

- 1 HB207
- 2 GMK4C6C-1
- 3 By Representative Shaw
- 4 RFD: State Government
- 5 First Read: 06-Feb-25



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4	SYNOPSIS:
5	Under existing law, the Office of Information
6	Technology was created to streamline information
7	technology and provide for the delivery of information
8	technology services for state government offices.
9	This bill would expand the services of the
10	office to include cybersecurity and integrate those
11	tasks previously performed by the Division of Data
12	Systems Management, the manager of printing and
13	publications, and the Telecommunications Division of
14	the Department of Finance.
15	This bill would create a technology quality
16	assurance board.
17	This bill would also provide exemptions and
18	would repeal the Data Systems Management and
19	Telecommunications Divisions of the Department of
20	Finance.
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23	A BILL
24	TO BE ENTITLED
25	AN ACT
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Relating to the Office of Information Technology; to amend Sections 41-28-1, 41-28-2, 41-28-4, and 41-28-5, Code of



- 29 Alabama 1975, to provide further for definitions; to expand 30 the services provided by the office to include cybersecurity 31 and tasks performed by the Division of Data Systems Management 32 and the Telecommunications Division of the Department of 33 Finance; to authorize the office, in consultation with the 34 Governor, to create a technology quality assurance board; to 35 create a Telecommunications Revolving Fund in the State 36 Treasury and provide for the deposit of certain fees and appropriations into the fund and the use of those funds; to 37 add Sections 41-28-11, 41-28-12, 41-28-13, 41-28-14, 41-28-15, 38 39 41-28-16, and 41-28-17 to the Code of Alabama 1975, to provide further for the powers of the office and exemptions; and to 40 repeal Article 8 of Chapter 4 of Title 41, Code of Alabama 41 42 1975, consisting of Sections 41-4-220 through 41-4-224, Code 43 of Alabama 1975, providing for the Division of Data Systems 44 Management of the Department of Finance; and to repeal Article 9 of Chapter 4 of Title 41, Code of Alabama 1975, consisting 45 46 of Sections 41-4-240 through 41-4-243, Code of Alabama 1975, providing for the manager of printing and publications for the 47 48 Department of Finance; and to repeal Article 11 of Chapter 4 49 of Title 41, consisting of Sections 41-4-280 through 41-4-293, 50 Code of Alabama 1975, providing for the Telecommunications 51 Division of the Department of Finance. 52 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: 53 Section 1. Sections 41-28-1, 41-28-2, 41-28-4, and 41-28-5 of the Code of Alabama 1975, are amended to read as 54 follows: 55
- 56 **"**§41-28-1

57	There is in state government the Office of Information
58	Technology, which shall be headed by the Secretary of
59	Information Technology who shall also be known as the Chief
60	Information Officer of the state."
61	"§41-28-2
62	As used in this chapter, the following terms shall have
63	the following meanings:
64	(1) COMMITTEE. The Permanent Legislative Oversight
65	Committee on Information Technology.
66	(2) CYBERSECURITY. The protection of critical
67	infrastructure, data, and digital networks through the
68	implementation of security measures, risk management
69	processes, disaster recovery, business continuity, and
70	incident response protocols to safeguard against cyber
71	threats.
72	(3) ELECTROMAGNETIC TRANSMISSION EQUIPMENT. Any
73	transmission medium, switch, instrument, network node, inside
7 4	wiring system, wireless system, fiber-optic system, or other
75	facility which is used, in whole or in part, to provide any
76	transmission, communication, or processing of information.
77	(2) (4) INFORMATION TECHNOLOGY. Automated All forms of
78	<pre>automated data processing, communications systems, subsystems,</pre>
79	or interconnected systems and services, wide area and local
30	area networks, the Internet, computer networks, electronic
31	information systems and related information, databases,
32	equipment, goods, and services used for gathering, storing,
33	transmitting, retrieving, manipulating, moving, controlling,
8 4	managing, displaying, interchanging, receiving, processing, or



