# House Bill 3258

Sponsored by Representative HARKER; Representatives CLEM, NATHANSON, VEGA PEDERSON

## **SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.** 

Establishes office of State Chief Information Officer for purpose of directing policy and coordinating state government and state agencies in planning for, acquiring, installing and using telecommunications and information technology. Establishes Information Technology Coordination and Management Fund and continuously appropriates moneys in fund to State Chief Information Officer. Transfers functions from Oregon Department of Administrative Services to State Chief Information Officer.

Becomes operative January 1, 2014.

Declares emergency, effective on passage.

## 1 A BILL FOR AN ACT

- 2 Relating to state information technology resources; creating new provisions; amending ORS 182.128,
- 3 279A.050, 283.140, 283.143, 283.505, 283.510, 283.515, 283.520, 291.038, 291.990 and 576.307; ap-
- 4 propriating money; and declaring an emergency.
- 5 Be It Enacted by the People of the State of Oregon:
- 6 **SECTION 1.** ORS 182.128 is amended to read:
- 182.128. (1) There is created the Electronic Government Portal Advisory Board consisting of 13 members appointed as follows:
- 9 (a) The President of the Senate shall appoint two nonvoting members from among members of 10 the Senate.
- 11 (b) The Speaker of the House of Representatives shall appoint two nonvoting members from 12 among members of the House of Representatives.
- 13 (c) The Governor shall appoint:
- 14 (A) Three members who represent state agencies;
- 15 (B) Two members who represent the public; [and]
- 16 (C) One member who attends a school, community college or university in this state[.]; and
- 17 (D) The State Chief Information Officer.
- 18 (d) The Director of the Oregon Department of Administrative Services shall appoint [two mem-
- 19 bers as follows:]
- 20 [(A) The State Chief Information Officer; and]
- 21 [(B)] a representative of the Oregon Department of Administrative Services.
- 22 (e) The State Treasurer shall appoint one member who represents the State Treasurer.
- 23 (2) Members of the Legislative Assembly who are members of the advisory board are nonvoting 24 members and may act only in an advisory capacity.
  - (3) The advisory board shall:
- 26 (a) Advise the Oregon Department of Administrative Services concerning:
- 27 (A) The development of electronic government portals for the department and other state agen-28 cies;

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [italic and bracketed] is existing law to be omitted. New sections are in **boldfaced** type.

- (B) The amount, collection methods or other aspects of a convenience fee that the department or an electronic government portal provider collects;
- (C) The priority of new governmental service applications that may be provided by means of an electronic government portal;
- (D) Terms and conditions of contracts between state agencies and electronic government portal providers; and
  - (E) Rules necessary to implement electronic government portals.
- (b) Monitor the layout, content and usability of electronic government portals and advise the department on ways to improve the delivery of government services by means of electronic government portals, the accountability of state agencies' use of electronic government portals to provide government services and user satisfaction with electronic government portals.
  - (c) Study, propose, develop or coordinate activities that:
- (A) Consider the needs of residents of this state;
- (B) Evaluate the performance and transparency of state agency delivery of government services; and
  - (C) Further the effectiveness of and user satisfaction with:
  - (i) Electronic government portals; and

- (ii) State agencies' performance and accountability in the use of electronic government portals to provide government services.
  - (4) A majority of the members of the advisory board constitutes a quorum for the transaction of business.
  - (5) Official action by the advisory board requires the approval of a majority of the members of the advisory board.
  - (6) The advisory board shall elect one of the members of the advisory board to serve as chairperson.
  - (7) If a vacancy on the advisory board occurs for any cause, the appointing authority shall make an appointment to become immediately effective.
  - (8) The advisory board shall meet at times and places specified by the call of the chairperson or of a majority of the members of the advisory board.
    - (9) The advisory board may adopt rules necessary for the operation of the advisory board.
  - (10) The Oregon Department of Administrative Services shall provide staff support to the advisory board.
  - (11) Members of the advisory board who are not members of the Legislative Assembly are not entitled to compensation, but may be reimbursed for actual and necessary travel and other expenses the members incur in the performance of the members' official duties in the manner and amounts provided for in ORS 292.495. Claims for expenses incurred in performing functions of the advisory board shall be paid out of funds appropriated to the Oregon Department of Administrative Services for purposes of the advisory board.
  - (12) All state agencies shall assist the advisory board in the advisory board's performance of the advisory board's duties and, to the extent permitted by laws relating to confidentiality, to furnish information and advice as the members of the advisory board consider necessary to perform the duties of the advisory board.

