SB 619-4 (LC 390) 3/28/23 (TSB/ps)

Requested by SENATE COMMITTEE ON JUDICIARY

PROPOSED AMENDMENTS TO SENATE BILL 619

1 On page 1 of the printed bill, delete lines 5 through 21 and delete pages 2 2 through 17 and insert:

³ "SECTION 1. As used in sections 1 to 9 of this 2023 Act:

4 "(1) 'Affiliate' means a person that, directly or indirectly through
5 one or more intermediaries, controls, is controlled by or is under
6 common control with another person such that:

"(a) The person owns or has the power to vote more than 50 percent
of the outstanding shares of any voting class of the other person's
securities;

"(b) The person has the power to elect or influence the election of
 a majority of the directors, members or managers of the other person;
 "(c) The person has the power to direct the management of another
 person; or

"(d) The person is subject to another person's exercise of the powers
 described in paragraph (a), (b) or (c) of this subsection.

16 "(2) 'Authenticate' means to determine, using commercially rea-17 sonable methods, whether a consumer with the rights described in 18 section 3 of this 2023 Act, or a person acting on behalf of the con-19 sumer, is the consumer who has asked to exercise, or is a person who 10 has authority to exercise, any of the consumer's rights.

21 "(3)(a) 'Biometric data' means personal data generated by auto-

matic measurements of a consumer's biological characteristics, such
as the consumer's fingerprint, voiceprint, retinal pattern, iris pattern,
gait or other unique biological characteristics that allow or confirm
the unique identification of the consumer.

5 "(b) 'Biometric data' does not include:

6 "(A) A photograph recorded digitally or otherwise;

7 "(B) An audio or video recording;

"(C) Data from a photograph or from an audio or video recording,
unless the data were generated for the purpose of identifying a specific
consumer or were used to identify a particular consumer; or

"(D) Facial mapping or facial geometry, unless the facial mapping
 or facial geometry was generated for the purpose of identifying a spe cific consumer or was used to identify a specific consumer.

"(4) 'Business associate' has the meaning given that term in 45
C.F.R. 160.103, as in effect on the effective date of this 2023 Act.

16 "(5) 'Child' means an individual under the age of 13.

"(6) 'Consent' means an affirmative act by means of which a consumer clearly and conspicuously communicates the consumer's freely
given, specific, informed and unambiguous assent to another person's
act or practice under the following conditions:

"(a) The user interface by means of which the consumer performs the act does not have any mechanism that has the purpose or substantial effect of obtaining consent by obscuring, subverting or impairing the consumer's autonomy, decision-making or choice; and

²⁵ "(b) The consumer's inaction does not constitute consent.

"(7) 'Consumer' means a natural person who resides in this state
 and acts in any capacity other than in a commercial or employment
 context.

"(8) 'Controller' means a person that, alone or jointly with another
 person, determines the purposes and means for processing personal

1 **data.**

"(9) 'Covered entity' has the meaning given that term in 45 C.F.R.
160.103, as in effect on the effective date of this 2023 Act.

"(10) 'Decisions that produce legal effects or effects of similar significance' means decisions that result in providing or denying financial
or lending services, housing, insurance, enrollment in education or
educational opportunity, criminal justice, employment opportunities,
health care services or access to essential goods and services.

9 "(11) 'Deidentified data' means data that:

"(a) Cannot reasonably be used to infer information about, or oth erwise be linked to, an identified or identifiable consumer, or to a de vice that identifies, is linked to or is reasonably linkable to a
 consumer; or

14 **"(b) Is:**

"(A) Derived from patient information that was originally created, 15collected, transmitted or maintained by an entity subject to regulation 16 under the Health Insurance Portability and Accountability Act of 1996, 17 P.L. 104-191, as in effect on the effective date of this 2023 Act, or the 18 Federal Policy for the Protection of Human Subjects, codified as 45 19 C.F.R. part 46 and in various other deferral regulations, as codified in 20various sections of the Code of Federal Regulations and as in effect 21on the effective date of this 2023 Act; and 22

"(B) Deidentified as provided in 45 C.F.R. 164.514, as in effect on the
effective date of this 2023 Act.

25 "(12) 'Device' means electronic equipment designed for a 26 consumer's use that can transmit or receive personal data.

"(13)(a) 'Personal data' means data, derived data or any unique
identifier that is linked to or is reasonably linkable to a consumer or
to a device that identifies, is linked to or is reasonably linkable to one
or more consumers in a household.

"(b) 'Personal data' does not include deidentified data or data that:
"(A) Is lawfully available through federal, state or local government
records or through widely distributed media; or

4 "(B) A controller reasonably has understood to have been lawfully
5 made available to the public by a consumer.

"(14) 'Process' or 'processing' means an action, operation or set of
actions or operations that is performed, automatically or otherwise,
on personal data or on sets of personal data, such as collecting, using,
storing, disclosing, analyzing, deleting or modifying the personal data.
"(15) 'Processor' means a person that processes personal data on
behalf of a controller.

"(16) 'Profiling' means an automated processing of personal data for
 the purpose of evaluating, analyzing or predicting an identified or
 identifiable consumer's economic circumstances, health, personal
 preferences, interests, reliability, behavior, location or movements.

"(17)(a) 'Sale' or 'sell' means the exchange of personal data for
 monetary or other valuable consideration by the controller with a
 third party.

19 "(b) 'Sale' or 'sell' does not include:

20 "(A) A disclosure of personal data to a processor;

"(B) A disclosure of personal data to an affiliate of a controller or
to a third party for the purpose of enabling the controller to provide
a product or service to a consumer that requested the product or service;

"(C) A disclosure or transfer of personal data from a controller to a third party as part of a proposed or completed merger, acquisition, bankruptcy or other transaction in which the third party assumes control of all or part of the controller's assets, including the personal data; or

30 "(D) A disclosure of personal data that occurs because a consumer:

1 "(i) Directs a controller to disclose the personal data;

"(ii) Intentionally discloses the personal data in the course of di recting a controller to interact with a third party; or

4 "(iii) Intentionally discloses the personal data to the public by
5 means of mass media, if the disclosure is not restricted to a specific
6 audience.

7 "(18)(a) 'Sensitive data' means personal data that:

"(A) Reveals a consumer's racial or ethnic background, national
origin, religious beliefs, mental or physical condition or diagnosis,
sexual orientation, gender identity, status as transgender or nonbinary, status as a victim of crime or citizenship or immigration status;
"(B) Is a child's personal data;

"(C) Accurately identifies within a radius of 1,750 feet a consumer's present or past location, or the present or past location of a device that links or is linkable to a consumer by means of technology that includes, but is not limited to, a global positioning system that provides latitude and longitude coordinates; or

18 "(D) Is genetic or biometric data.

"(b) 'Sensitive data' as defined in paragraph (a)(C) of this subsection does not include the content of communications or any data generated by or connected to advanced utility metering infrastructure systems or equipment for use by a utility.