85	protecting of information.
86	$\frac{(3)}{(5)}$ OFFICE. The Office of Information Technology.
87	$\frac{(4)}{(6)}$ SECRETARY OF INFORMATION TECHNOLOGY. The chief
88	administrative and executive officer of the Office of
89	Information Technology who is also known as the Chief
90	Information Officer of the state.
91	$\frac{(5)}{(7)}$ STATE AGENCIES. All departments, agencies,
92	offices, boards, commissions, bureaus, and authorities of
93	state government. The term shall not include counties,
94	municipalities, the Alabama State Port Authority, the State
95	Department of Education, the Retirement Systems of Alabama, or
96	institutions of higher education governed by a separate board
97	of trustees, although these entities and institutions may
98	enter into cooperative agreements and contracts related to
99	information technology efforts with the state information
100	technology system.
101	(8) TECHNOLOGY CONTRACT. A contract entered into by any
102	state agency concerning information technology, cybersecurity,
103	electromagnetic transmission equipment, or telecommunications
104	equipment, systems, or related services.
105	(9) TELECOMMUNICATIONS EQUIPMENT, SYSTEMS, OR RELATED
106	SERVICES. Includes all of the following:
107	a. Devices including, but not limited to, telephone
108	instruments, modulators, headsets, and coders, used to convert
109	voices, voice information, or digital data into a form
110	suitable for transmission by electronic, electric current,
111	electromagnetic wave, or any technological means from one

point to another point.



b. Devices including, but not limited to, telephone
receivers, demodulators, and decoders, used to receive voices,
voice information, or digital data in a form suitable for
converting this information into usable form by an electronic,
electric current, electromagnetic wave, or any technological
<pre>means.</pre>
c. Wiring, waveguides, optical fibers, wireless, or
other physical means used to convey electric currents or
electromagnetic waves containing voice information or digital
data.
d. Switches, wireless access points, routers, virtual
private networks, network concentrators, firewalls, nodes,
branch exchanges, software, and other devices used to
selectively interconnect devices which use electric current or
electromagnetic waves for the purpose of communicating voice
signals or digital data from one point to another point.
e. Maintenance of the types of devices and means listed
in paragraphs a. through d. and all consulting, designs,
implementation, customization, or management services related
to those devices, their interconnection, and their use."
"§41-28-4
The secretary shall have all of the following powers
and duties:
(1) Develop a comprehensive four-year strategic plan
for the state's information technology to include acquisition,
management, and use of information technology by state
agencies. The plan shall be developed in conjunction with the
planning and budgeting processes for state agencies and may

- include review of state agencies' information technology plans, capital budgets, and operating budgets as appropriate to accomplish the goals of reducing redundant expenditures and maximizing the return on information technology investments. The plan shall be updated annually and submitted to the Governor and shall be presented during a public meeting to the Permanent Legislative Oversight Committee on Information Technology. The plan shall further be coordinated with the Boards of Directors of the Alabama Supercomputer Authority.
- (2) Collaborate and coordinate with the Division of

 Data Systems Management of the Department of Finance as set

 forth in Article 8 of Chapter 4 of this title, the Alabama

 Supercomputer Authority, or any state authority, board, or

 agency of like kind, and promote standards and coordinate

 services and infrastructure to ensure that information

 technology—is—and cybersecurity are—used to support designated

 needs areas, including identifying applications, equipment,

 and services that may be statewide in scope and assisting

 state agencies in avoiding duplication of applications,

 equipment, and services.
- (3) Serve as a member of the board, or boards, for the Alabama Supercomputer Authority.
- (4) Solicit, receive, and administer funds, goods, services, and equipment from public and private entities to be used for the purchase of computers, satellites, hardware, software, and other information technology and cybersecurity equipment and services and for staff training in the use of information technology and cybersecurity development programs.

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169	(5) Establish an inventory of information technology
170	resources to allow identification of underutilized or idle
171	resources and all data and data systems in state agencies to
172	promote improved asset management, <u>information security</u> , and
173	<pre>cybersecurity utilization, intelligence, and data sharing,</pre>
174	with information technology resources to include personnel,
175	software, hardware goods, and services.
176	(6) Manage, plan, and coordinate all
177	telecommunications, information technology, and cybersecurity
178	systems under the jurisdiction of the state through
179	coordination of existing system activities, vendors, service
180	orders, billing, and recordkeeping functions; planning and
181	implementing new systems or services; designing replacement
182	systems; project management during specification writing, bid
183	letting, proposal evaluation, and contract negotiations;
184	implementation and supervision of new systems and ongoing
185	support; implementation of long-term state plans; and
186	management of telecommunications networks.
187	(7) Establish and coordinate through either state
188	ownership or commercial leasing, all telecommunications,
189	information technology, and cybersecurity equipment, systems,
190	and related services affecting the management and operations
191	of the state or any county office of a state agency.
192	(8) Act as the centralized approving authority for the
193	acquisition of all telecommunications, information technology,
194	and cybersecurity systems or services provided to state
195	agencies via state procurement means, including pay
196	telephones, computer services, Internet delivery systems,



