By: Representatives Zuber, Ford (73rd)

To: State Affairs;
Technology

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 1491

AN ACT TO ESTABLISH A CLOUD CENTER OF EXCELLENCE (CCOE) WITHIN THE MISSISSIPPI DEPARTMENT OF INFORMATION TECHNOLOGY SERVICES; TO FACILITATE THE ADOPTION AND MANAGEMENT OF CLOUD COMPUTING ACROSS STATE AGENCIES AND GOVERNING AUTHORITIES; TO 5 PROVIDE STRATEGIC GUIDANCE, BEST PRACTICES, AND GOVERNANCE 6 FRAMEWORKS FOR CLOUD MIGRATION AND OPTIMIZATION; TO ENHANCE 7 SECURITY, SCALABILITY, AND COST EFFICIENCY IN STATEWIDE CLOUD OPERATIONS; TO AUTHORIZE THE PHASED IMPLEMENTATION OF THE CCOE 8 9 OVER A FIVE-YEAR PERIOD; TO PROVIDE REPORTING AND OVERSIGHT REQUIREMENTS; TO AUTHORIZE THE PROMULGATION OF RULES AND 10 11 REGULATIONS NECESSARY FOR ITS ADMINISTRATION; TO AMEND SECTION 12 25-53-3, MISSISSIPPI CODE OF 1972, TO CONFORM DEFINITIONS; TO BRING FORWARD SECTION 25-53-21, MISSISSIPPI CODE OF 1972, FOR 13 PURPOSES OF POSSIBLE AMENDMENTS; AND FOR RELATED PURPOSES. 14 15 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 16 SECTION 1. This act shall be known and may be cited as the 17 "Cloud Center of Excellence Act." 18 SECTION 2. As used in this act, the following terms shall 19 have the meanings ascribed herein, unless the context clearly requires otherwise: 20

centralized body responsible for providing strategic guidance,

best practices, governance, and technical support for cloud

(a) "Cloud Center of Excellence" or "CCOE" means the

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- 24 adoption and management across state agencies and governing
- 25 authorities.
- 26 (b) "Cloud computing" means on-demand access to
- 27 computing resources, including storage, servers, and applications,
- 28 delivered via the Internet or other networks.
- 29 (c) "MDITS" or "department" means the Mississippi
- 30 Department of Information Technology Services.
- 31 (d) "Governing authority" means the same as the term
- 32 governing authority is defined in Section 25-53-3(2)(f).
- (e) "State agency" means the same as the term "agency"
- 34 is defined in Section 25-53-3(2) (e).
- 35 **SECTION 3.** (1) There is established within the Mississippi
- 36 Department of Information Technology Services (MDITS) a
- 37 centralized Cloud Center of Excellence (CCOE) to facilitate cloud
- 38 adoption across state agencies and governing authorities, enhance
- 39 technological infrastructure, improve security and scalability,
- 40 and streamline cloud migrations in a cost-effective and efficient
- 41 manner.
- 42 (2) Using existing resources, MDITS may review the process
- 43 for the coordinated development, hosting and management of
- 44 computer software for state agencies that use cloud computing
- 45 services. The Cloud Center of Excellence (CCOE) shall:
- 46 (a) Develop and implement a statewide strategy for
- 47 cloud adoption and management;

48 (b)	Provide	quidance	, best	practices	, and	governance

- 49 frameworks to state agencies and governing authorities for the
- 50 adoption and use of cloud services;
- 51 (c) Establish standardized processes for cloud
- 52 migrations, resource optimization, and workload assessments;
- 53 (d) Enhance cybersecurity protocols and ensure
- 54 compliance with state and federal security standards;
- (e) Monitor and report on the scalability, cost
- 56 efficiency, and performance of cloud infrastructure;
- (f) Offer training and support to agency personnel to
- 58 promote cloud literacy and effective utilization; and
- (g) Coordinate with state agencies and governing
- 60 authorities to ensure a phased implementation schedule as required
- 61 by the provision of Section 4 of this act.
- 62 **SECTION 4.** (1) The Cloud Center of Excellence (CCOE) shall
- 63 establish a five-year phased implementation plan as follows:
- 64 (a) By July 1, 2026, conduct statewide readiness
- 65 assessments and develop detailed cloud migration plans for pilot
- 66 agencies;
- 67 (b) By July 1, 2027, initiate pilot migrations for
- 68 selected state agencies, establish key performance indicators
- 69 (KPIs) and refine processes based on feedback;
- 70 (c) By July 1, 2028, expand cloud adoption to
- 71 additional state agencies, focusing on optimizing resource
- 72 utilization and ensuring adherence to best practices;

