) He shall act as the purchasing and contracting agent for the State of Mississippi in the negotiation and execution of all contracts for the acquisition of \* \* \*

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 19 (RKM\JAB) 477 information technology. He shall receive, review, and promptly 478 approve or disapprove all requests of agencies of the state for 479 the acquisition of **\* \* \*** information technology, which are 480 submitted in accordance with rules and regulations of the 481 authority. In the event that any such request is disapproved, he 482 shall immediately notify the requesting agency and the members of 483 the authority in writing of such disapproval, stating his reasons 484 therefor. The disapproval of any request by the executive 485 director of the authority may be appealed to the authority \* \* \* in such manner as may be authorized by such reasonable rules and 486 487 regulations hereby authorized to be adopted by the 488 authority \* \* \*. The executive director shall report the approval 489 of all such requests to the authority in such manner as may be 490 directed by the authority, and shall execute any such contracts 491 only after complying with rules and regulations which may be 492 adopted by the authority in relation thereto. Any contracts for 493 personal or professional services entered into by the executive 494 director shall be exempted from the requirements of Section 495 25-9-120(3) relating to submission of such contract to the State 496 Personal Service Contract Review Board.

(g) He shall suggest and cause to be brought about cooperation between the several state agencies, departments and institutions in order that work may be done by one agency for another agency, and equipment in one agency may be made available to another agency, and suggest and cause to be brought about such

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 20 (RKM\JAB) 502 improvements as may be necessary in joint or cooperative 503 information technology operations.

(h) He shall be designated as the "Chief Information Confidentiality Officer" after being duly sworn to the oath of this office by the chairman of the authority and shall be responsible for administering the oath to other qualified officers he may designate.

509 He shall appoint employees of the Mississippi (i) 510 Department of Information Technology Services, or at his discretion, employees of other state agencies and institutions 511 512 that are responsible for handling or processing data for any 513 agency or institution other than that for which they are employed, to a position of information custodial care that shall be known as 514 515 "Information Confidentiality Officer." The selection and swearing 516 of all officers shall be reported to the authority at the next 517 regular meeting and names, affirmation dates and employment dates 518 shall be recorded in the permanent minutes of the authority.

519 SECTION 5. Section 25-53-25, Mississippi Code of 1972, is 520 amended as follows:

521 25-53-25. (1) **\* \* \*** <u>Except as otherwise provided in Section</u> 522 <u>25-53-5, 25-53-25(5) or any other provision of law, nothing</u> in 523 this chapter shall be construed to imply exemption from the public 524 purchases law, being Section 31-7-1 et seq.

525 (2) The authority may establish policies and procedures for 526 the purpose of delegating the **\* \* \*** <u>acquisition</u> and contracting

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 21 (RKM\JAB) 527 responsibilities related to the procurement of \* \* \* <u>information</u> 528 <u>technology</u> to the purchasing agency. Such policies and procedures 529 must address the following issues:

530 (a) Establish categories of equipment or services531 affected;

532 (b) Establish maximum unit and/or ceiling prices of 533 such procurements;

534 (c) Establish reporting, monitoring and control of such 535 procurements; and

(d) Establish other such rules and regulations as
necessary to fully implement the purposes of this section.
Nothing in this subsection shall be construed to imply exemption
from the public purchases law, being Section 31-7-1 et seq.

(3) Acquisitions of \* \* \* <u>information technology</u> by institutions of higher learning or junior colleges wholly with federal funds and not with state general funds shall be exempt from the provisions of this chapter; however, nothing in this subsection shall be construed to imply an exemption of such acquisitions from the public purchases law, being Section 31-7-1 et seq.

547 (4) [Repealed]

548 (5) Acquisitions of information technology made by agencies 549 while exempt from the public purchasing requirements of this 550 chapter and/or as specified in the authority's regulations shall

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 22 (RKM\JAB) 551 remain exempt until a new acquisition is required, as determined 552 by ITS.