197	radio communications, or any combination thereof, located on
198	or off premises owned or operated by the state or any of its
199	agencies.
200	(9) Charge respective user agencies for their
201	proportionate cost of the installation, maintenance, and
202	operation of the telecommunications, information technology,
203	and cybersecurity equipment, systems, and services, including
204	the operation of the office.
205	(10) Develop coordinated telecommunications,
206	information technology, and cybersecurity equipment, systems,
207	and related services including, but not limited to, data,
208	voice, and Internet systems or services within and among all
209	state agencies both on and off premises and require, where
210	appropriate, cooperative utilization of telecommunications
211	equipment, facilities, and services by aggregating users.
212	(11) Review, coordinate, approve, or disapprove all
213	requests by state agencies for the procurement, through
214	purchase or lease, of radio communications and
215	telecommunications, information technology, and cybersecurity
216	equipment, systems, and related services, including
217	telecommunications, data, Internet protocol, maintenance,
218	implementation, and consultation contracts.
219	(12) Establish and define telecommunications,
220	information technology, and cybersecurity system and service
221	specifications and designs so as to assure compatibility of
222	telecommunications, information technology, and cybersecurity
223	equipment, systems, and related services within state
224	government and any county office of a state agency



	(13) Provide a continuous, comprehensive analysis and
invent	ory of telecommunications, information technology, and
cybers	ecurity costs, facilities, and systems within state
govern	ment and any county offices of state agencies.
	(14) Advise and provide consultation services to state
agenci	es with respect to telecommunications, information
techno	logy, and cybersecurity management planning and related
matter	s, including training within state agencies.
	(15) Establish and supervise the administration of data
proces	sing centers deemed necessary to best serve the data
proces	sing needs of all state agencies.
	(16) Provide for the centralization, consolidation, and
shared	use of equipment and services deemed necessary to
obtain	maximum utilization and efficiency in data processing
operat	ions.
	(17) Transfer to any data processing center the data
proces	sing activities of any state agency.
	(18) Provide systems design and programming services to
all st	ate agencies.
	(19) Select and procure, by purchase or lease, any data
proces	sing systems and associated software deemed necessary to
best s	erve the data processing needs of the office.
	(20) Conduct data processing studies as deemed
necess	ary and enter into contracts with other state agencies,
organi	zations, corporations, or individuals to complete those
studie	S.
	(21) Prepare contract specifications for data systems

252 <u>equipment and services.</u>

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(6) (22) Establish and administer a structured system for review and approval of new information technology and cybersecurity initiatives and projects, including business case, cost benefit analysis, and compatibility analysis.

(7) (23) Administer any funds appropriated to the secretary by the Legislature for the establishment, operation, and coordination of the office.

(8) (24) Represent state information technology, cybersecurity, and related areas with both the private and public sectors, including the federal government.

(9) (25) Issue annual reports to the Governor, the Legislature, and the general public concerning the coordination and operation of the office.

(10) Promulgate (26) Adopt rules, regulations, and policies and establish procedures and standards for the management and operation of information technology by state agencies to carry out this chapter, including coordinating state information technology; providing technical assistance to state agency administrators on design and management of state information technology systems; evaluating and approving the cost, system design, and suitability of information technology equipment and related services; establishing and enforcing cybersecurity governance for state agencies, including supporting operations and technology controls; establishing standards and policies for program and project management and project methodologies; and developing a unified and integrated structure and enterprise architecture for information technology systems for all state agencies.



281	(27) In consultation with the Governor, adopt rules to
282	provide for the creation, operation, and oversight of a
283	technology quality assurance board that will promote the
284	responsible and transparent procurement, development, and use
285	of novel technologies within state agencies through
286	establishing and enforcing the following measures for these
287	technologies:
288	a. Ethical guidelines and frameworks.
289	b. Security and privacy controls.
290	c. Ongoing compliance mechanisms.
291	(11)(28) Plan and coordinate information technology and
292	<pre>cybersecurity activities for state agencies in such a manner</pre>
293	as to promote the most economical and effective use of state
294	resources."
295	" §41-28-5
296	(a) No public monies shall be expended by the secretary
297	for any purpose unless the monies have been appropriated by
298	the Legislature to the entity from which the funds are
299	received or to the office. Any monies appropriated shall be
300	budgeted and allotted pursuant to the Budget Management Act in
301	accordance with Article 4, commencing with Section 41-4-80, of
302	Chapter 4 of this title, and only in the amounts provided by
303	the Legislature in the general appropriations act or other
304	appropriation acts.
305	(b) All user fees collected, direct appropriations, and
306	other funds received relating to the provision of
307	telecommunications services under this chapter shall be
308	deposited into a revolving fund in the State Treasury