"(19)(a) 'Targeted advertising' means advertising that is selected for display to a consumer on the basis of personal data obtained from the consumer's activities over time and across one or more unaffiliated websites or online applications and is used to predict the consumer's preferences or interests.

28 "(b) 'Targeted advertising' does not include:

"(A) Advertisements that are based on activities within a
 controller's own websites or online applications;

"(B) Advertisements based on the context of a consumer's current
 search query, visit to a specific website or use of an online application;
 "(C) Advertisements that are directed to a consumer in response to
 the consumer's request for information or feedback; or

5 "(D) A processing of personal data solely for the purpose of meas-6 uring or reporting an advertisement's frequency, performance or 7 reach.

"(20) 'Third party' means a person, a public corporation or a public
body, as defined in ORS 174.109, other than a consumer, a controller,
a processor or an affiliate of a controller or processor.

"SECTION 2. (1) Sections 1 to 9 of this 2023 Act apply to any person that conducts business in this state, or that provides products or services to residents of this state, and that during a calendar year, controls or processes:

"(a) The personal data of 100,000 or more consumers, other than
 personal data controlled or processed solely for the purpose of com pleting a payment transaction; or

"(b) The personal data of 25,000 or more consumers, while deriving
 25 percent or more of the person's annual gross revenue from selling
 personal data.

21 "(2) Sections 1 to 9 of this 2023 Act do not apply to:

"(a) A public corporation or a public body, as defined in ORS
 174.109;

"(b) Protected health information that a covered entity or business associate processes in accordance with, or documents that a covered entity or business associate creates for the purpose of complying with, the Health Insurance Portability and Accountability Act of 1996, P.L. 104-191, and regulations promulgated under the Act, as in effect on the effective date of this 2023 Act;

30 "(c) Information used only for public health activities and purposes

described in 45 C.F.R. 164.512, as in effect on the effective date of this
 2023 Act;

³ "(d) Information that identifies a consumer in connection with:

"(A) Activities that are subject to the Federal Policy for the Protection of Human Subjects, codified as 45 C.F.R. part 46 and in various
other federal regulations, as in effect on the effective date of this 2023
Act;

"(B) Research on human subjects undertaken in accordance with
 good clinical practice guidelines issued by the International Council
 for Harmonisation of Technical Requirements for Pharmaceuticals for
 Human Use;

"(C) Activities that are subject to the protections provided in 21
C.F.R. parts 50 and 56, as in effect on the effective date of this 2023
Act; or

"(D) Research conducted in accordance with the requirements set
 forth in subparagraphs (A) to (C) of this paragraph or otherwise in
 accordance with applicable law;

"(e) Patient identifying information, as defined in 42 C.F.R. 2.11, as
 in effect on the effective date of this 2023 Act, that is collected and
 processed in accordance with 42 C.F.R. part 2;

"(f) Patient safety work product, as defined in 42 C.F.R. 3.20, as in
effect on the effective date of this 2023 Act, that is created for purposes
of improving patient safety under 42 C.F.R. part 3;

"(g) Information and documents created for the purposes of the
Health Care Quality Improvement Act of 1986, 42 U.S.C. 11101 et seq.,
and implementing regulations, both as in effect on the effective date
of this 2023 Act;

"(h) Information that originates from, or that is intermingled so
as to be indistinguishable from, information described in paragraphs
(b) to (g) of this subsection that a covered entity or business associate,

or a program of a qualified service organization, as defined in 42 C.F.R.
2.11, as in effect on the effective date of this 2023 Act, creates, collects,
processes, uses or maintains in the same manner as is required under
the laws, regulations and guidelines described in paragraphs (b) to (g)
of this subsection;

"(i) Information processed or maintained solely in connection with,
and for the purpose of, enabling:

8 "(A) An individual's employment or application for employment;

9 "(B) An individual's ownership of, or function as a director or offi10 cer of, a business entity;

"(C) An individual's contractual relationship with a business entity;
 "(D) An individual's receipt of benefits from an employer, including
 benefits for the individual's dependents or beneficiaries; or

"(E) Notice of an emergency to persons that an individual specifies; 14 "(j) Any activity that involves collecting, maintaining, disclosing, 15selling, communicating or using information for the purpose of eval-16 uating a consumer's creditworthiness, credit standing, credit capacity, 17 character, general reputation, personal characteristics or mode of liv-18 ing if done strictly in accordance with the provisions of the Fair Credit 19 Reporting Act, 15 U.S.C. 1681 et seq., as in effect on the effective date 20of this 2023 Act, by: 21

"(A) A consumer reporting agency, as defined in 15 U.S.C. 1681a(f),
 as in effect on the effective date of this 2023 Act;

"(B) A person who furnishes information to a consumer reporting
 agency under 15 U.S.C. 1681s-2, as in effect on the effective date of this
 2023 Act; or

"(C) A person who uses a consumer report as provided in 15 U.S.C.
1681b(a)(3);

"(k) Information collected, processed, sold or disclosed under and
 in accordance with the following federal laws, all as in effect on the

1 effective date of this 2023 Act:

"(A) The Gramm-Leach-Bliley Act, P.L. 106-102, and regulations
adopted to implement that Act;

4 "(B) The Driver's Privacy Protection Act of 1994, 18 U.S.C. 2721 et
5 seq.;

6 "(C) The Family Educational Rights and Privacy Act, 20 7 U.S.C. 1232g and regulations adopted to implement that Act; and

8 "(D) The Airline Deregulation Act, P.L. 95-504, only to the extent 9 that an air carrier collects information related to prices, routes or 10 services and only to the extent that the provisions of the Airline De-11 regulation Act preempt sections 1 to 9 of this 2023 Act;

¹² "(L) A financial institution, as defined in ORS 706.008;

"(m) A licensee, as defined in ORS 725.010, that is engaged exclu sively in the business of making consumer finance loans, as defined
 in ORS 725.010;

"(n) An insurer, as defined in ORS 731.106, other than a person that,
 alone or in combination with another person, establishes and main tains a self-insurance program and that does not otherwise engage in
 the business of entering into policies of insurance;

20 "(o) An insurance producer, as defined in ORS 731.104;

21 "(p) An insurance consultant, as defined in ORS 744.602;

"(q) A person that holds a third party administrator license issued
 under ORS 744.710;

"(r) A nonprofit organization that is established to detect and pre vent fraudulent acts in connection with insurance; and

26 "(s) Noncommercial activity of:

"(A) A publisher, editor, reporter or other person who is connected
 with or employed by a newspaper, magazine, periodical, newsletter,
 pamphlet, report or other publication in general circulation;

30 "(B) A radio or television station that holds a license issued by the

1 Federal Communications Commission;

"(C) A nonprofit organization that provides programming to radio
 or television networks; or

4 "(D) An entity that provides an information service, including a
5 press association or wire service.

