HB 3127-4 (LC 3810) 3/13/23 (CPA/ps)

Requested by Representative BOWMAN

PROPOSED AMENDMENTS TO HOUSE BILL 3127

- On page 1 of the printed bill, delete lines 4 through 27 and delete page 2 and insert:
- "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:
- 9 "(a) Ant Group Co., Limited.
- 10 "(b) ByteDance Limited.
- 11 "(c) Huawei Technologies Company Limited.
- 12 "(d) Kaspersky Lab.
- 13 "(e) Tencent Holdings Limited.
- 14 "(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 19 174.111.
- 20 "(4) 'State information technology asset' means any form of hard-21 ware, software or service for data processing, office automation or

- 1 telecommunications used directly by a state agency or used to a sig-
- 2 nificant extent by a contractor in the performance of a contract with
- 3 a state agency.
- 4 "SECTION 2. (1) A covered product may not be:
- 5 "(a) Installed or downloaded onto a state information technology 6 asset; or
- 7 "(b) Used or accessed by a state information technology asset.
- 8 "(2) A state agency shall:
- "(a) Remove any covered product that is installed or downloaded onto a state information technology asset that is under the management or control of the state agency; and
- 12 "(b) Implement all measures necessary to prevent the:
- "(A) Installation or download of a covered product onto a state information technology asset that is under the management or control of the state agency; or
- 16 "(B) Use or access of a covered product by a state information 17 technology asset that is under the management or control of the state 18 agency.
- "(3)(a) Notwithstanding subsections (1) and (2) of this section, a state agency may, for investigatory, regulatory or law enforcement purposes, permit the:
- 22 "(A) Installation or download of a covered product onto a state in-23 formation technology asset; or
- 24 "(B) Use or access of a covered product by a state information 25 technology asset.
- "(b) A state agency that permits the installation, download, use or access of a covered product under this subsection shall adopt risk mitigation standards and procedures related to the installation, download, use or access of the covered product.
 - "(4) The State Chief Information Officer shall coordinate with and

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- oversee state agencies to implement the provisions of this section in
- 2 accordance with the policies and standards adopted under section 3 (3)
- 3 this 2023 Act.

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- 4 "SECTION 3. (1) The State Chief Information Officer shall adopt:
- 5 "(a) Rules pertaining to the designation of a corporate entity as a 6 covered vendor under section 1 of this 2023 Act; and
- "(b) Policies and standards for state agencies to implement the provisions of section 2 of this 2023 Act.
 - "(2) The rules adopted under this section must include:
- "(a) The definition of 'national security threat' for purposes of protecting state information technology assets;
- 12 "(b) Criteria and a process for determining when a corporate entity 13 poses a national security threat; and
- 14 "(c) Criteria and a process for determining when a corporate entity 15 no longer poses a national security threat.
- "(3) The policies and standards adopted under this section must include:
- "(a) The procedures for providing state agencies notice that a corporate entity is designated or no longer designated a covered vendor under section 1 of this 2023 Act;
 - "(b) The time schedules for implementing the requirements under section 2 of this 2023 Act with regard to a corporate entity that is designated a covered vendor by the State Chief Information Officer; and
- "(c) The time schedules for incorporating the requirements under section 2 of this 2023 Act into a state agency's information security plans, standards or measures.
- "SECTION 4. This 2023 Act takes effect on the 91st day after the date on which the 2023 regular session of the Eighty-second Legislative Assembly adjourns sine die.".

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