

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-sixth Legislature - Second Regular Session

HOUSE MILITARY AFFAIRS & PUBLIC SAFETY COMMITTEE OF REFERENCE

Report of Interim Meeting
Thursday, January 18, 2024
House Hearing Room 1 -- 9:30 A.M. UPON ADJOURNMENT OF THE HOUSE

Convened 10:42 A.M.

Recessed

Reconvened

Adjourned 11:51 A.M.

MINUTES RECEIVED
CHIEF CLERK'S OFFICE

1/18/24

Members Present

Representative Payne, Chairman
Representative Jones, Vice-Chairman
Representative Blattman
Representative Gillette
Representative Hendrix
Representative Hernandez, M
Representative Marshall
Representative McGarr
Representative Nguyen
Representative Quiñonez
Representative Schwiebert
Representative Sun
Representative Travers
Representative Tsosie
Representative Wilmeth

Members Absent

Agenda

Original Agenda – Attachment 1

Request to Speak

Report – Attachment 2

Committee Attendance

Report – Attachment 3

Presentations

Name

Executive Deputy
Director Kim O'Connor

Organization

COR Dept. of Homeland Security

Attachments (Handouts)

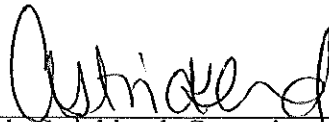
4, 5, 6

Deputy Director Susan
Dzbanko

COR Dept. of Homeland Security

Deputy Director Ryan
Murray

COR Dept. of Homeland Security



Amanda Strickland, Committee Secretary
January 18, 2024

(Original attachments on file in the Office of the Chief Clerk; video archives available at <http://www.azleg.gov>)

Interim agendas can be obtained via the Internet at <http://www.azleg.gov/Interim-Committees>

ARIZONA HOUSE OF REPRESENTATIVES

INTERIM MEETING NOTICE OPEN TO THE PUBLIC

Convened - 10:42 am
adjourned - 11:51 am

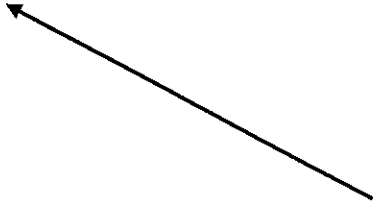
HOUSE MILITARY AFFAIRS & PUBLIC SAFETY COMMITTEE OF REFERENCE

Date: Thursday, January 18, 2024

Time: Upon adjournment of the House Appropriations Subcommittees on State & Local Resources *and Budgetary Funding Formulas*

Place: HHR 1

Members of the public may access a livestream of the meeting here:
<https://www.azleg.gov/videoplayer/?clientID=6361162879&eventID=2024011046>



AGENDA

1. Call to Order
2. Sunset Review of the Arizona Department of Homeland Security
 - Presentation by the Arizona Department of Homeland Security
 - Public Testimony
 - Discussion and Recommendation
3. Adjournment

Members:

Representative Kevin Payne, Chair
 Representative Rachel Jones, Vice Chair
 Representative Seth Blattman
 Representative John Gillette
 Representative Laurin Hendrix
 Representative Melody Hernandez
 Representative Jennifer L Longden
 Representative David Marshall

Representative Cory McGarr
 Representative Quang H Nguyen
 Representative Mae Peshlakai
 Representative Marcelino Quiñonez
 Representative Leezah Elsa Sun
 Representative Judy Schwiebert
 Representative Anastasia "Stacey" Travers
 Representative Myron Tsosie
 Representative Justin Wilmeth

01/09/2024
 01/17/2024
 01/18/2024
 RA
 VG
 RA

People with disabilities may request reasonable accommodations such as interpreters, alternative formats, or assistance with physical accessibility. If you require accommodations, please contact the Chief Clerk's Office at (602) 926-3032 or through Arizona Relay Service 7-1-1.

Information Registered on the Request to Speak System

*House Military Affairs & Public Safety Committee of
Reference (1/18/2024)*

2, Sunset Review of the Arizona Department of Homeland Security

Testified in support:

Alexis Susdorf, FORTINET, INC.

All Comments:

Alexis Susdorf, FORTINET, INC.: From the lens of the cyber elements of homeland security, Fortinet applauds AZDOHS work and request full continuation of this important agency. The security of Arizona's government networks and systems ensure our people and economy can thrive.

