LC 966 2023 Regular Session 10/10/22 (CPA/ps)

DRAFT

SUMMARY

Transfers Oregon Cybersecurity Advisory Council from office of Enterprise Information Services to Oregon Cybersecurity Center of Excellence. Modifies composition and duties, powers and functions of council.

Establishes Oregon Cybersecurity Center of Excellence within Portland State University to supplement activities of State Chief Information Officer regarding cybersecurity. Charges center with coordinating, funding or providing cybersecurity education, awareness and training for public, private and nonprofit sectors, cybersecurity workforce development and cybersecurity-related goods and services to Oregon public bodies. Directs Portland State University, Oregon State University and University of Oregon to jointly operate center by agreement and to provide administrative and staff support and facilities for center.

Establishes Oregon Cybersecurity Center of Excellence Operating Fund. Continuously appropriates moneys in fund to Higher Education Coordinating Commission for distribution to center to carry out functions and operations of center.

Establishes Oregon Cybersecurity Workforce Development Fund. Continuously appropriates moneys in fund to commission for distribution to center to invest in cybersecurity workforce development programs.

Establishes Oregon Cybersecurity Grant Program Fund. Continuously appropriates moneys in fund to commission for distribution to center to provide cybersecurity-related goods and services to Oregon public bodies.

Establishes Oregon Cybersecurity Public Awareness Fund. Continuously appropriates moneys in fund to commission for distribution to center to raise public awareness regarding cybersecurity threats and resources to be safer and more secure online.

Becomes operative October 1, 2023.

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Declares emergency, effective on passage.

A BILL FOR AN ACT

- 2 Relating to cybersecurity; creating new provisions; repealing ORS 276A.326
- and 276A.329; and declaring an emergency.

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	be it Enacted by the People of the State of Oregon:
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3	OREGON CYBERSECURITY
4	(Definitions)
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6	SECTION 1. Definitions. As used in this section and sections 3, 7
7	and 10 of this 2023 Act:
8	(1) "Education service district" means a district created under ORS
9	334.010 that provides regional educational services to component school
10	districts.
11	(2) "Library" means a public agency that provides free and equal
12	access to library and information services that are suitable for persons
13	of all ages.
14	(3) "Local government" means a city or county.
15	(4) "Public body" has the meaning given that term in ORS 174.109.
16	(5) "Regional government" means:
17	(a) A metropolitan service district formed under ORS chapter 268.
18	(b) An intergovernmental entity created by an intergovernmental
19	agreement under ORS 190.010.
20	(6) "School district" has the meaning given that term in ORS
21	330.003.
22	(7) "Special district" means a district as defined in ORS 198.010.
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24	(Oregon Cybersecurity Advisory Council)
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26	SECTION 2. ORS 276A.326 is repealed and section 3 of this 2023 Act
27	is enacted in lieu thereof.
28	SECTION 3. Oregon Cybersecurity Advisory Council. (1) The Oregon
29	Cybersecurity Advisory Council is established within the Oregon
30	Cybersecurity Center of Excellence. The council consists of 15 voting
31	members appointed by the Governor after consultation with the State

- 1 Chief Information Officer and the director of the Oregon Cybersecurity
- 2 Center of Excellence or the director's designee. A majority of the
- 3 council's voting members must be geographically diverse represen-
- 4 tatives of public universities listed in ORS 352.002, local governments,
- 5 regional governments, special districts, education service districts,
- 6 school districts or libraries.
- 7 (2) The membership of the council consists of:
- 8 (a) One member who represents Indian tribes, as defined in ORS 9 97.740;
- 10 **(b) One member who represents the Association of Oregon Coun-**11 **ties**;
- 12 (c) One member who represents the League of Oregon Cities;
- (d) One member who represents the Special Districts Association
 of Oregon;
- (e) One member who represents regional governments;
- 16 (f) One member who represents the Oregon Association of Educa-17 tion Service Districts;
- 18 (g) One member who represents the Oregon School Boards Associ-19 ation;
- 20 (h) One member who represents the Coalition of Oregon School 21 Administrators:
- 22 (i) One member who represents public universities listed in ORS 23 352.002;
- 24 (j) One member who represents community colleges;
- 25 (k) One member who represents the office of Enterprise Informa-26 tion Services;
- 27 (L) One member who represents a critical infrastructure sector in
- 28 Oregon as defined by the Cybersecurity and Infrastructure Security
- 29 Agency of the United States Department of Homeland Security;
- 30 (m) One member who represents cyber-related industries in Oregon;
- 31 (n) One member who represents a public sector information tech-