6 "(3) Sections 1 to 9 of this 2023 Act do not prohibit a controller or
7 processor from:

8 "(a) Complying with federal, state or local statutes, ordinances,
9 rules or regulations;

"(b) Complying with a federal, state or local governmental inquiry,
 investigation, subpoena or summons related to a civil, criminal or
 administrative proceeding;

"(c) Cooperating with a law enforcement agency concerning conduct or activity that the controller or processor reasonably and in good faith believes may violate federal, state or local statutes, ordinances, rules or regulations;

"(d) Investigating, establishing, initiating or defending legal claims;
"(e) Preventing, detecting, protecting against or responding to, and
investigating, reporting or prosecuting persons responsible for, security incidents, identity theft, fraud, harassment or malicious, deceptive or illegal activity or preserving the integrity or security of
systems;

"(f) Identifying and repairing technical errors in a controller's or
 processor's information systems that impair existing or intended
 functionality;

"(g) Providing a product or service that a consumer specifically requests from the controller or processor or requests as the parent or guardian of a child on the child's behalf or as the guardian or conservator of a person subject to a guardianship, conservatorship or other protective arrangement on the person's behalf; 1 "(h) Negotiating, entering into or performing a contract with a 2 consumer, including fulfilling the terms of a written warranty;

3 "(i) Protecting any person's health and safety;

4 "(j) Effectuating a product recall;

5 "(k) Conducting internal research to develop, improve or repair
6 products, services or technology;

"(L) Performing internal operations that are reasonably aligned with a consumer's expectations, that the consumer may reasonably anticipate based on the consumer's existing relationship with the controller or that are otherwise compatible with processing data for the purpose of providing a product or service the consumer specifically requested or for the purpose of performing a contract to which the consumer is a party; or

"(m) Assisting another controller or processor with any of the ac tivities set forth in this subsection.

"(4) Sections 1 to 9 of this 2023 Act do not apply to the extent that a controller's or processor's compliance with sections 1 to 9 of this 2023 Act would violate an evidentiary privilege under the laws of this state. Notwithstanding the provisions of sections 1 to 9 of this 2023 Act, a controller or processor may provide personal data about a consumer in a privileged communication to a person that is covered by an evidentiary privilege under the laws of this state.

"(5) A controller may process personal data in accordance with subsection (3) of this section only to the extent that the processing is adequate and reasonably necessary for, relevant to, proportionate in relation to and limited to the purposes set forth in this section.

"(6) Collection, use and retention of personal data under subsection
(3)(e) and (f) of this section must, where applicable, take into account
the nature and purpose of the collection, use or retention. The personal data must be subject to reasonable administrative, technical and

physical measures to protect the confidentiality, integrity and security
of the personal data and reduce reasonably foreseeable risks of harm
to consumers from the collection, use or retention.

4 "(7) A controller that claims that the controller's processing of 5 personal data is exempt under subsection (3) of this section has the 6 burden of demonstrating that the controller's processing qualifies for 7 the exemption and complies with the requirements of subsections (5) 8 and (6) of this section.

9 "SECTION 3. (1) Subject to section 4 of this 2023 Act, a consumer
10 may:

11 "(a) Obtain from a controller:

"(A) Confirmation as to whether the controller is processing or has
 processed the consumer's personal data and the categories of personal
 data the controller is processing or has processed;

"(B) At the controller's option, a list of specific third parties, other
 than natural persons, to which the controller has disclosed:

17 (i) The consumer's personal data; or

18 (ii) Any personal data; and

"(C) A copy of all of the consumer's personal data that the con troller has processed or is processing;

"(b) Require a controller to correct inaccuracies in personal data
 about the consumer, taking into account the nature of the personal
 data and the controller's purpose for processing the personal data;

"(c) Require a controller to delete personal data about the consumer, including personal data the consumer provided to the controller, personal data the controller obtained from another source and derived data; or

"(d) Opt out from a controller's processing of personal data of the
 consumer that the controller processes for any of the following pur poses:

1 "(A) Targeted advertising;

2 "(B) Selling the personal data; or

"(C) Profiling the consumer in furtherance of decisions that
produce legal effects or effects of similar significance.

5 "(2) A controller that provides a copy of personal data to a con-6 sumer under subsection (1)(a)(C) of this section shall provide the per-7 sonal data in a portable and, to the extent technically feasible, readily 8 usable format that allows the consumer to transmit the personal data 9 to another person without hindrance.

"(3) This section does not require a controller to disclose the
 controller's trade secrets, as defined in ORS 646.461.

12 "<u>SECTION 4.</u> (1) A consumer may exercise the rights described in 13 section 3 of this 2023 Act by submitting a request to a controller using 14 the method that the controller specifies in the privacy notice described 15 in section 5 of this 2023 Act.

16 "(2) A controller may not require a consumer to create an account 17 for the purpose described in subsection (1) of this section, but the 18 controller may require the consumer to use an account the consumer 19 created previously.

"(3) A parent or legal guardian may exercise the rights described in section 3 of this 2023 Act on behalf of the parent's child or on behalf of a child for whom the guardian has legal responsibility. A guardian or conservator may exercise the rights described in subsection (1) of this section on behalf of a consumer that is subject to a guardianship, conservatorship or other protective arrangement.

"(4) A consumer may designate another person to act on the consumer's behalf as the consumer's authorized agent for the purpose of opting out of a controller's processing of the consumer's personal data, as provided in section 3 (1)(d) of this 2023 Act. The consumer may designate an authorized agent by means of an internet link, browser setting, browser extension, global device setting or other technology that enables the consumer to opt out of the controller's processing of the consumer's personal data. A controller shall comply with an opt-out request the controller receives from an authorized agent if the controller can verify, with commercially reasonable effort, the identity of the consumer and the authorized agent's authority to act on the consumer's behalf.

"(5) Except as otherwise provided in sections 1 to 9 of this 2023 Act,
in responding to a request under subsection (1) of this section, a controller shall:

"(a) Respond to a request from a consumer without undue delay and 11 not later than 45 days after receiving the request. The controller may 12 extend the period within which the controller responds by an addi-13 tional 45 days if the extension is reasonably necessary to comply with 14 the consumer's request, taking into consideration the complexity of 15the request and the number of requests the consumer makes. A con-16 troller that intends to extend the period for responding shall notify the 17 consumer within the initial 45-day response period and explain the 18 reason for the extension. 19

"(b) Notify the consumer without undue delay and not later than 45 days after receiving the consumer's request if the controller declines to take action on the request. The controller in the notice shall explain the justification for not taking action and include instructions for appealing the controller's decision.

"(c) Provide information the consumer requests once during any 12-month period without charge to the consumer. A controller may charge a reasonable fee to cover the administrative costs of complying with a second or subsequent request within the 12-month period, unless the purpose of the second or subsequent request is to verify that the controller corrected inaccuracies in, or deleted, the consumer's 1 personal data in compliance with the consumer's request.