553 **SECTION 6.** Section 25-53-29, Mississippi Code of 1972, is 554 amended as follows:

555 25-53-29. (1) For the purposes of this section the term 556 "bureau" shall mean the "Mississippi Department of Information 557 Technology Services." The authority shall have the following 558 powers and responsibilities to carry out the establishment of 559 policy and provide for long-range planning and consulting:

(a) Provide a high level of technical expertise for
agencies, institutions, political subdivisions and other
governmental entities as follows: planning; consulting; project
management; systems and performance review; system definition;
design; application programming; training; development and
documentation; implementation; maintenance; and other tasks as may
be required, within the resources available to the bureau.

567 Publish written planning guides, policies and (b) procedures for use by agencies and institutions in planning 568 569 future **\* \* \*** information technology. The bureau may require 570 agencies and institutions to submit data, including periodic 571 electronic equipment inventory listings, information on agency 572 staffing, systems under study, planned applications for the future, and other information needed for the purposes of preparing 573 the state master plan. The bureau may require agencies and 574

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575 institutions to submit any additional data required for purposes 576 of preparing the state master plan.

577 Inspect agency facilities and equipment, interview (C) 578 agency employees and review records at any time deemed necessary 579 by the bureau for the purpose of identifying cost-effective 580 applications of electronic information technology. Upon 581 conclusion of any inspection, the bureau shall issue a management 582 letter containing cost estimates and recommendations to the agency 583 head and governing board concerning applications identified that would result in staff reductions, other monetary savings and 584 585 improved delivery of public services.

586 (d) Conduct classroom and on-site training for end 587 users for applications and systems developed by the bureau.

(e) Provide consulting services to agencies and
institutions or Mississippi governmental subdivisions requesting
technical assistance in \* \* \* information technology. The bureau
may submit proposals and enter into contracts to provide services
to agencies and institutions or governmental subdivisions for such
purposes.

(2) The bureau shall annually issue a three-year master plan in writing to the Governor, available on request to any member of the Legislature, including recommended statewide strategies and goals for the effective and efficient use of information technology \* \* \* in state government. The report shall also include recommended information policy actions and other

600 recommendations for consideration by the Governor and members of 601 the Legislature.

602 The bureau shall make an annual report in writing to the (3) 603 Governor, available on request to any member of the Legislature, 604 to include a full and detailed account of the work of the 605 authority for the preceding year. The report shall contain 606 recommendations to agencies and institutions resulting from 607 inspections or consulting contracts. The report shall also 608 contain a summary of the master plan, progress made, and 609 legislative and policy recommendations for consideration by the 610 Governor and members of the Legislature.

611 The bureau may charge fees to agencies and institutions (4)612 for services rendered to them. The bureau may charge fees to 613 vendors to recover the cost of providing procurement services and 614 the delivery of procurement awards to public bodies. The amounts 615 of such fees shall be set by the authority upon recommendation of 616 the Executive Director of the \* \* \* ITS, and all such fees 617 collected shall be paid into the fund established for carrying out 618 the purposes of this section.

(5) \* \* \* The bureau may, from time to time, at the discretion of the Executive Director of \* \* \* <u>ITS</u>, contract with firms or qualified individuals to be used to augment the bureau's professional staff in order to assure timely completion and implementation of assigned tasks, provided that funds are available in the fund established for carrying out the purposes of

this section. Such individuals may be employees of any agency, bureau or institution provided that these individuals or firms meet the requirements of other individuals or firms doing business with the state through the \* \* \* <u>ITS</u>. Individuals who are employees of an agency or institution may contract with the \* \* \* <u>ITS</u> only with the concurrence of the agency or institution for whom they are employed.

From and after July 1, 2018, the expenses of this agency 632 633 shall be defrayed by appropriation from the State General Fund. In addition, in order to receive the maximum use and benefit from 634 information technology \* \* \*, expenses for the provision of 635 636 statewide shared services that facilitate cost-effective 637 information processing and telecommunication solutions shall be 638 defrayed by pass-through funding and shall be deposited into the 639 Mississippi Department of Information Technology Services 640 Revolving Fund unless otherwise specified by the Legislature. 641 These funds shall only be utilized to pay the actual costs 642 incurred by the \* \* \* ITS for providing these shared services to 643 state agencies. Furthermore, state agencies shall work in full 644 cooperation with the **\* \* \*** ITS to identify **\* \* \*** information 645 technology to minimize duplication, reduce costs, and improve the 646 efficiency of providing common technology services across agency 647 boundaries.