1 nology association in Oregon; and

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- 2 (o) One member who represents a private sector information tech-3 nology or telecommunications association in Oregon.
- 4 (3) The council shall elect one member of the council to serve as 5 chairperson and one member of the council to serve as vice chair-6 person.
- 7 (4)(a) A majority of the voting members of the council constitutes 8 a quorum for the transaction of business.
 - (b) Official action by the council requires the approval of a majority of the voting members of the council.
 - (5)(a) The term of office of each voting member of the council is four years, but a member serves at the pleasure of the Governor.
 - (b) Before the expiration of the term of a voting member, the Governor, after consultation with the State Chief Information Officer and the director of Oregon Cybersecurity Center of Excellence or the director's designee, shall appoint a successor whose term begins on July 1 following the appointment. A voting member is eligible for reappointment.
- 19 (c) If there is a vacancy for any cause, the Governor, after consul-20 tation with the State Chief Information Officer and the director of 21 Oregon Cybersecurity Center of Excellence or the director's designee, 22 shall make an appointment to become immediately effective for the 23 unexpired term.
 - (6) The council shall meet at times and places specified by the call of the chairperson or a majority of the voting members of the council.
 - (7) Members of the council are not entitled to compensation, but the Oregon Cybersecurity Center of Excellence may reimburse a member of the council for actual and necessary travel and other expenses incurred in performing the member's official duties, in the manner and amounts provided for in ORS 292.495, from funds appropriated to the Higher Education Coordinating Commission for purposes

1 of the council.

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- 2 (8) The council may:
- (a) Adopt rules, policies and procedures necessary for the operation
 of the council.
- (b) Establish subcommittees, advisory committees or other work
 groups necessary to assist the council in performing its duties.
 - (c) Appoint nonvoting members to the council.
- 8 (9) All agencies of state government, as defined in ORS 174.111, are directed to assist the council in the performance of the council's duties and, to the extent permitted by laws relating to confidentiality, shall furnish information and advice the council considers necessary to perform the council's duties.
- SECTION 4. Initial terms. Notwithstanding the term of office specified in section 3 of this 2023 Act, of the members appointed to the Oregon Cybersecurity Advisory Council under section 3 of this 2023 Act:
- 17 (1) One-third shall serve for a term ending July 1, 2025.
- 18 (2) One-third shall serve for a term ending July 1, 2026.
- 19 (3) The remaining members shall serve for a term ending July 1, 20 2027.
- SECTION 5. Transfer. (1) The duties, functions and powers of the office of Enterprise Information Services relating to the Oregon Cybersecurity Advisory Council are imposed upon, transferred to and vested in the Oregon Cybersecurity Center of Excellence, established under section 7 of this 2023 Act.
- 26 (2)(a) The State Chief Information Officer shall deliver to a repre-27 sentative of Portland State University, on behalf of the Oregon 28 Cybersecurity Center of Excellence, all records and property within the 29 jurisdiction of the officer that relate to the duties, functions and 30 powers transferred by this section.
 - (b) A representative of Portland State University, on behalf of the

- Oregon Cybersecurity Center of Excellence, shall take possession of the records and property described in paragraph (a) of this subsection.
 - (c) The Governor shall resolve any dispute between the office of Enterprise Information Services and the Oregon Cybersecurity Center of Excellence relating to transfers of records and property under this subsection, and the Governor's decision is final.
 - (3)(a) The unexpended balances of amounts authorized to be expended by the office of Enterprise Information Services for the biennium beginning July 1, 2023, from revenues dedicated, continuously appropriated, appropriated or otherwise made available for the purpose of administering and enforcing the duties, functions and powers transferred by this section are transferred to and are available for expenditure by Portland State University, on behalf of the Oregon Cybersecurity Center of Excellence for the biennium beginning July 1, 2023, for the purpose of administering and enforcing the duties, functions and powers transferred by this section.
 - (b) The expenditure classifications, if any, established by Acts authorizing or limiting expenditures by the office of Enterprise Information Services remain applicable to expenditures by Portland State University on behalf of the Oregon Cybersecurity Center of Excellence.

