SB 187-3 (LC 772) 3/24/15 (HRL/ps)

PROPOSED AMENDMENTS TO SENATE BILL 187

On <u>page 1</u> of the printed bill, line 2, after the semicolon delete the rest of the line and insert "creating new provisions; amending ORS 646.607; and prescribing an effective date.

⁴ "Whereas some Internet websites, online services, online applications and ⁵ mobile applications that are designed and used for kindergarten through ⁶ grade 12 purposes involve gathering identifiable private information of stu-⁷ dents, many of whom are too young to understand the significance of being ⁸ asked to share personal information; and

⁹ "Whereas this vulnerable population will be better protected by the de-¹⁰ velopment of standards for operators of Internet websites, online services, ¹¹ online applications or mobile applications that have actual knowledge that ¹² their sites, services or applications are used primarily for kindergarten ¹³ through grade 12 purposes and that their sites, services or applications were ¹⁴ designed and marketed for kindergarten through grade 12 school purposes; ¹⁵ now, therefore,".

16 Delete lines 4 through 29 and delete <u>page 2</u> and insert:

"SECTION 1. Section 2 of this 2015 Act is added to and made a part
 of ORS 646.605 to 646.652.

"<u>SECTION 2.</u> (1) This section shall be known and may be cited as
 the Oregon Student Information Protection Act.

21 "(2) As used in this section:

22 "(a) 'Covered information' means personally identifiable informa-

tion or materials that regard a student in this state and that are in
any media or format that meet any of the following:

"(A) Are created or provided by a student, or the student's parent
or legal guardian, to an operator in the course of the student's,
parent's or legal guardian's use of the operator's site, service or application for kindergarten through grade 12 purposes;

"(B) Are created for an operator or provided to an operator by an
employee or agent of the kindergarten through grade 12 school, school
district or education service district for kindergarten through grade
12 purposes; or

"(C) Are gathered by an operator and personally identify a student,
 or are linked to information that personally identifies a student, in cluding, but not limited to:

"(i) Information in the student's educational record or electronic
 mail;

"(ii) The student's first and last name, home address, telephone
 number, electronic mail address or other information that allows
 physical or online contact; or

"(iii) The student's discipline records, test results, special education data, juvenile dependency records, grades, evaluations, criminal records, medical records, health records, Social Security number, biometric information, disabilities, socioeconomic information, food purchases, political affiliations, religious information, text messages, documents, student identifiers, search activity, photographs, voice recordings or geolocation information.

"(b) 'Kindergarten through grade 12 school purposes' means pur poses that:

"(A) Are directed by, or that customarily take place at the direction
 of, a kindergarten through grade 12 school, teacher, school district or
 education service district;

"(B) Aid in the administration of school activities, including in struction in the classroom or at home, administrative activities and
 collaboration between students, school personnel or parents; or

4 "(C) Are primarily for the use and benefit of the school.

"(c) 'Operator' means the operator of an Internet website, online
service, online application or mobile application with actual knowledge
that the site, service or application:

8 "(A) Is used primarily for kindergarten through grade 12 school
9 purposes; and

"(B) Was designed and marketed for kindergarten through grade
 12 school purposes, to the extent that the site, service or application
 is operating in that capacity.

"(d) 'Student' means a student in any grade from kindergarten
 through grade 12.

"(e)(A) 'Targeted advertising' means advertising presented to a
 student based on information obtained or inferred from the student's
 online behavior, usage of applications or covered information.

"(B) 'Targeted advertising' does not include advertising presented
 to a student:

"(i) At an online location based upon the student's current visit to
 that location; or

"(ii) Single search query, as long as the student's online activities
 are not collected or retained over time.

"(3)(a) An operator may not knowingly engage in any of the fol lowing activities with respect to the operator's site, service or appli cation:

"(A) Engage in targeted advertising on the operator's site, service
 or application.

"(B) Target advertising on any other site, service or application
 when the targeting of the advertising is based upon any information,

including covered information and persistent unique identifiers, that
the operator has acquired because of the use of that operator's site,
service or application for kindergarten through grade 12 school purposes.

5 "(C) Use information, including persistent unique identifiers, cre-6 ated or gathered by the operator's site, service or application, to 7 amass a profile about a student, except in furtherance of kindergarten 8 through grade 12 school purposes.

9 "(D) Sell a student's information, including covered information. 10 The prohibition of this subparagraph does not apply to the purchase, 11 merger or other type of acquisition of an operator by another entity, 12 provided that the operator or successor entity continues to be subject 13 to the provisions of this section with respect to previously acquired 14 student information that is subject to this section.

15 "(E) Disclose covered information, unless the disclosure is made:

"(i) In furtherance of the kindergarten through grade 12 school
 purposes of the site, service or application, provided the recipient of
 the covered information:

19 "(I) Does not further disclose covered information, unless the dis-20 closure is to allow or improve the operability and functionality within 21 the student's classroom or school; and

"(II) Is legally required to comply with the requirements of sub section (4) of this section and to not use that covered information in
 violation of this section;

²⁵ "(ii) To ensure legal and regulatory compliance;

²⁶ "(iii) To respond to or participate in the judicial process;

"(iv) To protect the safety of users or others or the security or in tegrity of the site; or

"(v) To a service provider, provided the operator contractually:
"(I) Prohibits the service provider from using any covered infor-

SB 187-3 3/24/15 Proposed Amendments to SB 187 mation for any purpose other than providing the contracted service
to, or on behalf of, the operator;

"(II) Prohibits the service provider from disclosing any covered information provided by the operator to subsequent third parties, except
in furtherance of kindergarten through grade 12 school purposes of the
site, service or application or for a purpose permitted by subsection
(3)(a), (6) or (7) of this section; and

"(III) Requires the service provider to implement and maintain
reasonable security procedures and practices as provided by subsection
(4) of this section.