73	(d)	Bv	July	1	. 2029.	begin	inted	ration	of	governing

- 74 authorities into the cloud ecosystem, providing support for local
- 75 governments, postsecondary educational institutions and school
- 76 districts; and
- By July 1, 2030, achieve full statewide adoption of 77
- 78 cloud services, with ongoing monitoring, training, and
- optimization provided by the CCOE for all state agencies and 79
- 80 governing authorities.
- 81 During the respective schedule of implementation
- described in subsection (1), each state agency and governing 82
- 83 authority integrated into the CCOE at that time shall consider:
- 84 Cloud computing service options, including any (a)
- 85 security benefits and cost savings associated with purchasing
- 86 those service options from a cloud computing service provider and
- 87 from a statewide technology center established by the department,
- 88 when making purchases; and
- 89 Cloud computing service options and compatibility (b)
- with cloud computing services in the development of new 90
- 91 information technology software applications.
- 92 (3) Except as provided by paragraph (b) of this (a)
- 93 subsection, a state agency or governing authority shall ensure,
- 94 when making purchases for an automated information system, that
- 95 the system is capable of being deployed and run on cloud computing
- 96 services.

97	(b) When making a purchase for an automated information
98	system, a state agency or governing authority may determine that,
99	due to integration limitations with legacy systems, security risks
100	or costs, the state agency or governing authority is unable to
101	purchase a system capable of being deployed and run on cloud
102	computing services.

- agency or governing authority solicits bids, proposals, offers or other applicable expressions of interest for a purchase described by paragraph (b) of this subsection, the state agency or governing authority shall submit a report that describes the purchase and the agency's reasoning for making the purchase of an automated information system to the Mississippi Department of Information Technology Services (MDITS).
- 111 (4) The department shall provide administrative support and oversight to the CCOE and ensure compliance with this act.
- 113 (5) The department is authorized to:
- 114 (a) Enter into agreements with cloud service providers 115 to facilitate cost-effective procurement of cloud solutions;
- 116 (b) Develop and enforce statewide cloud security and compliance standards;
- 118 (c) Establish funding mechanisms, including interagency 119 agreements, to support the operations of the CCOE; and
- 120 (d) Promulgate rules and regulations necessary to carry
 121 out the provisions of this act.

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122	SECTION 5. (1) Not later than November 15 of each
123	even-numbered year, MDITS, using existing resources, shall submit
124	a report to the Governor, Lieutenant Governor and Speaker, the
125	Chairpersons of the House and Senate Committees on Technology and
126	of the House State Affairs Committee on the use of cloud computing
127	service options by state agencies and governing authorities,
128	detailing the progress of the implementation plan, challenges
129	encountered, and recommendations for improvement. The report must
130	include use cases that provided cost savings and other benefits,
131	including security enhancements. All state agencies and governing
132	authorities shall cooperate with MDITS in the creation of the
133	report by providing timely and accurate information and any

- SECTION 6. The Legislature shall appropriate funds to the
 Department of Information Technology Services to implement and
 operate the Cloud Center of Excellence (CCOE). The CCOE may seek
 additional funding through federal grants, partnerships, and other
 available resources.
- SECTION 7. Section 25-53-3, Mississippi Code of 1972, is amended as follows:

assistance required by the department.

25-53-3. (1) Whenever the term "Central Data Processing

Authority" or the term "authority," when referring to the Central

Data Processing Authority, is used in any law, rule, regulation,

document or elsewhere, it shall be construed to mean the

Mississippi Department of Information Technology Services.