648 SECTION 7. Section 25-53-121, Mississippi Code of 1972, is 649 amended as follows:

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 26 (RKM\JAB) 650 25-53-121. (1) The types of contracts permitted in the 651 procurement of telecommunications equipment, systems and related 652 services are defined herein, and the provisions in Sections 653 25-53-101 through 25-53-125 <u>and 25-53-5</u> supplement the provisions 654 of Chapter 7, Title 31, Mississippi Code of 1972.

(2) The Mississippi Department of Information Technology
Services may, on behalf of any state agency, enter into an
equipment support contract with a vendor of telecommunications
equipment or services for the purchase or lease of such equipment
or services in accordance with the following provisions:

(a) Specifications for equipment support contracts
shall be developed in advance and shall conform to the following
requirements:

(i) Specifications for equipment support contracts
shall cover a specific class or classes of equipment and service
and may include all features associated with that class or
classes.

667 (ii) Specifications in the \* \* \* bid for equipment
668 support contracts shall be developed by the Mississippi Department
669 of Information Technology Services.

670 (iii) Specifications shall be based on the671 projected needs of user agencies.

672 (iv) Specifications for equipment support673 contracts for purchase or lease of telecommunications equipment

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 27 (RKM\JAB) 674 may include specifications for the maintenance of the equipment 675 desired.

(b) The initial procurement of an equipment support
contract, and procurement of equipment and services to be utilized
by agencies under an equipment support contract, shall be as
follows:

680 (i) Equipment support contracts shall be
681 awarded \* \* \* in accordance with Section 25-53-5.

682 (ii) A using agency may procure required telecommunications equipment and service available under an 683 684 equipment support contract through release of a purchase order for 685 the required equipment and service to the vendor holding an equipment support contract. However, such procurement by purchase 686 687 order shall be accomplished in accordance with the procedures and 688 regulations prescribed by the Mississippi Department of Information Technology Services, and shall be subject to all other 689 690 statutory requirements including approval by the bureau.

(c) The final authority for entering into equipment
support contracts shall rest with the bureau, and such contracts
shall be executed by the Mississippi Department of Information
Technology Services in accordance with the procedures and
regulations defined by said authority.

696 (d) \* \* \* Equipment support contracts shall include the
697 following annual appropriation dependency clause:

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 28 (RKM\JAB) <sup>698</sup> "The continuation of this contract is contingent upon the <sup>699</sup> appropriation of funds to fulfill the requirements of the contract <sup>700</sup> by the Legislature. If the Legislature fails to appropriate <sup>701</sup> sufficient monies to provide for the continuance of the contract, <sup>702</sup> the contract shall terminate on the date of the beginning of the <sup>703</sup> first fiscal year for which funds are not appropriated."

704 (3) The Mississippi Department of Information Technology
705 Services may on behalf of any state agency enter into contracts
706 for the lease or purchase of telecommunications equipment systems
707 or services in accordance with the following provisions:

(a) The bureau may directly contract for or approve
contracts for regulated or tariffed telecommunications services
upon determination by the bureau that the application of such
service is in the best interests of the State of Mississippi.

(b) All other contracts of this type shall be entered
into through \* \* \* <u>a bid</u> as defined in \* \* \* <u>Section 25-53-3</u>.

(c) The justification of such contracts must be presented to the bureau \* \* \*. Such justification shall identify and consider all cost factors relevant to that contract.

717

(d) **\* \* \*** [Deleted]

(e) All lease contracts must contain the followingannual appropriation dependency clause:

720 "The continuation of this contract is contingent upon the 721 appropriation of funds to fulfill the requirements of the contract 722 by the Legislature. If the Legislature fails to appropriate

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 29 (RKM\JAB) 723 sufficient monies to provide for the continuation of a contract, 724 the contract shall terminate on the date of the beginning of the 725 first fiscal year for which funds are not appropriated."

(f) The Mississippi Department of Information Technology Services shall maintain a list of all such contracts. This list shall show as a minimum the name of the vendor, the annual cost of each contract and the term of the contract or the purchase cost.