PLEASE COMPLETE THIS FORM FOR THE PUBLIC RECORD



HOUSE OF REPRESENTATIVES

Please PRINT Clearly

Committee on Maps COR Bill Number _____

Date 1-18-2024 Support Oppose Neutral

Name Gil Orrantia Need to Speak? Yes No

Representing No Are you a registered lobbyist? AD

Complete Address ~~208~~ 100 N. 15 Ave Suite 305

E-mail Address gilbertomo@msn.com Phone Number 480-283-7068

Comments: _____

FIVE-MINUTE SPEAKING LIMIT

PLEASE COMPLETE THIS FORM FOR THE PUBLIC RECORD



HOUSE OF REPRESENTATIVES

Please PRINT Clearly

Committee on Military Fair Bill Number _____

Date 1-18-2024 Support Oppose Neutral

Name Gary ~~Proper~~ Snyder Need to Speak? Yes No

Representing Yuma County Are you a registered lobbyist? N

Complete Address 10550 E. 36th place Yuma AZ

E-mail Address snyder4arizona@gmail.com Phone Number 978257290

Comments: _____

FIVE-MINUTE SPEAKING LIMIT

ARIZONA STATE LEGISLATURE
 Fifty-sixth Legislature - Second Regular Session

COMMITTEE ATTENDANCE RECORD

MILITARY AFFAIRS & PUBLIC SAFETY COMMITTEE OF REFERENCE

COMMITTEE ON _____

CHAIRMAN: Kevin Payne VICE-CHAIRMAN: Rachel Jones

DATE	01/18/24	/24	/24	/24	/24
CONVENED	10:42 am	m	m	m	m
RECESSED					
RECONVENED					
ADJOURNED	11:51 am				
MEMBERS					
Blattman	✓				
Gillette	✓				
Hendrix	✓				
Hernandez M	✓				
Marshall	✓				
McGarr	✓				
Nguyen	✓				
Quiñonez	✓				
Schwiebert	✓				
Sun	✓				
Travers	✓				
Tsosie	✓				
Wilmeth	✓				
Jones, Vice-Chairman	✓				
Payne, Chairman	✓				

✓ Present --- Absent exc Excused

Arizona Department of Homeland Security

Sunset Review Hearing

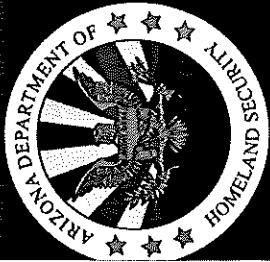
January 17, 2024



AZDOHS Mission

Protect Arizona by providing strategic direction and access to resources that will enable all of the State's homeland security stakeholders to achieve our collective goals of:

- Preventing terrorist attacks
 - Enhancing border security
 - Heightening cybersecurity efforts
 - Reducing our vulnerability to all critical hazards
 - Enhancing the capacity and expertise to plan for, mitigate, respond to and recover from all critical hazards that affect the safety, well-being, and economic security of Arizona; and building the resiliency of Arizona.
-



AZDOHS History

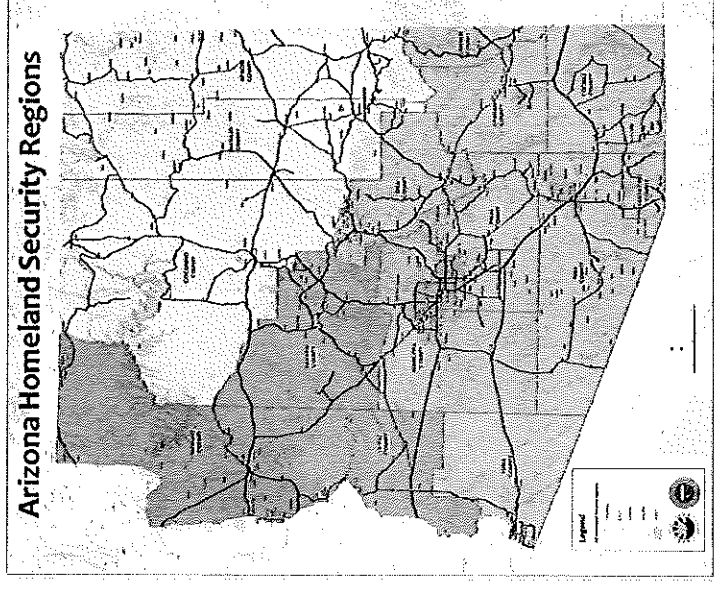
- 2003 - Arizona Office of Homeland Security (AOHS)
- 2006 - Arizona Department of Homeland Security (AZDOHS)
- 2015 - Successful Sunset Review
- 2022 - SISPO moved under AZDOHS