"(d) Notify the consumer if the controller cannot, using commercially reasonable methods, authenticate the consumer's request without additional information from the consumer. A controller that sends a notification under this paragraph does not have to comply with the request until the consumer provides the information necessary to authenticate the request.

"(e) Comply with a request under section 3 (1)(d) of this 2023 Act
to opt out of the controller's processing of the consumer's personal
data without requiring authentication, except that:

"(A) A controller may ask for additional information necessary to
 comply with the request, such as information that is necessary to
 identify the consumer that requested to opt out.

14 "(B) A controller may deny a request to opt out if the controller 15 has a good-faith, reasonable and documented belief that the request 16 is fraudulent. If the controller denies a request under this subpara-17 graph, the controller shall notify the consumer that the controller 18 believes the request is fraudulent, stating in the notice that the con-19 troller will not comply with the request.

"(6) A controller shall establish a process by means of which a
 consumer may appeal the controller's refusal to take action on a re quest under subsection (1) of this section. The controller's process
 must:

"(a) Allow a reasonable period of time after the consumer receives
 the controller's refusal within which to appeal;

²⁶ "(b) Be conspicuously available to the consumer;

"(c) Be similar to the manner in which a consumer must submit a
request under subsection (1) of this section; and

"(d) Require the controller to approve or deny the appeal within 45
 days after the date on which the controller received the appeal and to

notify the consumer in writing of the controller's decision and the
reasons for the decision. If the controller denies the appeal, the notice
must provide or specify information that enables the consumer to
contact the Attorney General to submit a complaint.

"(7) A controller that obtains personal data about a consumer from
a source other than the consumer complies with the consumer's request to delete the personal data if the controller:

"(a) Deletes the data but retains a record of the deletion request
and a minimal amount of data necessary to ensure that the personal
data remains deleted and does not use the minimal data for any other
purpose; and

"(b) Opts the consumer out of the controller's processing of the
 consumer's personal data for any purpose other than a purpose that
 is exempt under section 2 of this 2023 Act.

15 **"SECTION 5. (1) A controller shall:**

"(a) Specify in the privacy notice described in subsection (4) of this
 section the express purposes for which the controller is collecting and
 processing personal data;

19 "(b) Limit the controller's collection of personal data to only the 20 personal data that is adequate, relevant and reasonably necessary to 21 serve the purposes the controller specified in paragraph (a) of this 22 subsection;

"(c) Establish, implement and maintain for personal data the same safeguards described in ORS 646A.622 that are required for protecting personal information, as defined in ORS 646A.602, such that the controller's safeguards protect the confidentiality, integrity and accessibility of the personal data to the extent appropriate for the volume and nature of the personal data; and

"(d) Provide an effective means by which a consumer may revoke
 consent a consumer gave under sections 1 to 9 of this 2023 Act to the

controller's processing of the consumer's personal data. The means must be at least as easy as the means by which the consumer provided consent. Once the consumer revokes consent, the controller shall cease processing the personal data as soon as is practicable, but not later than 15 days after receiving the revocation.

6

"(2) A controller may not:

"(a) Process personal data for purposes that are not reasonably
necessary for and compatible with the purposes the controller specified
in subsection (1)(a) of this section, unless the controller obtains the
consumer's consent;

"(b) Process sensitive data about a consumer without first obtaining the consumer's consent or, if the controller knows the consumer is a child, without processing the sensitive data in accordance with the Children's Online Privacy Protection Act of 1998, 15 U.S.C. 6501 et seq. and the regulations, rules and guidance adopted under the Act, all as in effect on the effective date of this 2023 Act;

"(c) Process a consumer's personal data for the purposes of targeted advertising, of profiling the consumer in furtherance of decisions that produce legal effects or effects of similar significance or of selling the consumer's personal data without the consumer's consent if the controller has actual knowledge that, or willfully disregards whether, the consumer is at least 13 years of age and not older than 15 years of age; or

"(d) Discriminate against a consumer that exercises a right provided to the consumer under sections 1 to 9 of this 2023 Act by means such as denying goods or services, charging different prices or rates for goods or services or providing a different level of quality or selection of goods or services to the consumer.

29 "(3) Subsections (1) and (2) of this section do not:

30 "(a) Require a controller to provide a good or service that requires

personal data from a consumer that the controller does not collect or
maintain; or

"(b) Prohibit a controller from offering a different price, rate, level of quality or selection of goods or services to a consumer, including an offer for no fee or charge, in connection with a consumer's voluntary participation in a bona fide loyalty, rewards, premium features, discount or club card program.

"(4) A controller shall provide to consumers a reasonably accessible,
clear and meaningful privacy notice that:

"(a) Lists the categories of personal data, including the categories
 of sensitive data, that the controller processes;

"(b) Describes the controller's purposes for processing the personal
 data;

"(c) Describes how a consumer may exercise the consumer's rights
 under sections 1 to 9 of this 2023 Act, including how a consumer may
 appeal a controller's denial of a consumer's request under section 4
 of this 2023 Act;

"(d) Lists all categories of personal data, including the categories
 of sensitive data, that the controller shares with third parties;

"(e) Describes all categories of third parties with which the controller shares personal data at a level of detail that enables the consumer to understand what type of entity each third party is and, to the extent possible, how each third party may process personal data;

"(f) Specifies an electronic mail address or other online method by
which a consumer can contact the controller that the controller actively monitors;

"(g) Identifies the controller, including any business name under
which the controller registered with the Secretary of State and any
assumed business name that the controller uses in this state;

30 "(h) Provides a clear and conspicuous description of any processing

of personal data in which the controller engages for the purpose of targeted advertising or for the purpose of profiling the consumer in furtherance of decisions that produce legal effects or effects of similar significance, and a procedure by which the consumer may opt out of this type of processing; and

6 "(i) Describes the method or methods the controller has established
7 for a consumer to submit a request under section 4 (1) of this 2023 Act.

"(5) The method or methods described in subsection (4)(i) of this
section for submitting a consumer's request to a controller must:

10 "(a) Take into account:

"(A) Ways in which consumers normally interact with the control ler;

"(B) A need for security and reliability in communications related
 to the request; and

15 "(C) The controller's ability to authenticate the identity of the 16 consumer that makes the request; and

"(b) Provide a clear and conspicuous link to a webpage where the consumer or an authorized agent may opt out from a controller's processing of the consumer's personal data as described in section 3 (1)(d) of this 2023 Act or, solely if the controller does not have a capacity needed for linking to a webpage, provide another method the consumer can use to opt out.