731 \* \* \*

732 SECTION 8. Section 25-53-123, Mississippi Code of 1972, is
733 amended as follows:

734 25-53-123. (1) The only method of procurement permitted for 735 the acquisition of nonregulated telecommunications systems, 736 including equipment and related services, shall be in conformity 737 with \* \* Section 25-53-5.

738 SECTION 9. Section 25-53-201, Mississippi Code of 1972, is
739 amended as follows:

740 25-53-201. (1) There is hereby established the Enterprise 741 Security Program which shall provide for the coordinated oversight 742 of the cybersecurity efforts across all state agencies, including 743 cybersecurity systems, services and the development of policies, 744 standards and guidelines.

745 (2) The Mississippi Department of Information Technology
746 Services (MDITS), in conjunction with all state agencies, shall
747 provide centralized management and coordination of state policies

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 30 (RKM\JAB) for the security of data and information technology resources,
which such information shall be compiled by MDITS and distributed
to each participating state agency. MDITS shall:

(a) Serve as sole authority, within the constraints of
this statute, for defining the specific enterprise cybersecurity
systems and services to which this statute is applicable;

(b) Acquire and operate enterprise technology solutions to provide services to state agencies when it is determined that such operation will improve the cybersecurity posture in the function of any agency, institution or function of state government as a whole;

(c) Provide oversight of enterprise security policies
for state data and information technology (IT) resources
including, the following:

(i) Establishing and maintaining the security
standards and policies for all state data and IT resources state
agencies shall implement to the extent that they apply; and

(ii) Including the defined enterprise security requirements as minimum requirements in the specifications for solicitation of state contracts for procuring data and information technology systems and services;

(d) Adhere to all policies, standards and guidelines in the management of technology infrastructure supporting the state data centers, telecommunications networks and backup facilities;

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H. B. No. 958 25/HR31/R2139CS PAGE 31 (RKM\JAB) (e) Coordinate and promote efficiency and security with all applicable laws and regulations in the acquisition, operation and maintenance of state data, cybersecurity systems and services used by agencies of the state;

(f) Manage, plan and coordinate all enterprisecybersecurity systems under the jurisdiction of the state;

(g) Develop, in conjunction with agencies of the state, coordinated enterprise cybersecurity systems and services for all state agencies;

(h) Provide ongoing analysis of enterprise
cybersecurity systems and services costs, facilities and systems
within state government;

784 (i) Develop policies, procedures and long-range plans785 for the use of enterprise cybersecurity systems and services;

(j) Form an advisory council of information security officers from each state agency to plan, develop and implement cybersecurity initiatives;

(k) Coordinate the activities of the advisory council to provide education and awareness, identify cybersecurity-related issues, set future direction for cybersecurity plans and policy, and provide a forum for interagency communications regarding cybersecurity;

(1) Charge respective user agencies on a reimbursementbasis for their proportionate cost of the installation,

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 32 (RKM\JAB) 796 maintenance and operation of the cybersecurity systems and 797 services; and

798 (m) Require cooperative utilization of cybersecurity799 systems and services by aggregating users.

800 (3) Each state agency's executive director or agency head 801 shall:

802 (a) Be solely responsible for the security of all data
803 and IT resources under its purview, irrespective of the location
804 of the data or resources. Locations include data residing:

805 (i) At agency sites;

806 (ii) On agency real property and tangible and 807 intangible assets;

808 (iii) On infrastructure in the State Data Centers;

809 (iv) At a third-party location;

810 (v) In transit between locations;

811 (b) Ensure that an agency-wide security program is in 812 place;

813 (c) Designate an information security officer to 814 administer the agency's security program;

815 (d) Ensure the agency adheres to the requirements 816 established by the Enterprise Security Program, to the extent that 817 they apply;

818 (e) Participate in all Enterprise Security Program
819 initiatives and services in lieu of deploying duplicate services
820 specific to the agency;

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 33 (RKM\JAB) 821 (f) Develop, implement and maintain written agency 822 policies and procedures to ensure the security of data and IT The agency policies and procedures are confidential 823 resources. 824 information and exempt from public inspection, except that the information must be available to the Office of the State Auditor 825 826 in performing auditing duties;

827 Implement policies and standards to ensure that all (q) 828 of the agency's data and IT resources are maintained in compliance 829 with state and federal laws and regulations, to the extent that 830 they apply;

