

House Bill 3394

Sponsored by Representative EVANS

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 Task Force on Cyber Security Preparedness. Directs task force to study taxation of Internet service and develop plan for implementation of tax by January 1, 2019. Requires report to be submitted to interim committee related to revenue no later than September 15, 2016.

Sunset on December 31, 2016.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to taxation of Internet service; and prescribing an effective date.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. (1) As used in this section, "cyber" means relating to or involving computers**
5 **or computer networks, including the Internet.**

6 **(2) The Task Force on Cyber Security Preparedness is established, consisting of nine**
7 **members appointed by the Department of Justice as follows:**

8 **(a) Three members from state law enforcement working in the area of cyber security;**

9 **(b) Three members representing industries related to cyber security, information tech-**
10 **nology and emergency preparedness; and**

11 **(c) Three members representing citizen advocacy organizations related to information**
12 **technology and cyber security preparedness.**

13 **(3) The task force shall study the development and implementation of a tax on customers**
14 **of Internet service providers, at a rate of \$1 per year for residential customers and \$10 per**
15 **year for commercial customers, to fund the development of a cyber security preparedness**
16 **system.**

17 **(4) The task force is authorized to:**

18 **(a) Determine the most economical and least burdensome method of assessing an annual**
19 **tax on customers of Internet service providers;**

20 **(b) Determine the most effective method by which to apply revenue from the tax to fund**
21 **development of a cyber security preparedness system; and**

22 **(c) Develop, in consultation with the Department of Revenue, a plan for implementation**
23 **of the tax by January 1, 2019.**

24 **(5) A majority of the members of the task force constitutes a quorum for the transaction**
25 **of business.**

26 **(6) Official action by the task force requires the approval of a majority of the members**
27 **of the task force.**

28 **(7) The task force shall elect one of its members to serve as chairperson.**

29 **(8) If there is a vacancy for any cause, the appointing authority shall make an appoint-**
30 **ment to become immediately effective.**

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.

1 **(9) The task force shall meet at times and places specified by the call of the chairperson**
2 **or of a majority of the members of the task force.**

3 **(10) The task force may adopt rules necessary for the operation of the task force.**

4 **(11) The task force shall submit a report in the manner provided in ORS 192.245, and may**
5 **include recommendations for legislation, to an interim committee of the Legislative Assem-**
6 **bly related to revenue no later than September 15, 2016.**

7 **(12) The Department of Justice shall provide staff support to the task force.**

8 **(13) Members of the task force are not entitled to compensation, but may be reimbursed**
9 **for actual and necessary travel and other expenses incurred by them in the performance of**
10 **their official duties in the manner and amounts provided for in ORS 292.495. Claims for ex-**
11 **penses shall be paid out of funds appropriated to the Department of Justice for purposes of**
12 **the task force.**

13 **(14) All agencies of state government, as defined in ORS 174.111, are directed to assist**
14 **the task force in the performance of its duties and, to the extent permitted by laws relating**
15 **to confidentiality, to furnish such information and advice as the members of the task force**
16 **consider necessary to perform their duties.**

17 **SECTION 2.** **Section 1 of this 2015 Act is repealed on December 31, 2016.**

18 **SECTION 3.** **This 2015 Act takes effect on the 91st day after the date on which the 2015**
19 **regular session of the Seventy-eighth Legislative Assembly adjourns sine die.**

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