



2015-2016 General Assembly

# HOUSE BILL 1030: 2016 Appropriations Act, Sec. 7.9: Data Center Consolidation Exemption for Cloud-Based Solutions

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<b>Committee:</b>		<b>Date:</b>	August 1, 2016
<b>Introduced by:</b>		<b>Prepared by:</b>	Bill Patterson Staff Attorney
<b>Analysis of:</b>	Sec. 7.9 of S.L. 2016-94		

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**OVERVIEW:** *Sec. 7.9 of S.L. 2016-94 provides that a State agency may, with the advance approval of the State Chief Information Officer, use applications that are natively and commercially sold and delivered as cloud-based applications without using the State infrastructure to host them.*

*This section became effective July 1, 2016.*

**BILL ANALYSIS:** Section 7.9(b) of S.L. 2015-241 requires State agencies to host their applications on the State infrastructure, unless the State Chief Information Officer has granted an exception based on agency demonstration that using an outside contractor is more cost effective, that the Department of Information Technology lacks the requisite technical capabilities to host the application, or that valid security requirements preclude the use of the State infrastructure and a vendor can provide a more secure environment.

Section 7.9 of S.L. 2016-94 provides that, with the advance approval of the State Chief Information Officer, State agencies may also use applications natively or commercially sold and delivered as cloud-based solutions without hosting them on the State infrastructure.

**EFFECTIVE DATE:** This section became effective July 1, 2016.

Karen Cochrane-Brown  
Director



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Legislative Analysis  
Division  
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