147	(2) For the purposes of this chapter the following terms
148	shall have the meanings ascribed in this section unless the
149	context otherwise requires:

- 150 (a) "Central Data Processing Authority" and "CDPA" mean
 151 "Mississippi Department of Information Technology Services
 152 (MDITS)" and the term "authority" means "board of the MDITS."
- 153 (b) "Bureau of Systems Policy and Planning," "Bureau of
 154 Telecommunications," "Bureau of Central Data Processing" and
 155 "bureau" mean "Mississippi Department of Information Technology
 156 Services."
- 157 (c) "Computer equipment or services" means any
 158 information technology, computer or computer related
 159 telecommunications equipment, electronic word processing and
 160 office systems, or services utilized in connection therewith,
 161 including, but not limited to, all phases of computer software and
 162 consulting services, and insurance on all state-owned computer
 163 equipment.
- (d) "Acquisition" of computer or telecommunications
 equipment or services means the purchase, lease, rental, or
 acquisition in any other manner of any such computer or
 telecommunications equipment or services.
- 168 (e) "Agency" means and includes all the various state
 169 agencies, officers, departments, boards, commissions, offices and
 170 institutions of the state.

171	(f) "Governing authority" means boards of supervisors,
172	governing boards of all school districts, all boards of directors
173	of public water supply districts, boards of directors of master
174	public water supply districts, municipal public utility
175	commissions, governing authorities of all municipalities, port
176	authorities, commissioners and boards of trustees of any public
177	hospitals and any * * * governing authority of the state supported
178	wholly or in part by public funds of the state or * * * governing
179	authority thereof.

- (g) "Bid" means any of the valid source selection techniques and competitive procurement methods appropriate to information technology procurement in the public sector, including, but not limited to, competitive sealed bidding, competitive sealed proposals, simplified small purchase procedures, sole source procurements, and emergency procurements.
- 186 (h) "Telecommunications transmission facility" means
 187 any transmission medium, switch, instrument, inside wiring system
 188 or other facility which is used, in whole or part, to provide any
 189 transmission.
- (i) "Equipment support contract" means a contract which
 covers a single, specific class or classes of telecommunications
 equipment or service and all features associated with that class,
 through which state agencies may purchase or lease the item of
 equipment or service specified by issuing a purchase order under

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195	the	terms	of	the	contract	without	the	necessity	of	further
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- 197 (j) "Inside wiring system" means any wiring which:
- 198 (i) Directly or indirectly, interconnects any
- 199 terminal equipment with any other terminal equipment or with any
- 200 regulated facility or common carrier services; and
- 201 (ii) Is located at the premises of the customer
- 202 and is not inside any terminal equipment.
- 203 (k) "Procurement" means the selling, buying,
- 204 purchasing, renting, leasing or otherwise obtaining
- 205 telecommunications equipment, system or related services, as well
- 206 as activities engaged in, resulting in or expected to result in
- 207 selling, buying, purchasing, renting, leasing or otherwise
- 208 obtaining telecommunications equipment.
- (1) "Telecommunications equipment, systems, related
- 210 services" are limited to the equipment and means to provide:
- 211 (i) Telecommunications transmission facilities.
- 212 (ii) Telephone systems, including voice processing
- 213 systems.
- 214 (iii) Facsimile systems.
- 215 (iv) Radio paging services.
- (v) Mobile telephone services, including cellular
- 217 mobile telephone service.
- 218 (vi) Intercom and paging systems.
- 219 (vii) Video teleconferencing systems.

220		(viii)	Personal	communications	networks	and
221	services.					

- 222 (ix) Any and all systems based on emerging and
- 223 future telecommunications technologies relative to (i) through
- 224 (viii) above.
- 225 (m) "Telecommunications system lease contract" means a
- 226 contract between a supplier of telecommunications systems,
- 227 including equipment and related services, and the Mississippi
- 228 Department of Information Technology Services through which
- telecommunications systems, including equipment and related 229
- 230 services, may be leased for a term which shall not exceed sixty
- 231 (60) months for a system lease valued less than One Million
- 232 Dollars (\$1,000,000.00) and shall not exceed one hundred twenty
- 233 (120) months for a system lease valued One Million Dollars
- 234 (\$1,000,000.00) or more.
- 235 "Tariffed or regulated service" means
- 236 telecommunications service offered by common carriers and subject
- 237 to control by the Mississippi Public Service Commission or the
- 238 Federal Communications Commission.
- 239 "State Data Center" means one or more facilities
- 240 operated by the Mississippi Department of Information Technology
- 241 Services to provide information technology resources requiring
- 242 enterprise computing resources or any other centrally managed
- 243 information resources.

