

HB0165S03 compared with HB0165S04

requires the Utah Cyber Center to publish and maintain a prohibited list of foreign adversary technologies that pose a risk to critical infrastructure;

21 ▶ prohibits entities with access to critical infrastructure from entering into agreements with foreign principals that would allow remote access to or control of critical infrastructure; and

24 ▶ authorizes the Utah Cyber Center to approve exceptions to the prohibitions under specified circumstances.

26 Money Appropriated in this Bill:

27 None

28 Other Special Clauses:

29 None

30 Utah Code Sections Affected:

31 ENACTS:

32 **63A-16-1301** , Utah Code Annotated 1953

33 **63A-16-1302** , Utah Code Annotated 1953

34 **63A-16-1303** , Utah Code Annotated 1953

35

36 *Be it enacted by the Legislature of the state of Utah:*

37 Section 1. Section **1** is enacted to read:

39 **63A-16-1301. Definitions.**

13. Critical Infrastructure Cyber Security

As used in this part:

30 (1) "Critical infrastructure" means systems and assets operated or maintained by a governmental entity that are vital to the governmental entity's jurisdiction such that the incapacity or destruction of the systems and assets would have a debilitating impact on security, economic security, or public health, including:

34 (a) emergency services communications systems;

35 (b) electrical power systems;

36 (c) water and wastewater systems;

37 (d) transportation management systems;

38 (e) data centers and networks; and

39 (f) systems that store or process sensitive data or classified information.

HB0165S03 compared with HB0165S04

- 40 (2) "Cyber Center" means the Utah Cyber Center created in Section 63A-16-1102.
- 41 (3) "Foreign adversary" means a country listed in 15 C.F.R. Sec. 791.4 as that regulation existed on
January 1, 2026.
- 54 (4) "Foreign principal" means:
- 55 (a) the government or an official of the government of a foreign adversary;
- 56 (b) a political party or member of a political party or subdivision of a political party of a foreign
adversary;
- 58 (c) an entity, including a partnership, association, corporation, organization, or other combination of
persons organized under the laws of or having a principal place of business in a foreign adversary,
or a subsidiary of the entity;
- 61 (d) an individual who is domiciled in a foreign adversary and is not a citizen or lawful permanent
resident of the United States; or
- 63 (e) an individual, entity, or collection of individuals or entities described in Subsections (4)(a) through
(d) having a controlling interest in a partnership, association, corporation, organization, trust, or
other legal entity or subsidiary formed for the purpose of owning real property.
- 43 (4){(5)} "Governmental entity" means the same as that term is defined in Section 63G-2-103.
- 68 (6) "Information and communications technology" means any technology, system, device, application,
or service used to create, collect, store, process, transmit, receive, display, or exchange information
by electronic or digital means, including computers, software, networks, telecommunications
systems, and related infrastructure.
- 72 Section 2. Section 2 is enacted to read:
- 73 **63A-16-1302. Foreign adversary threats to critical infrastructure -- Guidance and**
assessments.
- 47 (1) The Cyber Center shall, within available resources and in coordination with federal agencies,
develop and maintain guidance for governmental entities on protecting critical infrastructure from
foreign adversary cybersecurity threats.
- 50 (2) The guidance described in Subsection (1) shall include:
- 51 (a) best practices for identifying and assessing security risks when foreign adversary technology,
software, or services are used in connection with critical infrastructure;
- 53 (b) recommended security controls and monitoring procedures for critical infrastructure that utilizes
foreign adversary technology;

HB0165S03 compared with HB0165S04

- 55 (c) procedures for limiting foreign adversary access to critical infrastructure systems and data;
57 (d) methods for assessing and documenting risks associated with foreign adversary involvement in
critical infrastructure;
- 59 (e) recommendations for transitioning away from foreign adversary technology in critical infrastructure
when feasible and cost effective;
- 61 (f) identification of categories of critical infrastructure that present heightened security concerns if
foreign adversary technology is involved; and
- 63 (g) recommendations for a comprehensive manual operations contingency plan for critical infrastructure
that:
- 65 (i) details non-networked, non-automated, and manually executable procedures; and
66 (ii) is sufficient to sustain core operational functions of the critical infrastructure in the event of a
significant cyber incident that renders automated or networked control systems unreliable or
inoperable.
- 69 (3) The Cyber Center shall:
- 70 (a) review and update the guidance described in Subsection (1) at least annually;
71 (b) make the guidance readily accessible to governmental entities through the division's website; and
73 (c) include information on foreign adversary threats to critical infrastructure in briefings and materials
provided to governmental entities on cybersecurity matters.
- 75 (4) A governmental entity that operates or maintains critical infrastructure may request a security
assessment from the Cyber Center if the governmental entity:
- 77 (a) is considering procurement of technology, software, or services from a foreign adversary for use in
critical infrastructure; or
- 79 (b) identifies that critical infrastructure currently utilizes technology, software, or services from a
foreign adversary.
- 81 (5) The Cyber Center shall prioritize security assessment requests under Subsection (4) based on:
- 83 (a) the sensitivity of the data or systems involved;
84 (b) the potential impact of a compromise on security, economic security, or public health;
85 (c) available Cyber Center resources; and
86 (d) other relevant factors determined by the Cyber Center.
- 87 (6) A security assessment conducted under Subsection (4) may include:
88

