By: Shaheen H.B. No. 712

Substitute the following for H.B. No. 712:

By: Guillen C.S.H.B. No. 712

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to state agency and local government security incident

- 3 procedures.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 2054.1125, Government Code, is
- 6 transferred to Subchapter R, Chapter 2054, Government Code,
- 7 redesignated as Section 2054.603, Government Code, and amended to
- 8 read as follows:
- 9 Sec. 2054.603 [<del>2054.1125</del>]. SECURITY INCIDENT [<del>BREACH</del>]
- 10 NOTIFICATION BY STATE AGENCY OR LOCAL GOVERNMENT. (a) In this
- 11 section:
- 12 (1) "Security incident" means:
- (A) a breach or suspected breach ["Breach] of
- 14 system security as defined [security" has the meaning assigned] by
- 15 Section 521.053, Business & Commerce Code; and
- 16 (B) the introduction of ransomware, as defined by
- 17 Section 33.023, Penal Code, into a computer, computer network, or
- 18 computer system.
- 19 (2) "Sensitive personal information" has the meaning
- 20 assigned by Section 521.002, Business & Commerce Code.
- 21 (b) A state agency or local government that owns, licenses,
- 22 or maintains computerized data that includes sensitive personal
- 23 information, confidential information, or information the
- 24 disclosure of which is regulated by law shall, in the event of a

- 1 security incident [breach or suspected breach of system security or
- 2 an unauthorized exposure of that information]:
- 3 (1) comply with the notification requirements of
- 4 Section 521.053, Business & Commerce Code, to the same extent as a
- 5 person who conducts business in this state; [and]
- 6 (2) not later than 48 hours after the discovery of the
- 7 <u>security incident</u> [breach, suspected breach, or unauthorized
- 8 exposure], notify:
- 9 (A) the department, including the chief
- 10 information security officer; or
- 11 (B) if the <u>security incident</u> [breach, suspected
- 12 breach, or unauthorized exposure] involves election data, the
- 13 secretary of state; and
- 14 (3) comply with all department rules relating to
- 15 reporting security incidents as required by this section.
- 16 (c) Not later than the 10th business day after the date of
- 17 the eradication, closure, and recovery from a security incident
- 18 [breach, suspected breach, or unauthorized exposure], a state
- 19 agency or local government shall notify the department, including
- 20 the chief information security officer, of the details of the
- 21 security incident [event] and include in the notification an
- 22 analysis of the cause of the security incident [event].
- 23 <u>(d) This section does not apply to a security incident that</u>
- 24 a local government is required to report to an independent
- 25 organization certified by the Public Utility Commission of Texas
- 26 under Section 39.151, Utilities Code.
- 27 SECTION 2. This Act takes effect September 1, 2023.