SECOND REGULAR SESSION

SENATE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 674

101ST GENERAL ASSEMBLY

4298S.04C

ADRIANE D. CROUSE, Secretary

AN ACT

To amend chapter 620, RSMo, by adding thereto one new section relating to grants to employers for the purpose of enhancing cybersecurity.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 620, RSMo, is amended by adding thereto

- 2 one new section, to be known as section 620.2550, to read as
- 3 follows:
 - 620.2550. 1. The department of economic development
- 2 shall distribute to any employer a one-time grant for the
- 3 purpose of enhancing cybersecurity, subject to the
- 4 requirements of this section. No employer shall receive
- 5 more than one grant pursuant to this section.
- 6 2. Grants distributed under this section shall not
- 7 exceed ninety percent of the total cost of the cybersecurity
- 8 enhancement.
- 9 3. In making grants to employers under this section,
- 10 the department of economic development shall distribute an
- 11 equal number of awards to the following groups of employers:
- 12 (1) Employers with at least one but not more than
- 13 forty-nine employees;
- 14 (2) Employers with at least fifty but not more than
- 15 two hundred forty-nine employees; and
- 16 (3) Employers with more than two hundred forty-nine
- 17 employees.

21

31

- 4. Subject to appropriation, no more than ten million dollars shall be distributed under this section in any fiscal year. No more than fifteen thousand dollars shall be
- The department of economic development shall 22 (1) 23 create an online application form as part of its website which shall be the sole means of applying for grants under 24 25 this section. Any employer seeking a grant under this 26 section shall submit an application to the department using 27 such form on the department's website. The employer shall 28 submit documents showing how it plans to enhance 29 cybersecurity, including plans for how the employer will cover the remaining ten percent of the cost for its 30
- 32 (2) In assessing an employer's plans for covering the 33 remaining ten percent of the cost, the department shall only 34 consider costs for the following:
- 35 (a) Hardware;
- 36 (b) Software, whether leased or purchased;
- 37 (c) Contracts for an external cybersecurity provider;
- 38 (d) Installation costs for cybersecurity;
- (e) Costs related to increased square footage in the employer's place of business;
- 41 (f) Employee training costs;

cybersecurity enhancement.

42 (g) New employee salaries; and

distributed to any one employer.

- 43 (h) Existing employee salaries due to new 44 cybersecurity duties.
- 45 (3) Any employer applying for a grant shall submit 46 documentation to the department showing how grant funds will 47 be used.
- 48 6. The department shall prescribe the time of filing 49 applications and supervise the processing thereof, provided

65

66

- that applications shall be accepted by the department beginning October 1, 2022.
- 7. The department shall select qualified recipients to receive grants and determine the manner and method of payment to the recipients.
- 8. Any employer who receives a grant pursuant to this section shall submit documentation to the department no later than one year after the distribution showing how the grant funds were spent.
- 9. In the case of employers with employees and locations in more than one state, grant funds distributed pursuant to this section shall be used only for locations in Missouri and employees residing in Missouri.
- 10. For purposes of this section, the terms "enhancing cybersecurity" and "cybersecurity enhancement" mean:
 - (1) Cybersecurity improvement investments;
 - (2) Cybersecurity risk assessment costs;
- 67 (3) Costs associated with cyber-attack prevention 68 employee training programs; and
- 69 (4) Costs associated with upskilling employees with 70 cybersecurity-related certifications or credentials.

 \checkmark