"(6) If a consumer or authorized agent uses a method described in 23subsection (5) of this section to opt out of a controller's processing of 24the consumer's personal data under section 3 (1)(d) of this 2023 Act and 25the decision conflicts with a consumer's voluntary participation in a 26bona fide reward, club card or loyalty program or a program that 27provides premium features or discounts in return for the consumer's 28consent to the controller's processing of the consumer's personal data, 29 the controller may either comply with the request to opt out or notify 30

the consumer of the conflict and ask the consumer to affirm that the consumer intends to withdraw from the bona fide reward, club card or loyalty program or the program that provides premium features or discounts. If the consumer affirms that the consumer intends to withdraw, the controller shall comply with the request to opt out.

6 "<u>SECTION 6.</u> (1) A processor shall adhere to a controller's in-7 structions and shall assist the controller in meeting the controller's 8 obligations under sections 1 to 9 of this 2023 Act. In assisting the 9 controller, the processor must:

10 "(a) Enable the controller to respond to requests from consumers 11 under section 4 of this 2023 Act by means that take into account how 12 the processor processes personal data and the information available 13 to the processor and that use appropriate technical and organizational 14 measures to the extent reasonably practicable;

15 "(b) Adopt administrative, technical and physical safeguards that 16 are reasonably designed to protect the security and confidentiality of 17 the personal data the controller processes, taking into account how 18 the processor processes the personal data and the information avail-19 able to the processor; and

"(c) Provide information reasonably necessary for the controller to
 conduct and document data protection assessments.

"(2) The processor shall enter into a contract with the controller
 that governs how the processor processes personal data on the
 controller's behalf. The contract must:

²⁵ "(a) Be valid and binding on both parties;

"(b) Set forth clear instructions for processing data, the nature and
 purpose of the processing, the type of data that is subject to processing
 and the duration of the processing;

"(c) Specify the rights and obligations of both parties with respect
to the subject matter of the contract;

"(d) Ensure that each person that processes personal data is subject
to a duty of confidentiality with respect to the personal data;

"(e) Require the processor to delete the personal data or return the personal data to the controller at the controller's direction or at the end of the provision of services, unless a law requires the processor to retain the personal data;

"(f) Require the processor to make available to the controller, at
the controller's request, all information the controller needs to verify
that the processor has complied with all obligations the processor has
under sections 1 to 9 of this 2023 Act;

"(g) Require the processor to enter into a subcontract with a person the processor engages to assist with processing personal data on the controller's behalf and in the subcontract require the subcontractor to meet the processor's obligations under the processor's contract with the controller; and

"(h) Allow the controller, the controller's designee or a qualified 16 and independent person the processor engages, in accordance with an 17 appropriate and accepted control standard, framework or procedure, 18 to assess the processor's policies and technical and organizational 19 measures for complying with the processor's obligations under 20sections 1 to 9 of this 2023 Act, and require the processor to cooperate 21with the assessment and, at the controller's request, report the results 22of the assessment to the controller. 23

"(3) This section does not relieve a controller or processor from any
liability that accrues under sections 1 to 9 of this 2023 Act as a result
of the controller's or processor's actions in processing personal data.

"(4)(a) For purposes of determining obligations under sections 1 to
9 of this 2023 Act, a person is a controller with respect to processing
a set of personal data, and is subject to an action under section 9 of
this 2023 Act to punish a violation of sections 1 to 9 of this 2023 Act,

1 if the person:

2 "(A) Does not need to adhere to another person's instructions to 3 process the personal data;

"(B) Does not adhere to another person's instructions with respect
to processing the personal data when the person is obligated to do so;
or

"(C) Begins at any point to determine the purposes and means for
processing the personal data, alone or in concert with another person.
"(b) A determination under this subsection is a fact-based determination that must take account of the context in which a set of personal data is processed.

"(c) A processor that adheres to a controller's instructions with
 respect to a specific processing of personal data remains a processor.

"<u>SECTION 7.</u> (1)(a) A controller that possesses deidentified data
 shall:

"(A) Take reasonable measures to ensure that the deidentified data
 cannot be associated with an individual;

"(B) Publicly commit to maintaining and using deidentified data
 without attempting to reidentify the deidentified data; and

"(C) Enter into a contract with a recipient of the deidentified data
and provide in the contract that the recipient must comply with the
controller's obligations under sections 1 to 9 of this 2023 Act.

23 "(b) A controller that discloses deidentified data shall exercise rea-24 sonable oversight to monitor compliance with any contractual com-25 mitments to which the deidentified data is subject and shall take 26 appropriate steps to address any breaches of the contractual commit-27 ments.

"(c) This section does not prohibit a controller from attempting to
 reidentify deidentified data solely for the purpose of testing the
 controller's methods for deidentifying data.

1 "(2) Sections 1 to 9 of this 2023 Act do not:

2 "(a) Require a controller or processor to:

3 "(A) Reidentify deidentified data; or

4 "(B) Associate a consumer with personal data in order to
5 authenticate the consumer's request under section 4 of this 2023 Act
6 by:

7 "(i) Maintaining data in identifiable form; or

8 "(ii) Collecting, retaining or accessing any particular data or tech9 nology.

"(b) Require a controller or processor to comply with a consumer's
 request under section 4 of this 2023 Act if the controller:

"(A) Cannot reasonably associate the request with personal data or
 if the controller's attempt to associate the request with personal data
 would be unreasonably burdensome;

15 "(B) Does not use personal data to recognize or respond to the 16 specific consumer who is the subject of the personal data or associate 17 the personal data with any other personal data about the specific 18 consumer; and

"(C) Does not sell or otherwise voluntarily disclose personal data
 to a third party, except as otherwise provided in this section.

21 "<u>SECTION 8.</u> (1)(a) A controller shall conduct and document a data 22 protection assessment for each of the controller's processing activities 23 that presents a heightened risk of harm to a consumer.

"(b) Processing activities that present a heightened risk of harm to
 a consumer include:

"(A) Processing personal data for the purpose of targeted advertis ing;

28 "(B) Processing sensitive data;

29 "(C) Selling personal data; and

30 "(D) Using the personal data for purposes of profiling, if the pro-

SB 619-4 3/28/23 Proposed Amendments to SB 619 1 filing presents a reasonably foreseeable risk of:

2 "(i) Unfair or deceptive treatment of, or unlawful disparate impact
3 on, consumers;

4 "(ii) Financial, physical or reputational injury to consumers;

"(iii) Physical or other types of intrusion upon a consumer's solitude, seclusion or private affairs or concerns, if the intrusion would
be offensive to a reasonable person; or

8 "(iv) Other substantial injury to consumers.

9 "(c) A single data protection assessment may address a comparable
10 set of processing operations that present a similar heightened risk of
11 harm.