## **SECTION 2.** ORS 279A.050 is amended to read:

279A.050. (1)(a) Except as otherwise provided in the Public Contracting Code, a contracting agency shall exercise all of the contracting agency's procurement authority in accordance with

the provisions of the Public Contracting Code.

 $\frac{41}{42}$ 

- (b) [When] If a contracting agency has authority under this section to carry out functions described in this section, or has authority to make procurements under a provision of law other than the Public Contracting Code, the contracting agency is not required to exercise [that] the contracting agency's authority in accordance with the provisions of the code if, under ORS 279A.025, the code does not apply to the contract or to the contracting agency's authority.
- (2) Except as otherwise provided in the Public Contracting Code, for state agencies the Director of the Oregon Department of Administrative Services has [all the] **complete** authority to carry out the provisions of the Public Contracting Code.
- (3) Except as otherwise provided in the Public Contracting Code, the Director of Transportation has [all the] **complete** authority to:
- (a) Procure or supervise the procurement of all services and personal services to construct, acquire, plan, design, maintain and operate passenger terminal facilities and motor vehicle parking facilities in connection with any public transportation system in accordance with ORS 184.689 (5);
- (b) Procure or supervise the procurement of all goods, services, public improvements and personal services [relating] related to [the operation, maintenance or construction of] operating, maintaining or constructing highways, bridges and other transportation facilities that are subject to the authority of the Department of Transportation; and
- (c) Establish standards for, prescribe forms for and [conduct the prequalification of] **prequalify** prospective bidders on public improvement contracts related to [the operation, maintenance or construction of] **operating, maintaining or constructing** highways, bridges and other transportation facilities that are subject to the authority of the Department of Transportation.
- (4) Except as otherwise provided in the Public Contracting Code, the Secretary of State has [all the] complete authority to procure or supervise the procurement of goods, services and personal services related to programs under the authority of the Secretary of State.
- (5) Except as otherwise provided in the Public Contracting Code, the State Treasurer has [all the] **complete** authority to procure or supervise the procurement of goods, services and personal services related to programs under the authority of the State Treasurer.
- (6) The state agencies listed in this subsection have [all the] **complete** authority to do the following in accordance with the Public Contracting Code:
- (a) The Department of Human Services to procure or supervise the procurement of goods, services and personal services under ORS 179.040 for the department's institutions and [the procurement of] to procure goods, services and personal services for [the construction, demolition, exchange, maintenance, operation] constructing, demolishing, exchanging, maintaining, operating and equipping [of] housing for the purpose of providing care to individuals with intellectual disabilities or other developmental disabilities, subject to applicable provisions of ORS 427.335;
- (b) The Oregon Health Authority to procure or supervise the procurement of goods, services and personal services under ORS 179.040 and construction materials, equipment and supplies for the authority's institutions and [the procurement of] to procure goods, services, personal services, construction materials, equipment and supplies for [the construction, demolition, exchange, maintenance, operation] constructing, demolishing, exchanging, maintaining, operating and equipping [of] housing for [persons] individuals with chronic mental illness, subject to applicable provisions of ORS 426.504:
- (c) The State Department of Fish and Wildlife to procure or supervise the procurement of construction materials, equipment, supplies, services and personal services for public improvements,

public works or ordinary construction described in ORS 279C.320 that is subject to the authority of the State Department of Fish and Wildlife;

