Covered Vendor Update

Terrence Woods, State Chief Information Officer

Joint Committee on Information Management and Technology

May 30, 2024



Agenda

- ► Legislation
- ► Oregon Administrative Rules
- ► Statewide Policy and Procedure





Covered Vendor Legislation

- ► House Bill 3127 (2023)
- Prohibits state agency use of named vendors
- Directs State Chief Information
 Officer to write rules and policy

82nd OREGON LEGISLATIVE ASSEMBLY--2023 Regular Session

Enrolled House Bill 3127

Sponsored by Representatives BOWMAN, EVANS, Senator KNOPP, Representatives HELFRICH, LEVY E, Senator WOODS; Representatives CONRAD, DEXTER, HIEB, LEWIS, Senator MANNING JR

CHAPTER

AN ACT

Relating to the security of state assets; and prescribing an effective date.

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

SECTION 1. As used in sections 1 to 3 of this 2023 Act:

- (1) "Covered product" means any form of hardware, software or service provided by a covered vendor.
- (2) "Covered vendor" means any of the following corporate entities, or any parent, subsidiary, affiliate or successor entity of the following corporate entities:
 - (a) Ant Group Co., Limited.
 - (b) ByteDance Limited.
 - (c) Huawei Technologies Company Limited.
 - (d) Kaspersky Lab.
 - (e) Tencent Holdings Limited.
 - (f) ZTE Corporation.
- (g) Any other corporate entity designated a covered vendor by the State Chief Information Officer under section 3 of this 2023 Act.
- (3) "State agency" means any board, commission, department, division, office or other entity of state government, as defined in ORS 174.111, except that state government does not include the Secretary of State or State Treasurer.
 - (4) "State information technology asset" means any form of hardware software or ser-





Covered Vendor Oregon Administrative Rules

- ► <u>128-020-0005 − 128-020-0035</u>
- ► Notice of Proposed Rulemaking filed December 4, 2023
- ► Rulemaking Hearing held January 18, 2024
- No public comment received
- ▶ Adopted rules filed January 29, 2024; effective February 1, 2024
- Definitions include:
 - Corporate entity
 - Covered product
 - Covered vendor
 - National security threat



Statewide Policy and Procedure

- Finalizing drafts for review with Agency IT Leadership
- **Defines:**
 - Location of published list (https://security.oregon.gov)
 - Schedule for reviewing Covered Vendor list
 - Timeline and process for reporting compliance
 - Timeline and process for disclosing use for investigatory, regulatory or law enforcement purposes
 - Schedule for updating disclosure of use



Thank you