Principle Roles

- Homeland Security Advisor
- Grant Administration
- Statewide Information Security and Privacy Office

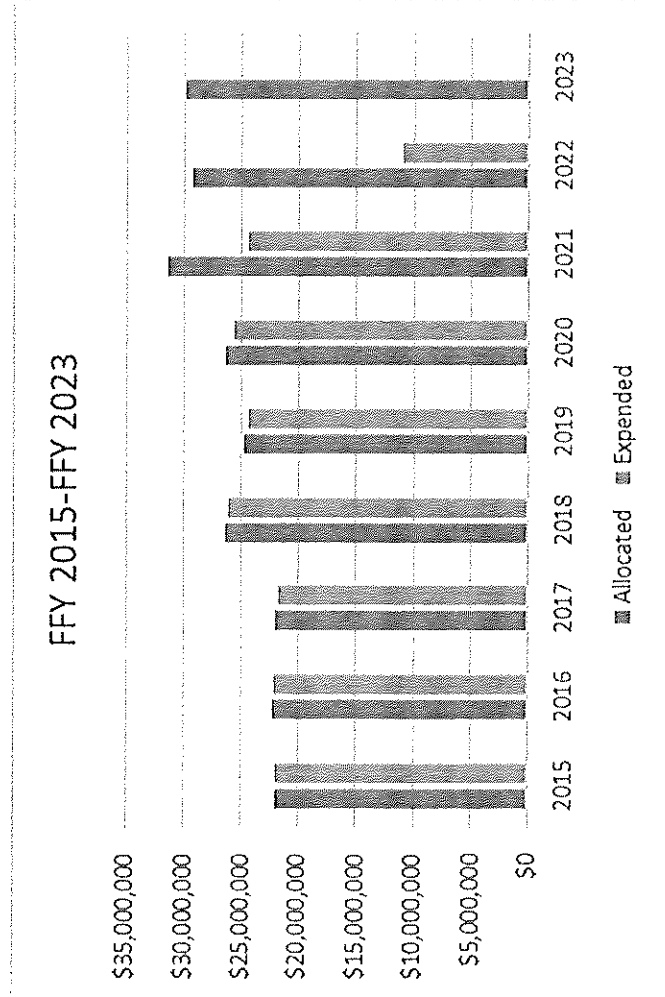
Grant Management FFY 2015-Present

- Manage and administer five (5) federal homeland security grant programs
 - State Homeland Security Grant Program (SHSGP)
 - Statewide, nexus to terrorism
 - 5 Regional Advisory Councils-recommending body
 - Urban Areas Security Initiative (UASI)
 - Maricopa County footprint
 - Nexus to terrorism in high risk, urban area
 - Operation Stonegarden (OPSG)
 - Border security grant
 - Force multiplier via overtime and equipment to state, local and tribal law enforcement
 - Nonprofit-UASI and State
 - Funding for nonprofit organization for target hardening of their facilities and training
- State and Local Cybersecurity Grant Program (SLCGP)
- State of Arizona Nonprofit Security Grant



Grant Management FFY 2015-Present

- 99.21% expenditure rate of closed grants
- 2237 individual projects managed/administered with an average of 248 projects per grant fiscal year
- 100% of projects are monitored
- FEMA Monitoring-no significant issues
 - 2017 FEMA HQ Site Visit
 - 2021 FEMA RIX Desk Review
 - 2021 FEMA HQ Desk Review
 - 2023 FEMA RIX Site Visit



Statewide Information Security and Privacy Office

A.R.S. Title 41, Chapter 41, Article 3, Section 4282

- Managed by the State Chief Information Security Officer

Tasked to:

- **Develop** and ensure compliance with statewide information security and privacy policies, monitor and report this compliance
- **Identify** information security and privacy protection risks in each budget unit and direct **risk mitigation strategies** to address them
- **Coordinate** statewide information security and privacy protection awareness and training programs
- **Establish** a state **security operations center** for central detection, reporting and response efforts for security incidents and breaches across the state
- **Evaluate** information security aspects of **IT projects** as part of **ITAC** process
- **Operate** the information security aspects of the enterprise-level infrastructure managed by the department of administration.
- **Develop other strategies** as necessary to protect this state's information technology infrastructure and the data that is stored on or transmitted by the infrastructure.
- Each budget unit and its contractors are required to **identify and report** security incidents to the SISPO and deploy mitigation strategies as directed
- In coordination with the Attorney General's office, accept reports of data breaches that impact more than 1,000 Arizona Citizens

Statewide Information Security and Privacy Office (SISPO)

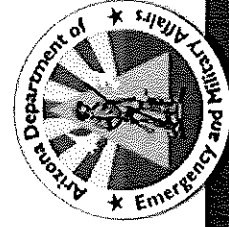
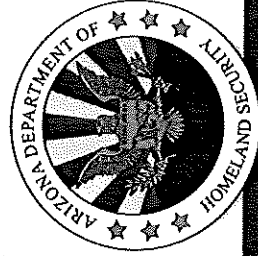
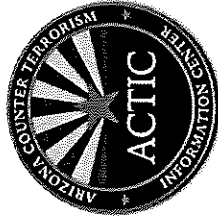
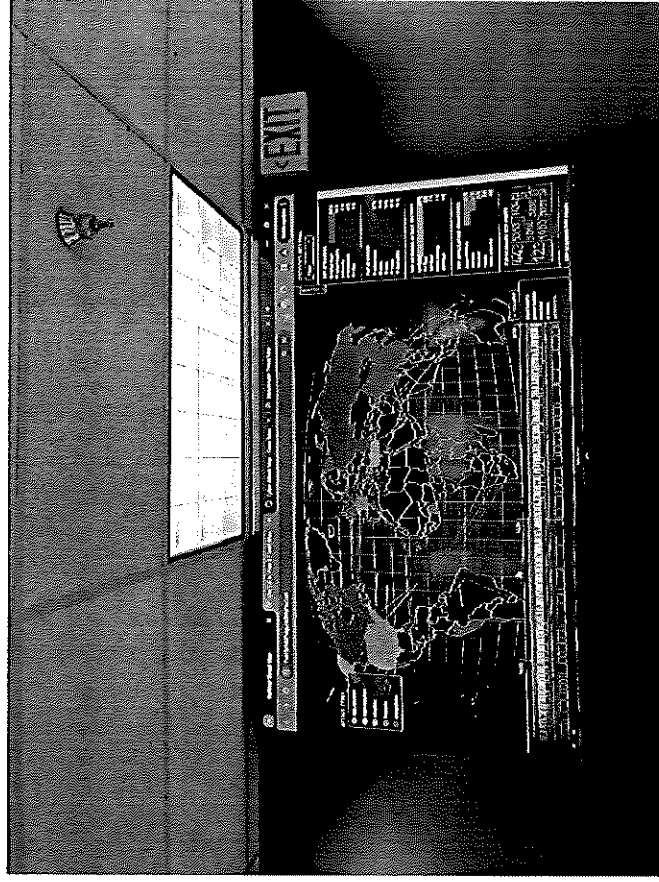
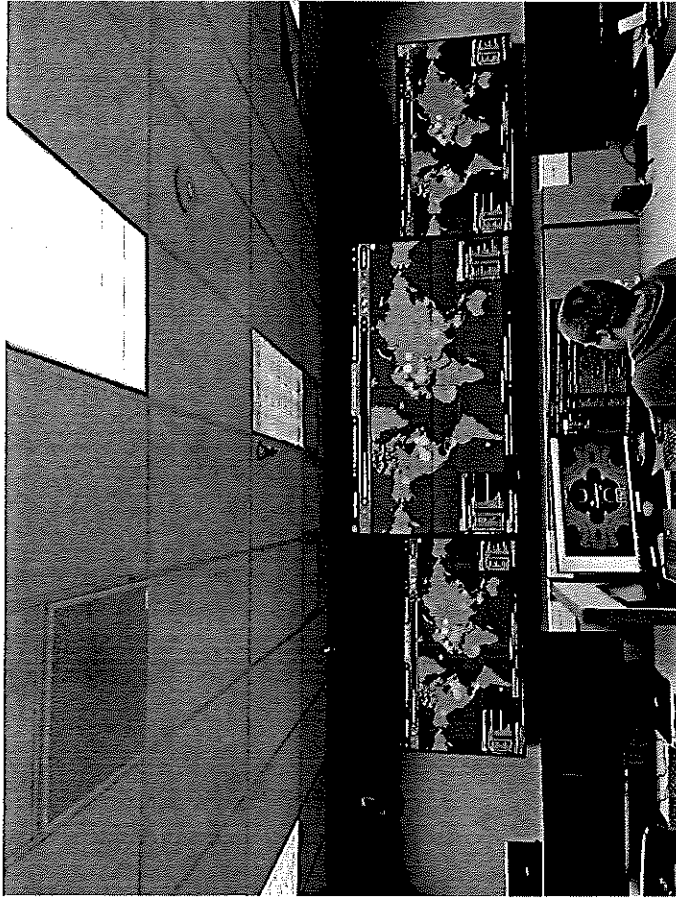
Enterprise Security Program funded through the Information Technology Fund