"(b) Nothing in this subsection shall be construed to prohibit the
 operator's use of information for maintaining, developing, supporting,
 improving or diagnosing the operator's site, service or application.

14 **"(4) An operator shall:**

"(a) Implement and maintain reasonable security procedures and
 practices appropriate to the nature of the covered information and
 appropriate to protect the covered information from unauthorized ac cess, destruction, use, modification or disclosure; and

"(b) Delete a student's covered information within a reasonable
 time if the school or school district requests deletion of data that is
 under the control of the school or school district.

"(5) Notwithstanding subsection (3)(a)(E) and (6) of this section, an
 operator may disclose covered information of a student if the disclo sure:

25 "(a) Does not violate subsection (3)(a)(A) to (D) of this section;

"(b) Is required by federal or state law and the operator complies
with the requirements of federal and state law in protecting and disclosing the information;

29 "(c) Is for legitimate research purposes that are:

30 "(A) Required by federal or state law and subject to the restrictions

1 under applicable federal and state law; or

"(B) Allowed by federal or state law and made under the direction of a school, school district, education service district or the Department of Education, if the covered information is not used for any purpose in furtherance of advertising or amassing a profile on the student for purposes other than kindergarten through grade 12 school purposes; or

"(d) Is made to a state or local educational agency, including
schools and school districts, for kindergarten through grade 12 school
purposes as permitted by federal or state law.

11 "(6) Nothing in this section prohibits an operator from:

"(a) Disclosing deidentified student covered information if the dis closure is:

"(A) Within the operator's site, service or application or other sites,
 services or applications owned by the operator to develop or improve
 educational products or services; or

"(B) Made to demonstrate the effectiveness of the operator's pro ducts or services, including marketing for the operator's products or
 services;

"(b) Sharing aggregated deidentified student covered information
 for the development and improvement of educational sites, services
 or applications;

"(c) Using student data, including covered information, for adaptive
learning or customized student learning purposes; or

"(d) Responding to a student-initiated request for information or for
feedback without the information or response being determined in
whole or in part by payment or other consideration from a third party.
"(7) Nothing in this section shall be construed to limit the authority
of:

30 "(a) A law enforcement agency to obtain any content or informa-

tion from an operator as authorized by law or pursuant to an order
of a court of competent jurisdiction;

"(b) An Internet service provider from providing Internet
4 connectivity to schools or students and their families;

5 "(c) An operator of an Internet website, online service, online ap-6 plication or mobile application from marketing educational products 7 directly to parents or legal guardians, as long as the marketing does 8 not result from the use of covered information obtained by the oper-9 ator through the provision of services covered under this section; or

"(d) Students, or the students' parents or legal guardians, to
 download, transfer, export or otherwise save or maintain their own
 student data or documents.

"(8) Nothing in this section shall be construed to impose a duty
upon:

"(a) A provider of an electronic store, gateway, marketplace or
 other means of purchasing or downloading software or applications to
 review or enforce compliance with this section by those applications
 or software; or

"(b) A provider of an interactive computer service to review or en-19 force compliance with this section by third-party content providers. 20As used in this paragraph, 'interactive computer service' means any 21information service, system or access software provider that provides 22or enables computer access by multiple users to a computer server, 23including specifically a service or system that provides access to the 24Internet and such services or systems operated or offered by libraries 25or educational institutions. 26

"(9) This section does not apply to general audience Internet websites, general audience online services, general audience online applications or general audience mobile applications, even if login credentials created for an operator's site, service or application may 1 be used to access those general audience sites, services or applications.

2 "(10) Violation of this section is an unlawful practice under ORS
3 646.607.

4 "SECTION 3. ORS 646.607 is amended to read:

646.607. A person engages in an unlawful practice if in the course of the
person's business, vocation or occupation the person:

"(1) Employs any unconscionable tactic in connection with selling, renting or disposing of real estate, goods or services, or collecting or enforcing
an obligation;

"(2) Fails to deliver all or any portion of real estate, goods or services as promised, and at a customer's request, fails to refund money that the customer gave to the person to purchase the undelivered real estate, goods or services and that the person does not retain pursuant to any right, claim or defense the person may assert in good faith. This subsection does not create a warranty obligation and does not apply to a dispute over the quality of real estate, goods or services delivered to a customer;

17 "(3) Violates ORS 401.965 (2);

¹⁸ "(4) Violates a provision of ORS 646A.725 to 646A.750;

19 "(5) Violates ORS 646A.530;

20 "(6) Employs a collection practice that is unlawful under ORS 646.639;

²¹ "(7) Is a beneficiary that violates ORS 86.726 (1)(a) or (2), 86.729 (4) or ²² 86.732 (1) or (2); [or]

23 "(8) Violates ORS 646A.093[.]; or

24 "(9) Violates section 2 of this 2015 Act.

²⁵ "<u>SECTION 4.</u> Section 2 of this 2015 Act and the amendments to ORS

646.607 by section 3 of this 2015 Act first apply to data created, provided

or gathered on or after the effective date of this 2015 Act.

²⁸ "<u>SECTION 5.</u> This 2015 Act takes effect July 1, 2016.".

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