"(2) A data protection assessment shall identify and weigh how 12 processing personal data may directly or indirectly benefit the con-13 troller, the consumer, other stakeholders and the public against po-14 tential risks to the consumer, taking into account how safeguards the 15controller employs can mitigate the risks. In conducting the assess-16 ment, the controller shall consider how deidentified data might reduce 17 risks, the reasonable expectations of consumers, the context in which 18 the data is processed and the relationship between the controller and 19 the consumers whose personal data the controller will process. 20

"(3) The Attorney General may require a controller to provide to 21the Attorney General any data protection assessments the controller 22has conducted if the data protection assessment is relevant to an in-23vestigation the Attorney General conducts under section 9 of this 2023 24Act. The Attorney General may evaluate a data protection assessment 25for the controller's compliance with the requirements of section 1 to 269 of this 2023 Act. If a data protection assessment the Attorney Gen-27eral obtains under this subsection includes information that is subject 28to attorney-client privilege or is work product that is subject to a 29 privilege, the controller's provision of the data protection assessment 30

1 does not waive the privilege.

2 "(4) A data protection assessment that a controller conducts to 3 comply with another applicable law or regulation satisfies the re-4 quirements of this section if the data protection assessment is rea-5 sonably similar in scope and effect to a data protection assessment 6 conducted under this section.

"(5) Requirements that apply to a data protection assessment under
this section apply only to processing activities that occur on and after
July 1, 2024, and are not retroactive.

"(6) A controller shall retain for at least five years all data pro tection assessments the controller conducts under this section.

"(7) A data protection assessment is confidential and is not subject
 to disclosure under ORS 192.311 to 192.478.

"<u>SECTION 9.</u> (1)(a) The Attorney General may serve an investigative demand upon any person that possesses, controls or has custody of any information, document or other material that the Attorney General determines is relevant to an investigation of a violation of sections 1 to 9 of this 2023 Act or that could lead to a discovery of relevant information. An investigative demand may require the person to:

"(A) Appear and testify under oath at the time and place specified
 in the investigative demand;

23 "(B) Answer written interrogatories; or

"(C) Produce relevant documents or physical evidence for exam ination at the time and place specified in the investigative demand.

"(b) The Attorney General shall serve an investigative demand under this section in the manner provided in ORS 646.622. The Attorney
General may enforce the investigative demand as provided in ORS
646.626.

30 "(2)(a) An attorney may accompany, represent and advise in confi-

dence a person that appears in response to a demand under subsection 1 (1)(a)(A) of this section. The person may refuse to answer any question $\mathbf{2}$ on constitutional grounds or on the basis of any other legal right or 3 privilege, including protection against self-incrimination, but must 4 answer any other question that is not subject to the right or privilege. $\mathbf{5}$ If the person refuses to answer a question on grounds that the answer 6 would be self-incriminating, the Attorney General may compel the 7 person to testify as provided in ORS 136.617. 8

9 "(b) The Attorney General shall exclude from the place in which the 10 Attorney General conducts an examination under this subsection all 11 persons other than the person the Attorney General is examining, the 12 person's attorney, the officer before which the person gives the testi-13 mony and any stenographer recording the testimony.

14 "(3)(a) The Attorney General shall hold in confidence and may not 15 disclose to any person any documents, including data protection as-16 sessments, answers to interrogatories and transcripts of oral testi-17 mony, except that the Attorney General may disclose the documents 18 to:

"(A) The person that provided the documents or the oral testimony;
 "(B) The attorney or representative of the person that provided the
 documents or oral testimony;

22 "(C) Employees of the Attorney General; or

"(D) An official of the United States or of any state who is authorized to enforce federal or state consumer protection laws if the Attorney General first obtains a written agreement from the official in which the official agrees to abide by the confidentiality requirements of this subsection.

"(b) The Attorney General may use any of the materials described
 in paragraph (a) of this subsection in any investigation the Attorney
 General conducts under this section or in any action or proceeding the

1 Attorney General brings or initiates in a court or before an adminis-2 trative agency in connection with the investigation.

"(4)(a) The Attorney General may bring an action to seek a civil penalty of not more than \$7,500 for each violation of sections 1 to 9 of this 2023 Act or to enjoin a violation or obtain other equitable relief. The Attorney General shall bring the action in the circuit court for Multnomah County or the circuit court of a county where any part of the violation occurred.

9 "(b) A court may award reasonable attorney fees, expert witness 10 fees and costs of investigation to the Attorney General if the Attorney 11 General prevails in an action under this subsection. The court may 12 award reasonable attorney fees to a defendant that prevails in an 13 action under this subsection if the court finds that the Attorney Gen-14 eral had no objectively reasonable basis for asserting the claim or for 15 appealing an adverse decision of the trial court.

"(c) The Attorney General shall deposit the proceeds of any recov ery under this subsection into the Department of Justice Protection
 and Education Revolving Account, as provided in ORS 180.095.

"(5) Before bringing an action under subsection (4) of this section, the Attorney General shall notify a controller of a violation of sections 1 to 9 of this 2023 Act if the Attorney General determines that the controller can cure the violation. If the controller fails to cure the violation within 30 days after receiving the notice of the violation, the Attorney General may bring the action without further notice.

"(6) The Attorney General shall bring an action under subsection
(4) of this section within five years after the date of the last act of a
controller that constituted the violation for which the Attorney General seeks relief.

29 "(7) The remedies available to the Attorney General under sub-30 section (4) of this section are in addition to and not in lieu of any other relief available to the Attorney General or another person under
other applicable provisions of law. A claim available under another
provision of law may be joined to the Attorney General's claim under
subsection (4) of this section.

"(8) The Attorney General has exclusive authority to enforce the
provisions of sections 1 to 9 of this 2023 Act. Sections 1 to 9 of this 2023
Act, or any other laws of this state, do not create a private right of
action to enforce a violation of sections 1 to 9 of this 2023 Act.

9 "SECTION 10. ORS 180.095 is amended to read:

"180.095. (1) The Department of Justice Protection and Education Revolving Account is created in the General Fund. All moneys in the account are continuously appropriated to the Department of Justice and may be used to pay for only the following activities:

"(a) Restitution and refunds in proceedings described in paragraph (c) ofthis subsection;

"(b) Consumer and business education relating to the laws governing
 antitrust and unlawful trade practices; and

"(c) Personal services, travel, meals, lodging and all other costs and expenses incurred by the department in investigating, preparing, commencing and prosecuting the following actions and suits, and enforcing judgments, settlements, compromises and assurances of voluntary compliance arising out of the following actions and suits:

²³ "(A) Actions and suits under the state and federal antitrust laws;

²⁴ "(B) Actions and suits under ORS 336.184 and 646.605 to 646.656;

²⁵ "(C) Actions commenced under ORS 59.331; [and]

²⁶ "(D) Actions and suits under ORS 180.750 to 180.785[.]; and

27 "(E) Actions commenced under section 9 of this 2023 Act.

"(2) Moneys in the Department of Justice Protection and Education Revolving Account are not subject to allotment. Upon request of the Attorney
General, the State Treasurer shall create subaccounts within the account for

the purposes of managing moneys in the account and allocating those moneys
to the activities described in subsection (1) of this section.