- Appropriated as “Statewide information security and privacy operations and controls”
- Provides enterprise-wide Cybersecurity services to all State Budget Units
- Informed by the Enterprise Security Program Advisory Council (ESPAC)

Cyber Readiness Program for Local Governments

- Appropriated as: “Statewide cybersecurity grants”
 - Makes five cybersecurity services available to all local governments
 - Informed by the Statewide Cyber Readiness Planning Committee
-

Arizona Cyber Command Center





Cyber Readiness Program for Local Governments

- Started in 2019 with **Homeland Security Grant Program** funds
 - **\$46,000** for security awareness training to cover ~23,000 users
- FY2023: Appropriated \$10M from the GF to protect Local Governments across the state
- Protecting almost **100,000** devices across **300** cities, counties, schools, and tribes, the program has grown over **900%** in the last 2 years.

300
200
100
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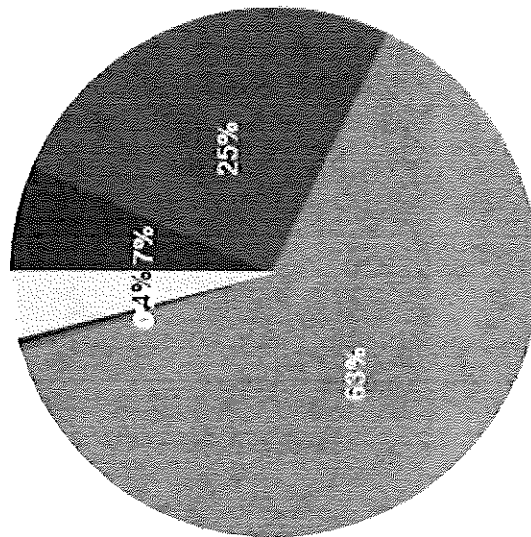
Month / Year
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Dec 23



Cyber Readiness Program - Demographics

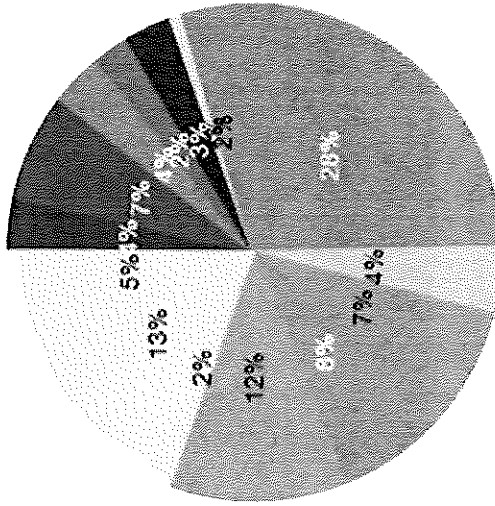
Participant Entity Type

- Counties
- City / Town
- Education
- Tribe
- Library
- Other



Participant By County

- Apache
- Cochise
- Coconino
- Gila
- Graham
- Greenlee
- La Paz
- Maricopa
- Mohave
- Navajo
- Pima
- Pinal
- Santa Cri
- Yavapai
- Yuma





Thank you!

