By: Senator(s) Williams, Boyd

To: Judiciary, Division A

SENATE BILL NO. 2471 (As Passed the Senate)

1 AN ACT TO PROVIDE THAT A COUNTY OR MUNICIPALITY AND ANY OTHER POLITICAL SUBDIVISION OF THE STATE SHALL NOT BE LIABLE IN CONNECTION WITH A CYBERSECURITY INCIDENT IF THE ENTITY ADOPTS CERTAIN CYBERSECURITY STANDARDS; TO REQUIRE CYBERSECURITY PROGRAMS 5 TO ALIGN WITH NATIONALLY RECOGNIZED STANDARDS AND THE REQUIREMENTS 6 OF SPECIFIED FEDERAL LAWS; TO PROVIDE A REBUTTABLE PRESUMPTION 7 AGAINST LIABILITY FOR COMMERCIAL ENTITIES THAT ARE IN SUBSTANTIAL COMPLIANCE WITH THIS ACT BY ADOPTING A CYBERSECURITY PROGRAM THAT 8 9 SUBSTANTIALLY ALIGNS WITH CERTAIN SPECIFIED CYBERSECURITY 10 STANDARDS; AND FOR RELATED PURPOSES.

- 11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 12 SECTION 1. (1) As used in this act, the following terms
- 13 shall have the meanings herein ascribed:
- 14 (a) "Covered entity" means a sole proprietorship,
- 15 partnership, company, corporation, trust, estate, cooperative,
- association, or a financial institution organized, chartered, or 16
- 17 holding a license authorizing operation under the laws of this
- state, another state, or another country, or other commercial 18
- 19 entity.
- 20 (b) "Third-party agent" means an entity that has
- 21 been contracted to maintain, store, or process personal
- 22 information on behalf of a covered entity.

- 23 (2) (a) A county, municipality, county hospital, the state
- 24 or any of its political subdivisions shall not be liable in
- 25 connection with a cybersecurity incident if the entity adopts
- 26 cybersecurity standards that:
- 27 (i) Safeguard its data, information technology,
- 28 and information technology resources to ensure availability,
- 29 confidentiality and integrity; and
- 30 (ii) Are consistent with generally accepted best
- 31 practices for cybersecurity, including the National Institute of
- 32 Standards and Technology Cybersecurity Framework.
- 33 (b) This statement of immunity shall not be construed
- 34 to waive any immunity granted to a county, municipality or any
- 35 other political subdivision under Title 11, Chapter 46,
- 36 Mississippi Code of 1972.
- 37 (3) There shall be a rebuttable presumption that a covered
- 38 entity or third-party agent that acquires, maintains, stores or
- 39 uses personal information is not liable in connection with a
- 40 cybersecurity incident if the covered entity or third-party agent,
- 41 in good faith, substantially complies with reasonable measures to
- 42 protect and secure data in electronic form containing personal
- 43 information and has:
- 44 (a) Adopted a cybersecurity program that substantially
- 45 aligns with the current version of any standards, quidelines or
- 46 regulations that implement any of the following:

17	(i) The National	Institute	of	Standards	and
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- 48 Technology (NIST) Cybersecurity Framework;
- 49 (ii) NIST special publication 800-171 or its most
- 50 current update, revision, or replacement;
- 51 (iii) NIST special publications 800-53 and 800-53A
- 52 or their most current update, revision, or replacement;
- 53 (iv) The Federal Risk and Authorization Management
- 54 Program security assessment framework;
- 55 (v) The Center for Internet Security (CIS)
- 56 Critical Security Controls;
- 57 (vi) The International Organization for
- 58 Standardization/International Electrotechnical Commission 27000
- 59 series (ISO/IEC 27000) family of standards; or
- 60 (b) If regulated by the state or federal government, or
- 61 both, or if otherwise subject to the requirements of any of the
- 62 following laws and regulations, substantially aligned its
- 63 cybersecurity program to the current version of the following, as
- 64 applicable:
- (i) The Health Insurance Portability and
- 66 Accountability Act of 1996 security requirements in 45 CFR part
- 67 160 and part 164 subparts A and C;
- 68 (ii) Title V of the Gramm-Leach-Bliley Act of
- 69 1999, Public Law 57 No. 106-102, as amended, and the implementing
- 70 regulations;