244	SECTION 8.	Section	25-53-21,	Mississippi	Code	of	1972,	is
245	brought forward	as follo	NS:					

- 246 25-53-21. The executive director shall have the following duties, responsibilities and authority:
- He shall conduct continuing studies of all 248 249 information technology activities carried out by all agencies of 250 the state and shall develop a long-range plan for the efficient and economical performance of such activities in state government. 251 252 Such plan shall be submitted to the authority for its approval 253 and, having been approved by the authority, shall be implemented 254 by the executive director and all state agencies. Such plan shall 255 be continuously reviewed and modifications thereof shall be 256 proposed to the authority by the executive director as 257 developments in information technology techniques and changes in 258 the structure, activities, and functions of state government may 259 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 and to the Public Procurement Review Board 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.
- 267 (c) He shall see that all reports required of all 268 agencies are promptly and accurately made in accordance with the

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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.

(d) He shall suggest and cause to be brought about cooperation between the several state agencies in order to provide efficiency in information technology operation. He shall, together with the heads of the agencies involved, reduce to writing and execute cooperative plans for the acquisition and operation of information technology equipment, and any such plan so adopted shall be carried out in accordance with the provisions of such plan unless the same shall be amended by the joint action of the executive director and the heads of agencies involved. executive director shall report to the authority the details of any plan so adopted and all amendments or modifications thereof, and shall otherwise report to the authority and to the Public Procurement Review Board any failure on the part of any agency to carry out the provisions of such plan. In the event the head of any agency involved or the executive director shall propose amendments to a plan so adopted and such amendment is disapproved by the head of another agency involved or the executive director, an appeal may be taken to the authority which may, after full consideration thereof, order the adoption of the proposed amendment or any modification thereof. The executive director

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shall make decisions on all questions of the division of the cost of information technology operations among the several agencies, but his findings shall be subject to the approval or modification by the authority on appeal to it.

- (e) He shall review all contracts for acquisition of computer and/or telecommunications equipment or services now or hereafter in force and may require the renegotiation, termination, amendment or execution of any such contracts in proper form and in accordance with the policies and rules and regulations and subject to the direction of the authority. In the negotiation and execution of such contracts, the executive director may negotiate a limitation on the liability to the state of prospective contractors provided such limitation affords the state reasonable protection and the limitation is approved by the state entity for whom the acquisition is being made.
- 309 He shall act as the purchasing and contracting 310 agent for the State of Mississippi in the negotiation and execution of all contracts for the acquisition of computer 311 312 equipment or services. He shall receive, review, and promptly 313 approve or disapprove all requests of agencies of the state for 314 the acquisition of computer equipment or services, which are 315 submitted in accordance with rules and regulations of the authority. In the event that any such request is disapproved, he 316 317 shall immediately notify the requesting agency and the members of the authority in writing of such disapproval, stating his reasons 318

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319	therefor. The disapproval of any request by the executive
320	director of the authority may be appealed to the authority or to
321	the Public Procurement Review Board, respectively, in such manner
322	as may be authorized by such reasonable rules and regulations
323	hereby authorized to be adopted by the authority and by the Public
324	Procurement Review Board to govern the same. The executive
325	director shall report the approval of all such requests to the
326	authority in such manner as may be directed by the authority, and
327	shall execute any such contracts only after complying with rules
328	and regulations which may be adopted by the authority in relation
329	thereto. Any contracts for personal or professional services
330	entered into by the executive director shall be exempted from the
331	requirements of Section 25-9-120(3) relating to submission of such
332	contract to the State 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 improvements as may be necessary in joint or cooperative information technology operations.
- 340 (h) He shall be designated as the "Chief Information 341 Confidentiality Officer" after being duly sworn to the oath of 342 this office by the chairman of the authority and shall be

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343	responsible	for	administering	the	oath	to	other	qualified	officers
344	he may desid	gnate	∂.						

345	(i) He shall appoint employees of the Mississippi
346	Department of Information Technology Services, or at his
347	discretion, employees of other state agencies and institutions
348	that are responsible for handling or processing data for any
349	agency or institution other than that for which they are employed,
350	to a position of information custodial care that shall be known as
351	"Information Confidentiality Officer." The selection and swearing
352	of all officers shall be reported to the authority at the next
353	regular meeting and names, affirmation dates and employment dates
354	shall be recorded in the permanent minutes of the authority.
355	SECTION 9. This act shall take effect and be in force from