(Oregon Cybersecurity Center of Excellence)

- SECTION 6. ORS 276A.329 is repealed and section 7 of this 2023 Act is enacted in lieu thereof.
- SECTION 7. Oregon Cybersecurity Center of Excellence. (1) The Oregon Cybersecurity Center of Excellence is established at Portland State University. The center shall operate under the joint direction and control of Portland State University, Oregon State University and the University of Oregon. A director shall be appointed to oversee the center pursuant to procedures set forth in the charter developed and

- 1 adopted under subsection (5) of this section.
- 2 (2) The purpose of the center is to supplement the activities of the 3 State Chief Information Officer regarding cybersecurity in this state 4 by coordinating, funding or providing:
- 5 (a) Awareness, education and training about cybersecurity and 6 cybersecurity-related issues for public, private and nonprofit sectors;
- (b) Cybersecurity workforce development programs in coordinationwith:
- 9 (A) Public universities listed in ORS 352.002;
- 10 (B) Community colleges operated under ORS chapter 341; and
- 11 (C) Science, technology, engineering and mathematics and career 12 and technical education programs;
- 13 (c) Research about cybersecurity education and training methodol-14 ogies;
- 15 (d) Research and development of cybersecurity technologies, tools, 16 policies and processes; and
- 17 (e) Cybersecurity-related goods and services to Oregon public 18 bodies, with priority given to local governments, regional govern-19 ments, special districts, education service districts, school districts 20 and libraries.
 - (3) The center shall:

- 22 (a) Serve as the statewide advisory body to the Legislative Assem-23 bly, Governor and State Chief Information Officer on cybersecurity 24 and cybersecurity-related issues for local governments, regional gov-25 ernments, special districts, education service districts, school districts 26 and libraries.
- (b) Develop, update and submit biennially to the Governor and the appropriate committees of the Legislative Assembly the Oregon Cybersecurity Resilience Plan described in subsection (6) of this section.
 - (c) Provide to public, private and nonprofit sectors in this state in-

- 1 formation and recommend best practices concerning cybersecurity, cyber resilience and recovery measures, including legal, insurance and 2
- other topics. 3

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- (d) Coordinate the sharing of information related to cybersecurity 4 threats, risks, warnings and incidents, and promote public awareness 5 and shared, real-time situational awareness among public, private and 6 nonprofit sector entities. 7
- (e) Provide cybersecurity assessment, scanning and analysis, moni-8 toring and incident response services to public bodies, with priority 9 given to public bodies with the greatest need for services, including 10 local governments, regional governments, special districts, education 11 12 service districts, school districts and libraries.
- (f) Collaborate with public bodies to coordinate cybersecurity efforts 13 with ongoing information technology modernization and resilience 14 projects. 15
- 16 (g) Identify and participate in appropriate federal, multistate, regional, state, local or private sector programs and efforts that support or complement the center's purpose.
- (h) Pursue and leverage federal sources of cybersecurity and cyber 19 resilience funding to achieve state goals related to cybersecurity and 20 cyber resilience. 21
- (i) Manage and award funds distributed to the center for 22 cybersecurity and cyber resilience initiatives. 23
- (j) Encourage the development of Oregon's cybersecurity workforce 24 by, at a minimum: 25
- (A) Identifying gaps and needs in workforce programs. 26
- Fostering the growth and development of cybersecurity 27 workforce development programs and career and technical education 28 in school districts, community colleges operated under ORS chapter 29 341, and public universities listed in ORS 352.002. 30
 - (C) Assisting in curriculum review and standardization and provid-

1 ing recommendations to improve programs.

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- (D) Fostering industry involvement in internships, mentorship and apprenticeship programs and experiential learning programs.
- (E) Building awareness of industry and career opportunities to recruit students into cyber-related educational tracks.
- (4)(a) Portland State University, Oregon State University and the University of Oregon shall enter into an operating agreement for administering the center, including the provision of administrative and staff support and facilities.
- (b) A public university listed in ORS 352.002, or a community college operated under ORS chapter 341, not listed in paragraph (a) of this subsection may join the operating agreement and provide administrative and staff support and facilities. The process for joining the operating agreement shall be described in the operating agreement or the charter developed under subsection (5) of this section.
- (5) Portland State University, Oregon State University and the 16 University of Oregon, in consultation with the Oregon Cybersecurity 17 Advisory Council, shall develop and adopt a charter to serve as the 18 governing document for the center. The charter must contain pro-19 visions regarding the center's operations, budget and any funds ad-20 21 ministered by the center and the procedures for appointing the director to oversee the center. Portland State University, Oregon State 22 University and the University of Oregon shall annually review and, as 23 necessary, update the charter. 24
- 25 (6) The Oregon Cybersecurity Resilience Plan developed and updated 26 under this section must, at a minimum:
- (a) Identify cybersecurity risks in critical infrastructure, local governments, regional governments, special districts, education service districts, school districts and libraries;
 - (b) Establish risk-based assessment procedures;
 - (c) Survey and identify technology and process gaps and provide

1 recommendations to address the gaps;