"(3) Except as otherwise provided by law, all sums of money received by 3 the Department of Justice under a judgment, settlement, compromise or as-4 surance of voluntary compliance, including damages, restitution, refunds, $\mathbf{5}$ attorney fees, costs, disbursements and other recoveries, but excluding civil 6 penalties under ORS 646.642, in proceedings described in subsection (1)(c) of 7 this section shall, upon receipt, be deposited with the State Treasurer to the 8 credit of the Department of Justice Protection and Education Revolving Ac-9 count. However, if the action or suit was based on an expenditure or loss 10 from a public body or a dedicated fund, the amount of such expenditure or 11 loss, after deduction of attorney fees and expenses awarded to the department 12 by the court or agreed to by the parties, if any, shall be credited to the 13 public body or dedicated fund and the remainder thereof credited to the De-14 partment of Justice Protection and Education Revolving Account. 15

"(4) If the Department of Justice recovers restitution or refunds in a proceeding described in subsection (1)(c) of this section, and the department cannot determine the persons to whom the restitution or refunds should be paid or the amount of the restitution or refund payable to individual claimants is de minimis, the restitution or refunds may not be deposited in the Department of Justice Protection and Education Revolving Account and shall be deposited in the General Fund.

"(5) Before April 1 of each odd-numbered year, the Department of Justice
shall report to the Joint Committee on Ways and Means:

²⁵ "(a) The department's projection of the balance in the Department of ²⁶ Justice Protection and Education Revolving Account at the end of the ²⁷ biennium in which the report is made and at the end of the following ²⁸ biennium;

²⁹ "(b) The amount of the balance held for restitution and refunds;

30 "(c) An estimate of the department's anticipated costs and expenses under

subsection (1)(b) and (c) of this section for the biennium in which the report
is made and for the following biennium; and

"(d) Any judgment, settlement, compromise or other recovery, the proceeds of which are used for purposes other than:

5 "(A) For deposit into the Department of Justice Protection and Education
6 Revolving Account; or

"(B) For payment of legal costs related to the judgment, settlement,
compromise or other recovery.

9 "(6) The Joint Committee on Ways and Means, after consideration of 10 recommendations made by the Department of Justice, shall use the informa-11 tion reported under subsection (5) of this section to determine an appropriate 12 balance for the revolving account.

13

"<u>SECTION 11.</u> Section 9 of this 2023 Act is amended to read:

"Sec. 9. (1)(a) The Attorney General may serve an investigative demand upon any person that possesses, controls or has custody of any information, document or other material that the Attorney General determines is relevant to an investigation of a violation of sections 1 to 9 of this 2023 Act or that could lead to a discovery of relevant information. An investigative demand may require the person to:

20 "(A) Appear and testify under oath at the time and place specified in the 21 investigative demand;

22 "(B) Answer written interrogatories; or

"(C) Produce relevant documents or physical evidence for examination at
the time and place specified in the investigative demand.

"(b) The Attorney General shall serve an investigative demand under this
section in the manner provided in ORS 646.622. The Attorney General may
enforce the investigative demand as provided in ORS 646.626.

"(2)(a) An attorney may accompany, represent and advise in confidence a person that appears in response to a demand under subsection (1)(a)(A) of this section. The person may refuse to answer any question on constitutional grounds or on the basis of any other legal right or privilege, including protection against self-incrimination, but must answer any other question that is not subject to the right or privilege. If the person refuses to answer a question on grounds that the answer would be self-incriminating, the Attorney General may compel the person to testify as provided in ORS 136.617.

6 "(b) The Attorney General shall exclude from the place in which the At-7 torney General conducts an examination under this subsection all persons 8 other than the person the Attorney General is examining, the person's at-9 torney, the officer before which the person gives the testimony and any ste-10 nographer recording the testimony.

"(3)(a) The Attorney General shall hold in confidence and may not disclose to any person any documents, including data protection assessments, answers to interrogatories and transcripts of oral testimony, except that the Attorney General may disclose the documents to:

¹⁵ "(A) The person that provided the documents or the oral testimony;

"(B) The attorney or representative of the person that provided the documents or oral testimony;

18 "(C) Employees of the Attorney General; or

"(D) An official of the United States or of any state who is authorized to enforce federal or state consumer protection laws if the Attorney General first obtains a written agreement from the official in which the official agrees to abide by the confidentiality requirements of this subsection.

"(b) The Attorney General may use any of the materials described in paragraph (a) of this subsection in any investigation the Attorney General conducts under this section or in any action or proceeding the Attorney General brings or initiates in a court or before an administrative agency in connection with the investigation.

"(4)(a) The Attorney General may bring an action to seek a civil penalty of not more than \$7,500 for each violation of sections 1 to 9 of this 2023 Act or to enjoin a violation or obtain other equitable relief. The Attorney General shall bring the action in the circuit court for Multnomah County or the
circuit court of a county where any part of the violation occurred.

"(b) A court may award reasonable attorney fees, expert witness fees and costs of investigation to the Attorney General if the Attorney General prevails in an action under this subsection. The court may award reasonable attorney fees to a defendant that prevails in an action under this subsection if the court finds that the Attorney General had no objectively reasonable basis for asserting the claim or for appealing an adverse decision of the trial court.

"(c) The Attorney General shall deposit the proceeds of any recovery un der this subsection into the Department of Justice Protection and Education
 Revolving Account, as provided in ORS 180.095.

"[(5) Before bringing an action under subsection (4) of this section, the Attorney General shall notify a controller of a violation of sections 1 to 9 of this 2023 Act if the Attorney General determines that the controller can cure the violation. If the controller fails to cure the violation within 30 days after receiving the notice of the violation, the Attorney General may bring the action without further notice.]

"[(6)] (5) The Attorney General shall bring an action under subsection (4) of this section within five years after the date of the last act of a controller that constituted the violation for which the Attorney General seeks relief.

²² "[(7)] (6) The remedies available to the Attorney General under subsection ²³ (4) of this section are in addition to and not in lieu of any other relief ²⁴ available to the Attorney General or another person under other applicable ²⁵ provisions of law. A claim available under another provision of law may be ²⁶ joined to the Attorney General's claim under subsection (4) of this section.

"[(8)] (7) The Attorney General has exclusive authority to enforce the
provisions of sections 1 to 9 of this 2023 Act. Sections 1 to 9 of this 2023
Act, or any other laws of this state, do not create a private right of action
to enforce a violation of sections 1 to 9 of this 2023 Act.