HB0165S03 compared with HB0165S04

- (a) an evaluation of potential security vulnerabilities associated with the foreign adversary technology, software, or services;
- 90 (b) an assessment of potential risks to critical infrastructure systems and data;
- 91 (c) an analysis of the potential impact of a compromise of the critical infrastructure on the governmental entity's operations, public safety, or economic security;
- 93 (d) recommendations for security measures or contract provisions to mitigate identified risks; and
- 95 (e) identification of alternative technology, software, or services that may present lower security risks.
- 97 (7) In conducting a security assessment under Subsection (4), the Cyber Center may:
- 98 (a) coordinate with the Department of Public Safety and other relevant governmental entities; and
- 100 (b) coordinate with and utilize resources from federal agencies, including the Cybersecurity and Infrastructure Security Agency, as available.
- 102 (8) If the Cyber Center identifies significant security risks associated with foreign adversary technology in critical infrastructure, the Cyber Center may:
- 104 (a) notify the chief information officer and the affected governmental entity of the identified risks;
- 106 (b) recommend that the governmental entity implement enhanced security monitoring or controls;
- 108 (c) recommend that the governmental entity develop a plan to transition to alternative technology; or
- 110 (d) recommend that the matter be referred to appropriate state or federal law enforcement or security agencies.
- 112 (9) A governmental entity that operates or maintains critical infrastructure shall, when reporting a data breach to the Cyber Center under Section 63A-19-405, indicate whether the data breach involved technology, software, or services from a foreign adversary.
- 115 (10) {A} Except as provided in Subsection (12), a security assessment or recommendation provided under this section is advisory only and does not:
- 117 (a) prohibit a governmental entity from entering into a contract or making a procurement decision; or
- 119 (b) require a governmental entity to transition away from existing technology, software, or services.
- 121 (11) Information obtained by the Cyber Center in conducting a security assessment under this section is protected in accordance with Title 63G, Chapter 2, Government Records Access and Management Act.
- 152 (12) On or after July 1, 2026, a governmental entity or critical infrastructure provider may not:
- 154 (a) enter into or renew a contract with a vendor for information and communications technology that the Cyber Center has included on the prohibited list described in Subsection (13); or

HB0165S03 compared with HB0165S04

- 157 (b) otherwise place into service any additional information and communications technology that the
160 Cyber Center has included on the prohibited list described in Subsection (13).
- 160 (13)
- 164 (a) On or after July 1, 2026, the Cyber Center shall publish and maintain a list of prohibited companies
165 and information and communications technologies that the Cyber Center has assessed pose a risk of
166 providing a foreign adversary with remote access to or control of critical infrastructure.
- 164 (b) The prohibited list shall include, at a minimum, companies and technologies that:
- 165 (i) appear on the Pentagon 1260H list;
- 166 (ii) appear on the Federal Communications Commission Covered List; or
- 167 (iii) are a re-labeled version of, or are produced by a subsidiary of a company included in a technology
170 described in Subsection (13)(b)(i) or (ii), and for which the Cyber Center has identified that a
reasonable alternative provider exists.
- 170 (14) Notwithstanding Subsection (12), a governmental entity or critical infrastructure provider may use
a technology included on the prohibited list described in Subsection (13) if no reasonable alternative
exists to address the need relevant to state critical infrastructure.

174 Section 3. Section 3 is enacted to read:

175 **63A-16-1303. Foreign adversary prohibition in critical infrastructure.**

- 176 (1) A company, governmental entity, or other entity that constructs, repairs, maintains, or operates
critical infrastructure, or that otherwise has significant access to critical infrastructure, may not
enter into a contract or other agreement relating to critical infrastructure in this state with a foreign
principal from a foreign adversary if the agreement would allow the foreign principal to directly or
remotely access or control critical infrastructure in this state.
- 182 (2) Notwithstanding Subsection (1), a company, governmental entity, or other entity may enter into
a contract described in Subsection (1) with a foreign principal from a foreign adversary if no
reasonable alternative exists to address the need relevant to state critical infrastructure.

186 Section 4. **Effective date.**

Effective Date.

This bill takes effect on May 6, 2026.

2-27-26 2:02 PM