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- 2 (d) Survey public awareness, educational, training and workforce 3 development programs and provide recommendations to improve the 4 programs; and
- (e) Provide financial estimates and impacts associated with the cost of implementing or not implementing recommendations, including pilot programs and statewide implementation.
- 8 (7) The center shall, in consultation with the council:
- 9 (a) Develop and update every four years a strategic plan, including 10 goals and objectives, for the center.
 - (b) Develop and submit a report on the center's strategic goals and objectives, operations and funding requests for continued operations and funds administered by the center, to the Governor and to the appropriate committees of the Legislative Assembly, in the manner required by ORS 192.245, by February 1 of each odd-numbered year. The report must identify any grants, donations, gifts or other forms of conveyances of land, money, real or personal property or other valuable thing made to the state or the center for carrying out the purposes of the center.
- 20 (c) Provide a statewide forum for discussing and resolving 21 cybersecurity issues.
- 22 (8) All agencies of state government, as defined in ORS 174.111, are 23 directed to assist the center in the performance of the center's duties 24 and, to the extent permitted by laws relating to confidentiality, shall 25 furnish information and advice the center considers necessary to per-26 form the center's duties.
- SECTION 8. Center operating fund. (1) The Oregon Cybersecurity
 Center of Excellence Operating Fund is established in the State
 Treasury, separate and distinct from the General Fund. Interest
 earned by the Oregon Cybersecurity Center of Excellence Operating
 Fund must be credited to the fund.

- 1 (2) Moneys in the fund shall consist of:
- (a) Amounts donated to the fund; 2

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- (b) Amounts appropriated or otherwise transferred to the fund by 3 the Legislative Assembly; and
 - (c) Other amounts deposited in the fund from any source.
- (3) Moneys in the fund are continuously appropriated to the Higher 6 Education Coordinating Commission for distribution to the Oregon 7 Cybersecurity Center of Excellence for the purposes of carrying out 8 the functions and operations of the center. 9
- (4) The center shall submit to the Governor and to the appropriate 10 committees of the Legislative Assembly, in the manner provided under ORS 192.245, a biennial report that summarizes the balance of the fund, lists the deposits into and expenditures from the fund and provides such other details as necessary regarding the operation of the fund.
- SECTION 9. Cybersecurity workforce development fund. (1) The 16 Oregon Cybersecurity Workforce Development Fund is established in 17 the State Treasury, separate and distinct from the General Fund. In-18 terest earned by the Oregon Cybersecurity Workforce Development 19 Fund must be credited to the fund. 20
- (2) Moneys in the fund shall consist of: 21
- (a) Amounts donated to the fund; 22
- (b) Amounts appropriated or otherwise transferred to the fund by 23 the Legislative Assembly; and 24
- (c) Other amounts deposited in the fund from any source. 25
- (3) Moneys in the fund are continuously appropriated to the Higher 26 Education Coordinating Commission for distribution to the Oregon 27 Cybersecurity Center of Excellence for the purposes of making tar-28 geted investments in workforce development programs designed to 29 accelerate the growth, qualifications and availability of Oregon's 30 cybersecurity workforce. 31

- (4) The center shall submit to the Governor and to the appropriate committees of the Legislative Assembly, in the manner provided under ORS 192.245, a biennial report that summarizes the balance of the fund, lists the deposits into and expenditures from the fund and provides such other details as necessary regarding the operation of the fund.
- SECTION 10. Cybersecurity grant program fund. (1) The Oregon
 Cybersecurity Grant Program Fund is established in the State Treasury, separate and distinct from the General Fund. Interest earned by
 the Oregon Cybersecurity Grant Program Fund must be credited to the
 fund.
- 12 (2) Moneys in the fund shall consist of:
- 13 (a) Amounts donated to the fund;

- (b) Amounts appropriated or otherwise transferred to the fund by
 the Legislative Assembly; and
 - (c) Other amounts deposited in the fund from any source.
- 17 (3) Moneys in the fund are continuously appropriated to the Higher 18 Education Coordinating Commission for distribution to the Oregon 19 Cybersecurity Center of Excellence for the purposes of providing:
- (a) Cybersecurity assessment, scanning and analysis, monitoring, incident response and technical assistance and other cybersecurity-related goods and services to Oregon public bodies on a competitive basis with specific emphasis on serving the unmet needs of local governments, regional governments, special districts, education service districts, school districts and libraries.
- 26 **(b) Matching funds for federal moneys related to cybersecurity re-**27 **ceived by public bodies.**
- 28 (4) The center shall adopt standards, objectives, criteria and eligi-29 bility requirements for the use of moneys distributed from the fund. 30 In developing criteria and eligibility standards, the center shall take 31 into consideration any requirements of federal programs awarding

1 moneys related to cybersecurity.