- (d) The State Parks and Recreation Department to procure or supervise the procurement of all goods, services, public improvements and personal services relating to state parks;
- (e) The Oregon Department of Aviation to procure or supervise the procurement of construction materials, equipment, supplies, services and personal services for public improvements, public works or ordinary construction described in ORS 279C.320 that is subject to the authority of the Oregon Department of Aviation;
- (f) The Oregon Business Development Department to procure or supervise the procurement of all goods, services, personal services and public improvements related to [its] the Oregon Business Development Department's foreign trade offices operating outside the state;
- (g) The Housing and Community Services Department to procure or supervise the procurement of goods, services and personal services as provided in ORS 279A.025 (2)(o);
- (h) The Department of Corrections to procure or supervise the procurement of construction materials, equipment, supplies, services and personal services for public improvements, public works or ordinary construction described in ORS 279C.320 that is subject to the authority of the Department of Corrections;
- (i) The Department of Corrections, subject to any applicable provisions of ORS 279A.120, 279A.125, 279A.145 and 283.110 to 283.395, to procure or supervise the procurement of goods, services and personal services under ORS 179.040 for [its] **Department of Corrections** institutions;
- (j) The Department of Veterans' Affairs to procure or supervise the procurement of real estate broker and principal real estate broker services related to programs under [the department's] **Department of Veterans' Affairs** authority;
- (k) The Oregon Military Department to procure or supervise the procurement of construction materials, equipment, supplies, services and personal services for public improvements, public works or ordinary construction described in ORS 279C.320 that is subject to the authority of the Oregon Military Department;
- (L) The Department of Education, subject to any applicable provisions of ORS 329.075, 329.085 and 329.485 and the federal No Child Left Behind Act of 2001 (P.L. 107-110, 115 Stat. 1425), to procure or supervise the procurement of goods, services, personal services and information technology [relating] related to student assessment; and
- (m) Any state agency to conduct a procurement [when the agency is specifically authorized by any] if a provision of law other than the Public Contracting Code specifically authorizes the state agency to enter into a contract.
- (7) Notwithstanding this section and ORS 279A.140 (1), the Director of the Oregon Department of Administrative Services has exclusive authority, unless the director delegates this authority, to procure or supervise the procurement of all price agreements on behalf of the state agencies identified in subsection (6)(a) to [(k)] (L) of this section under which more than one state agency may order goods, services or personal services [and, except for contracts procured by the Oregon Health Authority, all state agency information technology contracts. This subsection does not apply to contracts under which the contractor delivers to the state agency information technology products or services incidental to the performance of personal services contracts described in ORS chapter 279C or construction contracts described in ORS chapter 279C]. A state agency identified in subsection (3) or (6)(a) to <math>[(k)] (L) of this section may not establish a price agreement or enter into a contract for goods, services, personal services, construction materials, equipment or supplies without the ap-

proval of the director if the director has established a price agreement for the goods, services, [or] personal services, construction materials, equipment or supplies.

SECTION 3. ORS 283.140 is amended to read:

283.140. (1) The [Oregon Department of Administrative Services] State Chief Information Officer shall exercise budgetary management, supervision and control over all telephone and telecommunications service for all state agencies. [The department may operate central mail, shuttle bus or messenger services for agencies located in Salem, Portland or other cities, where it would be economical so to do.] The State Chief Information Officer shall charge the cost of maintaining and operating any central telephone exchange, switching system, network service and facility, intercity or intractity network trunk or line or switchboard[, or the cost of mail, shuttle bus and messenger services, shall be charged] to the various agencies served [and paid to the department]. The agencies shall pay the charges in the same manner as the agencies pay other claims [against the agencies are paid].

- (2) The Oregon Department of Administrative Services may operate central mail, shuttle bus or messenger services for agencies located in Salem, Portland or other cities if operating central mail, shuttle bus or messenger services is economical. If the department operates central mail service, [it] the department shall:
  - (a) Approve or disapprove all state agency mail equipment or mail service acquisitions.
- (b) Report biennially to the Director of the Oregon Department of Administrative Services on opportunities for savings through state agency mail room centralization, consolidation and automation and through mail route coordination.
- (3) The department shall adopt rules [pursuant to] under which persons associated with government either temporarily or otherwise, including but not limited to unsalaried volunteers, part-time employees, contractors with the state and employees of contractors, political subdivisions and the federal government may use shuttle bus services.
- (4) For the purposes of this section, "telecommunications" means media that communicate voice, data, text, images or video over a distance using electrical, electronic or light wave transmission media.