SB 619-4 3/28/23 Proposed Amendments to SB 619 ¹ **"SECTION 12.** Section 5 of this 2023 Act is amended to read:

² "Sec. 5. (1) A controller shall:

"(a) Specify in the privacy notice described in subsection (4) of this section the express purposes for which the controller is collecting and processing personal data;

6 "(b) Limit the controller's collection of personal data to only the personal 7 data that is adequate, relevant and reasonably necessary to serve the pur-8 poses the controller specified in paragraph (a) of this subsection;

9 "(c) Establish, implement and maintain for personal data the same safe-10 guards described in ORS 646A.622 that are required for protecting personal 11 information, as defined in ORS 646A.602, such that the controller's safe-12 guards protect the confidentiality, integrity and accessibility of the personal 13 data to the extent appropriate for the volume and nature of the personal 14 data; and

"(d) Provide an effective means by which a consumer may revoke consent a consumer gave under sections 1 to 9 of this 2023 Act to the controller's processing of the consumer's personal data. The means must be at least as easy as the means by which the consumer provided consent. Once the consumer revokes consent, the controller shall cease processing the personal data as soon as is practicable, but not later than 15 days after receiving the revocation.

22 "(2) A controller may not:

"(a) Process personal data for purposes that are not reasonably necessary
for and compatible with the purposes the controller specified in subsection
(1)(a) of this section, unless the controller obtains the consumer's consent;

"(b) Process sensitive data about a consumer without first obtaining the consumer's consent or, if the controller knows the consumer is a child, without processing the sensitive data in accordance with the Children's Online Privacy Protection Act of 1998, 15 U.S.C. 6501 et seq. and the regulations, rules and guidance adopted under the Act, all as in effect on the

SB 619-4 3/28/23 Proposed Amendments to SB 619 1 effective date of this 2023 Act;

"(c) Process a consumer's personal data for the purposes of targeted advertising, of profiling the consumer in furtherance of decisions that produce legal effects or effects of similar significance or of selling the consumer's personal data without the consumer's consent if the controller has actual knowledge that, or willfully disregards whether, the consumer is at least 13 years of age and not older than 15 years of age; or

8 "(d) Discriminate against a consumer that exercises a right provided to 9 the consumer under sections 1 to 9 of this 2023 Act by means such as denying 10 goods or services, charging different prices or rates for goods or services or 11 providing a different level of quality or selection of goods or services to the 12 consumer.

13 "(3) Subsections (1) and (2) of this section do not:

"(a) Require a controller to provide a good or service that requires per sonal data from a consumer that the controller does not collect or maintain;
 or

"(b) Prohibit a controller from offering a different price, rate, level of quality or selection of goods or services to a consumer, including an offer for no fee or charge, in connection with a consumer's voluntary participation in a bona fide loyalty, rewards, premium features, discount or club card program.

"(4) A controller shall provide to consumers a reasonably accessible, clear
 and meaningful privacy notice that:

"(a) Lists the categories of personal data, including the categories of
 sensitive data, that the controller processes;

"(b) Describes the controller's purposes for processing the personal data;
"(c) Describes how a consumer may exercise the consumer's rights under
sections 1 to 9 of this 2023 Act, including how a consumer may appeal a
controller's denial of a consumer's request under section 4 of this 2023 Act;
"(d) Lists all categories of personal data, including the categories of sen-

1 sitive data, that the controller shares with third parties;

"(e) Describes all categories of third parties with which the controller shares personal data at a level of detail that enables the consumer to understand what type of entity each third party is and, to the extent possible, how each third party may process personal data;

6 "(f) Specifies an electronic mail address or other online method by which 7 a consumer can contact the controller that the controller actively monitors; 8 "(g) Identifies the controller, including any business name under which 9 the controller registered with the Secretary of State and any assumed busi-10 ness name that the controller uses in this state;

"(h) Provides a clear and conspicuous description of any processing of personal data in which the controller engages for the purpose of targeted advertising or for the purpose of profiling the consumer in furtherance of decisions that produce legal effects or effects of similar significance, and a procedure by which the consumer may opt out of this type of processing; and "(i) Describes the method or methods the controller has established for a consumer to submit a request under section 4 (1) of this 2023 Act.

"(5) The method or methods described in subsection (4)(i) of this section
for submitting a consumer's request to a controller must:

20 "(a) Take into account:

21 "(A) Ways in which consumers normally interact with the controller;

"(B) A need for security and reliability in communications related to the
 request; and

²⁴ "(C) The controller's ability to authenticate the identity of the consumer ²⁵ that makes the request; [*and*]

"(b) Provide a clear and conspicuous link to a webpage where the consumer or an authorized agent may opt out from a controller's processing of the consumer's personal data as described in section 3 (1)(d) of this 2023 Act or, solely if the controller does not have a capacity needed for linking to a webpage, provide another method the consumer can use to opt out[.]; and

SB 619-4 3/28/23 Proposed Amendments to SB 619 "(c) Allow a consumer or authorized agent to send a signal to the controller that indicates the consumer's preference to opt out of the sale of personal data or targeted advertising under section 3 (1)(d) of this 2023 Act by means of a platform, technology or mechanism that: "(A) Does not unfairly disadvantage another controller;

"(B) Does not use a default setting but instead requires the consumer or authorized agent to make an affirmative, voluntary and unambiguous choice to opt out;

"(C) Is consumer friendly and easy for an average consumer to use;
"(D) Is as consistent as possible with similar platforms, technologies or mechanisms required under federal or state laws or regulations; and

"(E) Enables the controller to accurately determine whether the
 consumer is a resident of this state and has made a legitimate request
 under section 4 of this 2023 Act to opt out as described in section 3
 (1)(d) of this 2023 Act.

"(6) If a consumer or authorized agent uses a method described in sub-17 section (5) of this section to opt out of a controller's processing of the 18 consumer's personal data under section 3 (1)(d) of this 2023 Act and the de-19 cision conflicts with a consumer's voluntary participation in a bona fide re-20ward, club card or loyalty program or a program that provides premium 21features or discounts in return for the consumer's consent to the controller's 22processing of the consumer's personal data, the controller may either comply 23with the request to opt out or notify the consumer of the conflict and ask 24the consumer to affirm that the consumer intends to withdraw from the bona 25fide reward, club card or loyalty program or the program that provides pre-26mium features or discounts. If the consumer affirms that the consumer in-27tends to withdraw, the controller shall comply with the request to opt out. 28

²⁹ "<u>SECTION 13.</u> Sections 1 to 9 of this 2023 Act do not apply before ³⁰ July 1, 2025, to the activities of an organization described in section 501(c)(3) of the Internal Revenue Code that is exempt from income tax
 under section 501(a) of the Internal Revenue Code.

"SECTION 14. (1) Sections 1 to 9 of this 2023 Act and the amendments to ORS 180.095 by section 10 of this 2023 Act become operative
on July 1, 2024.

"(2) The amendments to section 5 of this 2023 Act by section 12 of
this 2023 Act become operative on January 1, 2026.

"(3) The amendments to section 9 of this 2023 Act by section 11 of
this 2023 Act become operative on January 1, 2026.".

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