# SENATE . . . . . . . . . . . . . . . No.

### The Commonwealth of Massachusetts

#### PRESENTED BY:

#### Brendan P. Crighton

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act relative to the modernization of state agency information technology systems.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:
Brendan P. Crighton	Third Essex

## SENATE DOCKET, NO. 2645 FILED ON: 6/4/2021

# SENATE . . . . . . . . . . . . . . . No.

By Mr. Crighton, a petition (accompanied by bill) (subject to Joint Rule 12) of Brendan P. Crighton for legislation relative to the modernization of state agency information technology systems. Advanced Information Technology, the Internet and Cybersecurity.

### The Commonwealth of Massachusetts

In the One Hundred and Ninety-Second General Court (2021-2022)

An Act relative to the modernization of state agency information technology systems.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1	SECTION 1. Chapter 7D of the General Laws, as appearing in the Official 2018 Edition,
2	is hereby amended by inserting the following section:-
3	"SECTION 11. Massachusetts Innovation Fund and State Agency Technology Upgrades
4	Account
5	(a) As used in this section, the following terms shall have the following meanings:-
6	"Account," the state agency technology upgrades account.
7	"Board," the Massachusetts innovation fund board.
8	"Cloud computing service" has the meaning given the term by the National Institute of
9	Standards and Technology in NIST Special Publication 800-145 and any amendatory or
10	superseding document thereto.

"Device-as-a-service," a managed service in which hardware that belongs to a managed
service provider is installed at a state agency and a service level agreement defines the
responsibilities of each party to the agreement.

14 "Fund," means the Massachusetts Innovation Fund.

15 "Information technology system," any equipment or interconnected system or subsystem 16 of equipment used by a state agency, or a person under a contract with a state agency if the 17 contract requires use of the equipment, to acquire, store, analyze, evaluate, manipulate, manage, 18 move, control, display, switch, interchange, transmit, print, copy, scan, or receive data or other 19 information. "Information technology system" shall include a computer, a device-as-a-service 20 solution, ancillary computer equipment such as imaging, printing, scanning, and copying 21 peripherals and input, output, and storage devices necessary for security and surveillance, 22 peripheral equipment designed to be controlled by the central processing unit of a computer, 23 software and firmware and similar procedures, and services, including support services, and 24 related resources. "Information technology system" shall not include equipment acquired by a 25 contractor incidental to a state contract.

"Legacy information technology system," an information technology system that is
operated with outdated or obsolete or inefficient hardware or software system of information
technology.

"Qualifying information technology modernization project," a project by a state agency to
(i) replace the agency's information technology systems; (ii) transition the agency's legacy
information technology systems to a cloud computing service or other innovative commercial
platform or technology; or (iii) develop and implement a method to provide adequate, risk-based,

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and cost-effective information technology responses to threats to the agency's informationsecurity.

35 (b) The Massachusetts innovation fund board is established to administer the Massachusetts innovation fund and the state agency technology upgrades account and to make 36 37 awards of financial assistance to state agencies from the fund or account for qualifying 38 information technology modernization projects. The board shall consist of:(i)the comptroller or a 39 designee (ii) the secretary of the executive office of technology services and security or a 40 designee (iii) the governor or a designee (iv)two members of the senate appointed by the 41 president of the senate;(v) two members of the house of representatives appointed by the speaker 42 of the house of representatives; (vi) one member of the public with relevant subject matter 43 expertise appointed by the governor; and(vii) three state employees primarily having technical 44 expertise information technology development, financial management, cybersecurity and 45 privacy, and acquisition, appointed by the secretary of the executive office of technology 46 services and security.

47 (c) Members of the board shall serve six two-year terms. A board member is not entitled
48 to compensation for service on the board but is entitled to reimbursement of expenses incurred
49 while performing duties as a board member.

(d) The Massachusetts innovation fund and the state agency technology upgrades account
are special funds outside the state treasury to be used by the board, without further legislative
appropriation, as provided by this section.

53 (e) The fund consists of:

54 (1) money appropriated, credited, or transferred to the fund by the legislature;

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55	(2) money received by the board for the repayment of a loan made from the fund; and
56	(3) interest and other earnings earned on deposits and investments of money in the fund.
57	(f) The account consists of:
58	(1) money deposited to the account by the comptroller in the manner prescribed by
59	subsection (h); and
60	(2) interest and other earnings earned on deposits and investments of money in the
61	account.
62	(g) The comptroller, in consultation with the executive office of technology services and
63	security, shall establish a loan program to authorize the board to use money from the fund to
64	provide loans to state agencies for qualifying information technology modernization projects. A
65	state agency must apply to the board for a loan from the fund. The application must include a
66	description of the qualifying information technology modernization project for which the state
67	agency is requesting a loan. A loan agreement entered into under this subsection must require the
68	state agency to:
69	(1) repay the loan to the board within seven years of the date the loan is made to the
70	agency; and
71	(2) make annual reports to the board identifying cost savings realized by the agency as a
72	result of the project for which the agency received the loan.
73	(h) At the end of each state fiscal year, on the written request of a state agency, the
74	comptroller shall deposit to the account the unexpended balance of any money appropriated to
75	the agency for that state fiscal year that is budgeted by the agency for information technology
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services or cybersecurity purposes. A state agency may request money from the account from the
board at any time for a qualifying information technology modernization project.

(i) The comptroller shall separately account for the amount of money deposited to the
account at the request of each state agency under Subsection (h). Money deposited to the account
under subsection (h) and any interest and other earnings on that money may be provided only to
the state agency for which the comptroller deposited the money to the account and may be used
by the agency only for a qualifying information technology modernization project.

(j) Any money deposited to the account at the request of a state agency under subsection
(h) that is not requested by the agency within three years from the date the money is deposited
shall be transferred by the comptroller to the general revenue fund to be used in accordance with
legislative appropriation.

(k) A state agency that receives money from the fund or the account may collaborate with
one or more other state agencies that also receive money from the fund or the account to
purchase information technology systems that may be shared between the agencies.

90 (1) The comptroller may adopt rules to implement and administer this section."

91 SECTION 2. This Act shall take effect upon its passage.

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