## **SECTION 4.** ORS 283.143 is amended to read:

283.143. (1) To encourage utilization of statewide integrated videoconferencing and statewide online access services, the [Oregon Department of Administrative Services] State Chief Information Officer shall, in addition to any other charge or assessment for providing telecommunications services to state agencies, impose upon each agency and public corporation a surcharge, in an amount [established by the department] the State Chief Information Officer establishes. The State Chief Information Officer shall deposit all surcharge moneys [collected shall be deposited in the Oregon Department of Administrative Services Operating Fund] the State Chief Information Officer collects into the Information Technology Coordination and Management Fund, and may [be expended] expend the moneys only for state agency and public corporation telecommunication and videoconferencing activities, under such terms and conditions as the [department] State Chief Information Officer may prescribe.

(2) Notwithstanding subsection (1) of this section, the [Oregon Department of Administrative Services shall] State Chief Information Officer may not impose [the] a surcharge [established by] under this section on the Oregon University System or the Oregon Health and Science University. The [Oregon Department of Administrative Services] State Chief Information Officer shall enter into an agreement with the Oregon University System and the Oregon Health and Science University.

sity on the amounts [to be paid by] the Oregon University System and the Oregon Health and Science University will pay to the [Oregon Department of Administrative Services] State Chief Information Officer in lieu of the surcharge provided for in this section.

**SECTION 5.** ORS 283.505 is amended to read:

283.505. (1) The [Oregon Department of Administrative Services] State Chief Information Officer shall coordinate the consolidation and operation of all telecommunications systems [used by] that the state and state agencies use. Notwithstanding any other provision of law, [no] an agent or agency of the state [shall] may not construct, purchase or otherwise gain access to a telecommunications system without the State Chief Information Officer's prior approval [of the department].

(2) The [department] State Chief Information Officer shall coordinate the consolidation and operation of emergency telecommunications systems [used by] that the state and state agencies use. The provisions of this section [shall not be construed to require consolidation of] do not require consolidating telecommunications systems used by emergency service providers, as defined by the [department] State Chief Information Officer, into nonemergency networks.

SECTION 6. ORS 283.510 is amended to read:

283.510. (1) As used in this section:

- (a) "Advanced digital communications" means equipment, facilities and capability to distribute digital communications signals for the transmission of voice, data, image and video over distance.
- (b) "Telecommunications provider" means any person capable of providing advanced digital communications including, but not limited to, a telecommunications utility as defined in ORS 759.005, a competitive telecommunications provider as defined in ORS 759.005, a cable television provider or an interstate telecommunications provider.
- (2) Notwithstanding ORS chapters 279A, 279B and 279C, the [Oregon Department of Administrative Services] State Chief Information Officer by contract shall acquire an advanced digital communications network and related services from telecommunications providers or a consortium of [such] telecommunications providers. Contracts under this section [shall] must provide that the contracting provider retains all responsibility for [construction, installation, operation and maintenance of the network shall remain with the contracting provider] constructing, installing, operating and maintaining the network.
- (3) Upon installation of an advanced digital communications network, the [Oregon Department of Administrative Services shall provide all] State Chief Information Officer shall coordinate telecommunications services and operations for the state and [its] state agencies. The [department shall] State Chief Information Officer may not approve the procurement of any telecommunications system or equipment that is incompatible with the network.

**SECTION 7.** ORS 283.515 is amended to read:

283.515. The [Oregon Department of Administrative Services] State Chief Information Officer annually shall review, in conjunction with each state agency, the budget of that agency to identify agency funds to be used for travel and transportation that may be used for telecommunications. If the [department] State Chief Information Officer determines that a portion of the agency travel and transportation funds can be used more effectively through use of telecommunications, without diminishing the affected agency's existing internal and external communications, the [department] State Chief Information Officer shall make recommendations to the Emergency Board as described in ORS 291.326 for such action as the [department] State Chief Information Officer determines necessary to dedicate the identified agency travel and transportation funds for use in

telecommunications. The [department] State Chief Information Officer shall make [its] the State Chief Information Officer's recommendations to the Emergency Board not later than January 1.