71	(iii)	The	Federal	Information	Security
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- 72 Modernization Act of 2014, Public Law No. 113-283; or
- 73 (iv) The Health Information Technology for
- 74 Economic and Clinical Health Act requirements in 45 CFR parts 160
- 75 and 164.
- 76 (4) A covered entity's or third-party agent's alignment with
- 77 a framework or standard under subsection (3)(a) or (b) of this
- 78 section, may be demonstrated by providing documentation or other
- 79 evidence of an assessment, conducted internally or by a
- 80 third-party, reflecting that the covered entity's or third-party
- 81 agent's cybersecurity program is substantially aligned with the
- 82 relevant framework or standard or with the applicable state or
- 83 federal law or regulation.
- 84 (5) The scale and scope of substantial alignment with a
- 85 standard, law or regulation under subsection (3)(a) or (b) of this
- 86 section by a covered entity or third-party agent, as applicable,
- 87 is appropriate if it is based on all of the following factors:
- 88 (a) The size and complexity of the covered entity or
- 89 third-party agent.
- 90 (b) The nature and scope of the activities of the
- 91 covered entity or third-party agent.
- 92 (c) The sensitivity of the information to be protected.
- 93 (6) Any commercial entity or third-party agent covered by
- 94 subsection (3) of this section which substantially complies with a
- 95 combination of industry-recognized cybersecurity frameworks or

- 96 standards to gain the presumption against liability pursuant to
- 97 subsection (3) of this section must, upon the revision of two (2)
- 98 or more of the frameworks or standards with which the entity
- 99 complies, adopt the revised frameworks or standards within one (1)
- 100 year after the latest publication date or latest compliance or
- 101 effective date stated in the revisions and, if applicable, comply
- 102 with the Payment Card Industry Data Security Standard (PCI DSS).
- 103 (7) In an action in connection with a cybersecurity
- 104 incident, if the defendant is an entity covered by subsection (2)
- 105 of this section, the plaintiff shall have the initial burden of
- 106 demonstrating by clear and convincing evidence that the entity was
- 107 not in substantial compliance with this section.
- 108 (8) In an action in connection with a cybersecurity
- 109 incident, if the defendant is an entity under subsection (3) of
- 110 this section, the defendant has the burden of proof to establish a
- 111 prima facie case of compliance with industry-recognized
- 112 cybersecurity frameworks or standards to gain the presumption
- 113 against liability pursuant to this act. After the defendant meets
- 114 its initial burden, the burden of proof will then shift to the
- 115 plaintiff to overcome this presumption against liability by
- 116 proving by clear and convincing evidence, that the defendant
- 117 failed to substantially comply with applicable industry-recognized
- 118 cybersecurity frameworks or standards.

119	(9) This act does not establish a private cause of action,
120	including a class action, if a covered entity or third-party agent
121	fails to comply with a provision of this act.

- 122 (10) Failure of a county, municipality, county hospital,
 123 other political subdivision of the state, or covered entity to
 124 substantially implement a cybersecurity program that is in
 125 compliance with this section is not evidence of negligence and
 126 does not constitute negligence per se.
- (11) A choice of law provision in an agreement that

 designates this state as the governing law shall apply this act,

 if applicable, to the fullest extent possible in a civil action

 brought against a person regardless of whether the civil action is

 brought in this state or another state.
- 132 (12) This section shall apply to any civil action filed on 133 or after July 1, 2025.
- SECTION 2. This act shall take effect and be in force from and after July 1, 2025.