831 (h) Implement appropriate cost-effective safeguards to reduce, eliminate or recover from identified threats to data and 832 833 IT resources;

834 Ensure that internal assessments of the security (i) program are conducted. The results of the internal assessments 835 836 are confidential and exempt from public inspection, except that 837 the information must be available to the Office of the State 838 Auditor in performing auditing duties;

839 Include all appropriate cybersecurity requirements (j) 840 in the specifications for the agency's solicitation of state 841 contracts for procuring data and information technology systems 842 and services;

843 Include a general description of the security (k) program and future plans for ensuring security of data in the 844 agency long-range information technology plan; 845

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846 (1) Participate in annual information security training
847 designed specifically for the executive director or agency head to
848 ensure that such individual has an understanding of:

849 (i) The information and information systems that850 support the operations and assets of the agency;

(ii) The potential impact of common types of cyber-attacks and data breaches on the agency's operations and assets;

(iii) How cyber-attacks and data breaches on the agency's operations and assets could impact the operations and assets of other state agencies on the Enterprise State Network;

857 (iv) How cyber-attacks and data breaches occur;
858 (v) Steps to be undertaken by the executive
859 director or agency head and agency employees to protect their

861 (vi) The annual reporting requirements required of 862 the executive director or agency head.

863 (4) The Mississippi Department of Information Technology
864 Services shall evaluate the Enterprise Security Program. Such
865 evaluation shall include the following factors:

866 (a) Whether the Enterprise Security Program867 incorporates nationwide best practices;

information and information systems; and

860

868 (b) Whether opportunities exist to centralize and 869 coordinate oversight of cybersecurity efforts across all state 870 agencies;

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 35 (RKM\JAB) 871 (c) A review of the minimum enterprise security 872 requirements that must be incorporated in solicitations for state 873 contracts for procuring data and information technology systems 874 and services; and

(d) Whether opportunities exist to expand the
Enterprise Security Program, including providing oversight of
cybersecurity efforts of those governing authorities as defined in
Section 25-53-3( \* \* \*e).

In performing such evaluation, the Mississippi Department of Information Technology Services may retain experts. This evaluation shall be completed by November 1, 2023. All records in connection with this evaluation shall be exempt from the Mississippi Public Records Act of 1983, pursuant to Section 25-61-11.2(f) and (k).

(5) For the purpose of this subsection, the following words shall have the meanings ascribed herein, unless the context clearly indicates otherwise:

(a) "Cyberattack" shall mean any attempt to gain
illegal access, including any data breach, to a computer, computer
system or computer network for purposes of causing damage,
disruption or harm.

(b) "Ransomware" shall mean a computer contaminant or
lock placed or introduced without authorization into a computer,
computer system or computer network that restricts access by an
authorized person to the computer, computer system, computer

H. B. No. 958 **~ OFFICIAL ~** 25/HR31/R2139CS PAGE 36 (RKM\JAB) 896 network or any data therein under circumstances in which the 897 person responsible for the placement or introduction of the 898 ransomware demands payment of money or other consideration to 899 remove the computer contaminant, restore access to the computer, 900 computer system, computer network or data, or otherwise remediate 901 the impact of the computer contaminant or lock.

902 From and after July 1, 2023, all state agencies (C) 903 shall notify the Mississippi Department of Information Technology 904 Services of any cyberattack or demand for payment as a result of 905 ransomware no later than the close of the next business day 906 following the discovery of such cyberattack or demand. The 907 Mississippi Department of Information Technology Services shall 908 develop a reporting format to be utilized by state agencies to 909 provide such notification. The Mississippi Department of 910 Information Technology Services shall periodically analyze all 911 such reports and attempt to identify any patterns or weaknesses in 912 the state's cybersecurity efforts. Such reports shall be exempt 913 from the Mississippi Public Records Act of 1983, pursuant to 914 Section 25-61-11.2(j).

915 SECTION 10. This act shall take effect and be in force from 916 and after July 1, 2025.

H. B. No. 958 25/HR31/R2139CS PAGE 37 (RKM\JAB) XIII Department of Information Technology Services; revise certain provisions relating to acquisition of technology services.