SECTION 8. ORS 283.520 is amended to read:

283.520. (1) For the purposes of ORS 283.500 to 283.520, the [Oregon Department of Administrative Services] State Chief Information Officer may enter into a contract or contracts with telecommunications service providers and equipment manufacturers for [the purchase, use or operation of] purchasing, using or operating telecommunications equipment and services for a period not to exceed 10 years.

(2) For purposes of ORS 291.038 (7), the [Oregon Department of Administrative Services] State Chief Information Officer may extend the benefits of telecommunications contracts for networks, equipment and services to nonprofit organizations that [have been designated] the State Chief Information Officer designates as communities of interest.

SECTION 9. ORS 291.038 is amended to read:

Officer shall direct policy and coordinate planning for and acquisition, installation and use of all information and telecommunications technology by state government and agencies of state government [shall be coordinated] so that statewide and individual agencies' plans and activities[, as well as those of individual agencies,] are addressed in the most integrated, economic and efficient manner. [To provide policy direction for and coordination of information technology for state government,] The [Director of the Oregon Department of Administrative Services] The State Chief Information Officer shall chair and appoint not fewer than five agency executives to [an] an advisory body with the name of the Information Resources Management Council to assist the State Chief Information Officer in performing the State Chief Information Officer's duties and functions under this section. The council membership shall include at least two members who represent the private sector and political subdivisions of the state.

- (2) To facilitate accomplishment of the purpose set forth in subsection (1) of this section, the [Oregon Department of Administrative Services] State Chief Information Officer shall adopt rules, policies and standards to plan for, acquire, implement and manage the state's information resources. In developing rules, policies and standards, the [department] State Chief Information Officer shall consult with state agencies that have needs that information resources may satisfy. State agencies shall cooperate with the [department] State Chief Information Officer in preparing and complying with rules, policies and standards. The State Chief Information Officer shall formulate rules, policies and standards [must be formulated] to promote electronic communication and information sharing among state agencies and programs, between state and local governments and with the public where appropriate.
- (3) The State Chief Information Officer shall formulate rules, policies, plans, standards and specifications [must be formulated] to ensure that information resources and technologies fit together in a statewide system capable of providing ready access to information, computing or telecommunication resources. Plans and specifications that the [department] State Chief Information Officer adopts must be based on industry standards for open systems to the greatest extent possible. Before adopting rules described in subsection (2) of this section, the [department] State Chief Information Officer shall present the proposed rules to [the appropriate legislative committee] a committee or interim committee of the Legislative Assembly that has oversight over information resource and technology issues. The [department] State Chief Information Officer has the responsibility to review, oversee and ensure that state agencies' rules and planning, acquisition

and implementation activities align with and support the statewide information resources management plan. [*The department*] **Each state agency** is responsible for procuring information technology fairly, competitively and in a manner that is consistent with the [*department's*] **State Chief Information Officer's** rules.

- (4)(a) The policy of the State of Oregon is that state government telecommunications networks should be designed to provide state-of-the-art services where economically and technically feasible, using shared, rather than dedicated, lines and facilities.
- (b) [The department] A state agency shall, when procuring telecommunications network services, consider achieving the economic development and quality of life outcomes set forth in the Oregon benchmarks.
- (5)(a) The [department] **State Chief Information Officer**, upon request, may furnish and deliver statewide integrated videoconferencing and statewide online access service to a public or private entity that primarily conducts activities for the direct good or benefit of the public or community at large in providing educational, economic development, health care, human services, public safety, library or other public services. The [department] **State Chief Information Officer** shall adopt rules with respect to furnishing the service.
- (b) The [department] State Chief Information Officer shall establish [the] statewide integrated videoconferencing and statewide online access user fees, services, delivery, rates and long range plans in consultation with the Stakeholders Advisory Committee created [pursuant to] under this section. The rates [shall] must reflect the [department's] State Chief Information Officer's cost in providing the service.
- (c) The [department] State Chief Information Officer by rule shall restrict the [department's] State Chief Information Officer's furnishing or delivery of Internet access service to private entities [when] if the State Chief Information Officer's service would directly compete with two or more local established providers of Internet access services within the local exchange telecommunications service area.
- (d) The rates and services established and provided under this section are not subject to the Public Utility Commission's regulation or authority.
- (6)(a) There is created the Stakeholders Advisory Committee, consisting of a minimum of nine members appointed by the [Director of the Oregon Department of Administrative Services] State Chief Information Officer. In making appointments, the [director] State Chief Information Officer shall [give consideration to] consider geographic balance and adequate representation of [the department's] state agency users and providers and the general public.
- (b) The committee must consist of members who represent elementary or secondary education, higher education, community colleges, economic development, health care, human services and public safety. At least four members must reside in areas east of the Cascade Mountains.
- (c) The term of office of each member is three years, but a member serves at the sole discretion of the [director] State Chief Information Officer. The [director] State Chief Information Officer shall appoint a successor to a member before the member's term expires. A member is eligible for reappointment. If a position on the committee is vacant for any cause, the [director] State Chief Information Officer shall make an appointment to the position that is immediately effective for the unexpired term.
- (d) A member of the committee is entitled to travel expenses pursuant to ORS 292.495. Members of the committee are not entitled to compensation.
  - (e) The [director] State Chief Information Officer may establish additional advisory and tech-