Questions

General Appropriations Act; 2023-2024.

Sec. 47. ARIZONA DEPARTMENT OF HOMELAND SECURITY

2023-24

FTE positions **20.0**

- Statewide information security and privacy operations and controls: **\$11,319,400**
- Antihuman trafficking grant fund deposit: **\$10,000,000**
- Arizona state nonprofit security grant program fund deposit: **\$5,000,000**
- Statewide cybersecurity grants: **\$10,000,000**
- Total appropriation — Arizona department of homeland security **\$36,319,400**

Fund sources:

- State general fund **\$25,000,000**
- Information technology fund **\$11,319,400**

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-sixth Legislature - Second Regular Session

ROLL CALL VOTE

COMMITTEE ON Military Affairs & Public Safety Committee of Reference BILL NO. _____

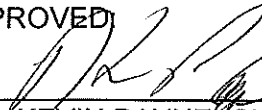
TO Recommend Continuation

DATE January 18, 2024

MOTION: *of the Dept. of Homeland Sec.*

	PASS	AYE	NAY	PRESENT	ABSENT
Blattman		✓			
Gillette		✓			
Hendrix		✓			
Hernandez M	✓	✓			
Marshall		✓			
McGarr		✓			
Nguyen		✓			
Quiñonez		✓			
Schwiebert		✓			
Sun		✓			
Travers		✓			
Tsosie		✓			
Wilmeth		✓			
Jones, Vice-Chairman		✓			
Payne, Chairman		✓			
		15	0	0	0

APPROVED



 KEVIN PAYNE, Chairman
 RACHEL JONES, Vice-Chairman



 COMMITTEE SECRETARY

ATTACHMENT 5



January 18, 2024

Committee on Military Affairs & Public Safety
Arizona House of Representatives

Dear Honorable Members of the Committee,

We respectfully support the Committee's consideration of the continuation of the Arizona Department of Homeland Security (AZDOHS). We applaud the great work of AZDOHS and believe it has played a noteworthy and needed role in helping ensure the protection of Arizonans and the government networks and data foundational to the Arizona economy. The security of Arizona and our Nation is no longer simply a physical concept as cybercriminals target our networks for financial gain, societal disruption, or even for sport. The security of Arizona's government networks and systems ensure our people and economy can thrive. Our economy is faced with a growing digital attack surface as data touches more aspects of our daily lives coupled with evolving and more sophisticated cyberthreats. AZDOHS has taken these cybersecurity threats very seriously, and this crucial work must continue into the future.

Fortinet, a US-based company, is one of the largest cybersecurity companies in the world, offering more than 50 enterprise-grade and integrated solutions. Fortinet has been a driving force in the evolution of cybersecurity and the convergence of networking and security. Our network security solutions are the most deployed, most patented, and among the most validated in the industry. Fortinet serves over 700,000 customer organizations worldwide.

We view cybersecurity as a team sport. No one entity is able to go it alone on cybersecurity, so effective partnerships between the public and private sector are crucial to stay ahead of the evolving cyberthreat. AZDOHS's role in the State of Arizona plays an integral part in this necessary partnership. Having a dedicated agency with specialized personnel to work across the government to combat cyberattacks and improve the resiliency of the State's networks should remain a key focus of the State of Arizona. This can be achieved through the continuation of this highly efficient and effective agency.

Thank you for your strong commitment to public safety, including threats impacting the digital lives of all Arizonans. Robust protection of the digital as well as the physical well-being of Arizonans, their businesses, and the critical infrastructure that sustains the state is important. Continuation of the Arizona Department of Homeland Security will allow its dedicated and talented staff to continue to make invaluable contributions. We appreciate the opportunity to express our support of this agency and for your service to the state of Arizona.

Sincerely,

Jim Richberg
Head of Cyber Policy & Global Field CISO

899 Kifer Road
Sunnyvale, CA 94086

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Fax: +1-408-235-7737

www.fortinet.com

Attachment 6