309 designated as the Telecommunications Revolving Fund, and the 310 secretary may make deposits and expenditures from time to time 311 from the fund to implement this chapter. All balances of 312 revenue, income, and receipts remaining in the fund at the end 313 of each fiscal year shall carry over to the next fiscal year 314 and shall not revert to the State General Fund or any other 315 fund." 316 Section 2. Sections 41-28-11, 41-28-12, 41-28-13, 317 41-28-14, 41-28-15, 41-28-16, and 41-28-17 are added to the Code of Alabama 1975, to read as follows: 318 319 \$41-28-11 No state agency shall rent, lease, lease to purchase, 320 or in any way own or pay for the operation of any 321 322 telecommunications, information technology, or cybersecurity 323 equipment, system, or related services or computer networks 324 out of any funds available for that purpose without the 325 written approval of the office. \$41-28-12 326 327 The office, on behalf of any state agency, may enter 328 into an equipment support contract with a vendor of 329 telecommunications, information technology, or cybersecurity 330 equipment for the purchase, lease, or lease to purchase of the 331 equipment in accordance with state competitive bid laws. Each 332 contract shall be valid for not more than five fiscal years 333 and shall include the following annual appropriation dependence clause: "The continuation of the contract is 334 contingent upon the appropriation by the Legislature of funds 335 336 to fulfill the requirements of the contract. If the



Legislature fails to appropriate sufficient monies to provide for the continuance of the contract, or if funds from other sources are not available, the contract shall terminate on the date of the beginning of the fiscal year for which funds are not appropriated or available."

342 \$41-28-13

Subject to the approval of the state purchasing agent,
the office may allow the trade-in of telecommunications,
information technology, or cybersecurity equipment, the value
of which may be credited against the cost of replacement
equipment purchased in accordance with state competitive bid
laws.

349 \$41-28-14

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The office may enter into contracts for the lease of telecommunications, information technology, or cybersecurity equipment, systems, or related services. The contract shall be valid for not more than five fiscal years and the office may directly contract for or approve contracts for regulated or tariffed telecommunications, information technology, or cybersecurity services upon a determination that the application of the service is in the best interests of the state.

359 \$41-28-15

This chapter shall not apply to two-way radio communications equipment, systems, or networks operated by state agencies for purposes related to public safety, the administration of criminal justice, or highway maintenance and construction operations.



365 \$41-28-16

366 The provisions of this chapter concerning 367 telecommunications, information technology, or cybersecurity 368 equipment, services, and solutioning shall not apply to any 369 county or city board of education, the education television 370 commission, the Alabama Community College System, or any 371 public four-year institution of higher education. Upon 372 request, the office may provide technical consultation and 373 procurement services for telecommunications, information technology, or cybersecurity to any county or city board of 374 375 education, the education television commission, the Alabama Community College System, and any public four-year institution 376 377 of higher education. The county and city boards of education, 378 the education television commission, the Alabama Community 379 College System, and public four-year institutions of higher 380 education shall continue to be provided instate and 381 out-of-state long distance voice service by the office, so 382 long as funding is provided to the Telephone Revolving Fund 383 from the Education Trust Fund, and shall not be required to 384 pay any additional charge for that service; however, any 385 county or city board of education shall have the option of 386 utilizing the office for instate and out-of-state long 387 distance voice service only if reimbursement for actual costs 388 are remitted to the office.

389 \$41-28-17

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The legislative and judicial branches of government are exempt from the requirements of this chapter, except under terms and conditions mutually agreed to in writing between the



393	office and the branch of government.
394	Section 3. Article 8 of Chapter 4 of Title 41,
395	consisting of Sections 41-4-220 through 41-4-224, Code of
396	Alabama 1975, providing for the Division of Data Systems
397	Management of the Department of Finance, Article 9 of Chapter
398	4 of Title 41, Consisting of Sections 41-4-240 through
399	41-4-243, Code of Alabama 1975, providing for the manager of
400	printing and publications of the Department of Finance, and
401	Article 11 of Chapter 4 of Title 41, consisting of Sections
402	41-4-280 through 41-4-293, Code of Alabama 1975, providing for
403	the Telecommunications Division of the Department of Finance,
404	are repealed.
405	Section 4. This act shall become effective on October
406	1, 2025.