nical committees as the [director] State Chief Information Officer considers necessary to aid and advise the Stakeholders Advisory Committee in [the performance of] performing the committee's functions.

- (f) The [director may delegate to the State Chief Information Officer] State Chief Information Officer may delegate to the Director of the Oregon Department of Administrative Services a duty, function or power that this subsection imposes upon the [director] State Chief Information Officer.
- (7) An organization or organizations recognized as tax exempt under section 501(c)(3) of the Internal Revenue Code that primarily conduct activities for the direct good or benefit of the public or community at large in providing educational, economic development, health care, human services, public safety, library or other public services and have formed an affiliation with one or more federal, state or local governmental units within this state may apply to the [department] State Chief Information Officer for designation as a community of interest. The application must be in the form [prescribed by the department] that the State Chief Information Officer prescribes and contain information regarding the governmental affiliation relationship, the tax exempt status of each organization and the public benefit services [to be provided] the organization provides or intends to provide. The [department] State Chief Information Officer shall establish an application review and appeal process to ensure that designating the organizations as a community of interest for the purposes of including the organization in telecommunications contracts under ORS 283.520 will result in providing educational, medical, library or other services for public benefit.
- (8) This section does not apply to the State Board of Higher Education or any public university listed in ORS 352.002.
  - (9) As used in this section:

- (a) "Information resources" means media, instruments and methods for planning, collecting, processing, transmitting and storing data and information, including telecommunications.
- (b) "Information technology" includes, but is not limited to, present and future forms of hardware, software and services for data processing, office automation and telecommunications.
- (c) "Internet access service" means electronic connectivity to the Internet and the services of the Internet.
- (d) "Open systems" means systems that allow state agencies freedom of choice by providing a vendor-neutral operating environment where different computers, applications, system software and networks operate together easily and reliably.
- (e) "State-of-the-art services" includes equipment, facilities and the capability to distribute digital communication signals that transmit voice, data, video and images over a distance.
- (f) "Telecommunications" means hardware, software and services for transmitting voice, data, video and images over a distance.
- (g) "Statewide integrated videoconferencing" means a statewide electronic system capable of transmitting video, voice and data communications.
- (h) "Statewide online access" means electronic connectivity to information resources such as computer conferencing, electronic mail, databases and Internet access.

SECTION 10. ORS 291.990 is amended to read:

291.990. (1) If a person incurs or orders or votes to incur an obligation in violation of a provision of the statutes listed in subsection (4) of this section, the person and the sureties on the person's bond are jointly and severally liable for the violation to the person in whose favor the obligation was incurred.

- (2) Upon certification by the Oregon Department of Administrative Services that a state officer or employee of a state agency has failed or refused to comply with an order, rule or regulation the department made in accordance with the statutes listed in subsection (4) of this section, the salary of the officer or employee may not be paid until the order, rule or regulation is complied with.
- (3) A violation of a provision of a statute listed in subsection (4) of this section is a Class A violation.
- (4) Subsections (1) to (3) of this section apply to ORS 279A.140, 279A.280, 279B.270, 283.020, 283.110, [283.140, 283.143,] 283.305 to 283.390, 291.001 to 291.034, 291.201 to 291.222, 291.232 to 291.260, 291.307, 292.220 and 292.230.