- 2 (5) The center shall submit to the Governor and to the appropriate 3 committees of the Legislative Assembly, in the manner provided under 4 ORS 192.245, a biennial report that summarizes the balance of the 5 fund, lists the deposits into and expenditures from the fund and pro-6 vides such other details as necessary regarding the operation of the 7 fund.
- 8 SECTION 11. Cybersecurity public awareness fund. (1) The Oregon 9 Cybersecurity Public Awareness Fund is established in the State 10 Treasury, separate and distinct from the General Fund. Interest 11 earned by the Oregon Cybersecurity Public Awareness Fund must be 12 credited to the fund.
 - (2) Moneys in the fund shall consist of:
- 14 (a) Amounts donated to the fund;
- 15 **(b)** Amounts appropriated or otherwise transferred to the fund by 16 the Legislative Assembly; and
- 17 (c) Other amounts deposited in the fund from any source.
 - (3) Moneys in the fund are continuously appropriated to the Higher Education Coordinating Commission for distribution to the Oregon Cybersecurity Center of Excellence for the purposes of raising public awareness about the importance of cybersecurity across Oregon and ensuring that Oregonians better understand existing threats and have the information and resources to be safer and more secure online.
 - (4) The center shall submit to the Governor and to the appropriate committees of the Legislative Assembly in the manner provided under ORS 192.245, a biennial report that summarizes the balance of the fund, lists the deposits into and expenditures from the fund and provides such other details as necessary regarding the operation of the fund.

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(Deadlines)

1	SECTION 12. (1) The Oregon Cybersecurity Resilience Plan de-
2	scribed in section 7 (6) of this 2023 Act is first due no later than De-
3	cember 31, 2025.
4	(2) The biennial reports described in sections 8, 9, 10 and 11 of this
5	2023 Act are first due no later than December 31, 2025.
6	SECTION 13. Section 12 of this 2023 Act is repealed on January 2,
7	2026.
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9	APPROPRIATIONS
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11	SECTION 14. (1) In addition to and not in lieu of any other appro-
12	priation, there is appropriated to the Higher Education Coordinating
13	Commission, for the biennium beginning July 1, 2023, out of the Gen-
14	eral Fund, the amount of \$, to be deposited into the Oregon
15	Cybersecurity Center of Excellence Operating Fund established under
16	section 8 of this 2023 Act.
17	(2) In addition to and not in lieu of any other appropriation, there
18	is appropriated to the Higher Education Coordinating Commission, for
19	the biennium beginning July 1, 2023, out of the General Fund, the
20	amount of \$, to be deposited into the Oregon Cybersecurity
21	Workforce Development Fund established under section 9 of this 2023
22	Act.
23	(3) In addition to and not in lieu of any other appropriation, there
24	is appropriated to the Higher Education Coordinating Commission, for
25	the biennium beginning July 1, 2023, out of the General Fund, the
26	amount of \$, to be deposited into the Oregon Cybersecurity
27	Grant Program Fund established under section 10 of this 2023 Act.
28	(4) In addition to and not in lieu of any other appropriation, there

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is appropriated to the Higher Education Coordinating Commission, for

the biennium beginning July 1, 2023, out of the General Fund, the

amount of \$_____, to be deposited into the Oregon Cybersecurity

Public Awareness Fund established under section 11 of this 2023 Act.

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3 CAPTIONS

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SECTION 15. The unit and section captions used in this 2023 Act are provided only for the convenience of the reader and do not become part of the statutory law of this state or express any legislative intent in the enactment of this 2023 Act.

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OPERATIVE AND EFFECTIVE DATES

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SECTION 16. (1) Sections 1, 3 to 5 and 7 to 12 of this 2023 Act and the repeal of ORS 276A.326 and 276A.329 by sections 2 and 6 of this 2023 Act become operative on October 1, 2023.

(2) The Governor, the State Chief Information Officer, the Oregon Cybersecurity Advisory Council, Portland State University, Oregon State University and the University of Oregon may take any action before the operative date specified in subsection (1) of this section that is necessary to enable the Governor, the State Chief Information Officer, the Oregon Cybersecurity Advisory Council, Portland State University, Oregon State University and the University of Oregon to exercise, on and after the operative date specified in subsection (1) of this section, all of the duties, functions and powers conferred on the the State Chief **Information** Officer, the Governor, Oregon Cybersecurity Advisory Council, Portland State University, Oregon State University and the University of Oregon by sections 1, 3 to 5 and 7 to 12 of this 2023 Act and the repeal of ORS 276A.326 and 276A.329 by sections 2 and 6 of this 2023 Act.

SECTION 17. This 2023 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2023 Act takes effect on its passage.

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