## **SECTION 11.** ORS 576.307 is amended to read:

- 576.307. (1) Upon request by a commodity commission, the Oregon Department of Administrative Services may:
- (a) Purchase or otherwise provide for acquiring or furnishing supplies, materials, equipment and services, other than personal services, that the commission requires and for independent contractors to furnish professional services to the commission.
- (b) Provide for printing and multiple duplication work for the commission under ORS 282.010 to 282.050, except for printing and binding that advertises or promotes agricultural or manufactured products.
- (c) Provide for services to the commission for disposing of surplus, obsolete or unused supplies, materials and equipment under ORS 279A.280.
- (d) Provide for [central telephone service and] central mail or messenger services to the commission under ORS 283.140.
- (e) Provide motor vehicles for use by members, officers and employees of the commission under ORS 283.305 to 283.350.
- (2) A commission shall pay to the Oregon Department of Administrative Services an amount for services the department performs under subsection (1) of this section that the department determines is adequate to reimburse the department for the costs necessary to perform the services.
- (3) At the commission's request, the Oregon Department of Administrative Services may design and supervise the installation of an accounting system for the commission. The commission shall pay to the Oregon Department of Administrative Services an amount for services the department performs under this subsection that the department determines is adequate to reimburse the department for the costs necessary to perform the services.
- SECTION 12. (1) The office of the State Chief Information Officer is established for the purpose of directing policy and coordinating state government and state agencies in planning for, acquiring, installing and using telecommunications and information technology in accordance with ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 and 291.038 and other statutes, rules and policies that govern the state's or state agencies' use of telecommunications and information technology.
- (2) The Governor shall appoint the State Chief Information Officer, who shall serve at the pleasure of the Governor. The Governor's appointment is subject to confirmation by the Senate under ORS 171.562 and 171.565. If the Senate does not confirm the Governor's choice of the State Chief Information Officer, the Governor shall make another appointment that is subject to the confirmation of the Senate as provided in this subsection.
- (3) The State Chief Information Officer must be a person who, by training and experience, is well qualified to:

- (a) Perform the duties of the office, as determined by the Governor, in consultation with the Director of the Oregon Department of Administrative Services; and
- (b) Carry out the functions specified in ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 and 291.038 and in other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the State Chief Information Officer.
- SECTION 13. (1) The Information Technology Coordination and Management Fund is established in the State Treasury, separate and distinct from the General Fund. Moneys in the Information Technology Coordination and Management Fund may be invested and reinvested. Interest earned by the Information Technology Coordination and Management Fund must be credited to the fund.
- (2) Moneys in the Information Technology Coordination and Management Fund are continuously appropriated to the State Chief Information Officer for the purpose of funding the duties of the State Chief Information Officer as provided in ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 and 291.038 and in other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the State Chief Information Officer.
- <u>SECTION 14.</u> (1) The Director of the Oregon Department of Administrative Services shall:
- (a) Deliver to the State Chief Information Officer all records and property within the director's jurisdiction that relate to telecommunications and information technology under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 and 291.038 and under other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the director; and
- (b) Transfer to the State Chief Information Officer employees who are engaged primarily in exercising the duties, functions and powers of the director that relate to telecommunications and information technology under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 and 291.038 and under other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the director.
- (2) The State Chief Information Officer shall take possession of the records and property, and shall take charge of the employees and employ the employees in exercising the duties, functions and powers of the office of the State Chief Information Officer, without reducing the employees' compensation but subject to a change or termination of employment or compensation as provided by law.
- (3) The Governor shall resolve any dispute between the director and the State Chief Information Officer that relates to transfers of records, property and employees under this section, and the Governor's decision is final.
- SECTION 15. (1) The unexpended balances of amounts the Oregon Department of Administrative Services is authorized to expend for the biennium beginning July 1, 2011, from revenues dedicated, continuously appropriated, appropriated or otherwise made available for the purpose of administering and enforcing the duties, functions and powers of the Director of the Department of Administrative Services that relate to telecommunications and information technology under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 and 291.038 and under other statutes, rules or policies that govern the state's or state agencies' use of tele-

communications and information technology and commit functions to the director, are transferred to and are available for expenditure by the State Chief Information Officer for the biennium beginning July 1, 2013, for the purpose of administering and enforcing the duties, functions and powers that relate to telecommunications and information technology under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 and 291.038 and under other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the State Chief Information Officer.

(2) The expenditure classifications, if any, set forth in Acts that authorize or limit the department's expenditures remain applicable to the State Chief Information Officer's expenditures under this section.

SECTION 16. The transfer of records, property and employees to the State Chief Information Officer under section 14 of this 2013 Act does not affect any action, proceeding or prosecution involving or with respect to the records, property and employees that began or is pending at the time of the transfer, except that the State Chief Information Officer is substituted for the Oregon Department of Administrative Services in the action, proceeding or prosecution.

SECTION 17. (1) Sections 12, 13, 14, 15 and 16 of this 2013 Act do not relieve a person of a liability, duty or obligation accruing under or with respect to the duties, functions and powers specified under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 or 291.038 or under other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the Director of the Oregon Department of Administrative Services. The State Chief Information Officer may collect or enforce any liability, duty or obligation that arises under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 or 291.038 or under other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the State Chief Information Officer, or that results from the State Chief Information Officer's exercising a duty, function or power under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 or 291.038 or under other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the State Chief Information Officer.

(2) The rights and obligations that the director legally incurred under contracts, leases and business transactions executed, entered into or begun before the operative date specified in section 21 of this 2013 Act are transferred to the State Chief Information Officer. For the purpose of succession to these rights and obligations, the State Chief Information Officer succeeds the director and the Oregon Department of Administrative Services and is not a new authority.

SECTION 18. Notwithstanding the transfer of records, property and employees by section 14 of this 2013 Act, the rules of the Oregon Department of Administrative Services that are in effect on the operative date specified in section 21 of this 2013 Act and that concern the duties, functions and powers of the department or the Director of the Department of Administrative Services under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 or 291.038 or under other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the department or director continue in effect until the State Chief Information Officer supersedes or repeals

the department's rules. References in the department's rules to the director, the department or an officer or employee of the department are references to the State Chief Information Officer or an officer or employee of the office of the State Chief Information Officer.

SECTION 19. A statutory law or resolution of the Legislative Assembly or a rule, document, record or proceeding that the Legislative Assembly has authorized that refers to the Director of the Oregon Department of Administrative Services, the Oregon Department of Administrative Services or an officer or employee of the department in connection with a duty, function or power of the director or the department under ORS 283.140, 283.143, 283.505, 283.510, 283.515, 283.520 or 291.038 or under other statutes, rules or policies that govern the state's or state agencies' use of telecommunications and information technology and commit functions to the department or director is a reference to the State Chief Information Officer or an officer or employee of the office of the State Chief Information Officer.

SECTION 20. The Governor may appoint the State Chief Information Officer before the operative date specified in section 21 of this 2013 Act and the State Chief Information Officer may take any action before the operative date specified in section 21 of this 2013 Act that is necessary to enable the State Chief Information Officer to exercise, on and after the operative date specified in section 21 of this 2013 Act, the duties, functions and powers of the State Chief Information Officer under sections 12 to 19 of this 2013 Act and under the amendments to ORS 182.128, 279A.050, 283.140, 283.143, 283.505, 283.510, 283.515, 283.520, 291.038, 291.990 and 576.307 by sections 1 to 11 of this 2013 Act.

<u>SECTION 21.</u> Sections 12 to 19 of this 2013 Act and the amendments to ORS 182.128, 279A.050, 283.140, 283.143, 283.505, 283.510, 283.515, 283.520, 291.038, 291.990 and 576.307 by sections 1 to 11 of this 2013 Act become operative on January 1, 2014.

<u>SECTION 22.</u> This 2013 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2013 Act takes effect on its passage.