	HOUSE COMMERCE AND ECONOMIC DEVELOPMENT COMMITTEE SUBSTITUTE FOR
1	HOUSE BILL 410
2	57TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2025
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10	AN ACT
11	RELATING TO DATA; ENACTING THE CONSUMER INFORMATION AND DATA
12	PROTECTION ACT; PROVIDING PROCESSES FOR THE COLLECTION AND
13	PROTECTION OF DATA; PROVIDING DUTIES; PROVIDING EXCEPTIONS;
14	PROVIDING INVESTIGATIVE AUTHORITY; PROVIDING CIVIL PENALTIES.
15	
16	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
17	SECTION 1. [<u>NEW MATERIAL</u>] SHORT TITLEThis act may be
18	cited as the "Consumer Information and Data Protection Act".
19	SECTION 2. [<u>NEW MATERIAL</u>] DEFINITIONSAs used in the
20	Consumer Information and Data Protection Act:
21	A. "affiliate" means a legal entity that shares
22	common branding with another legal entity or controls, is
23	controlled by or is under common control with another legal
24	entity. For the purposes of this subsection, "control" and
25	"controlled" mean:
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1 (1) ownership of, or the power to vote, more 2 than fifty percent of the outstanding shares of any class of 3 voting security of a company; 4 (2) control in any manner over the election of a majority of the directors or of individuals exercising 5 similar functions; or 6 7 (3) the power to exercise controlling 8 influence over the management of a company; 9 Β. "artificial intelligence" means an engineered or machine-based system that varies in its level of autonomy and 10 that can, for explicit or implicit objectives, infer from the 11 12 input it receives how to generate outputs that can influence physical or virtual environments; 13 "artificial intelligence services" means 14 C. services that provide users access to artificial intelligence 15 systems; 16 "authenticate" means to use reasonable means to D. 17 determine that a request to exercise any of the rights afforded 18 under Section 3 of the Consumer Information and Data Protection 19 Act is being made by, or on behalf of, the consumer who is 20 entitled to exercise such consumer rights with respect to the 21 personal data at issue; 22 "biometric data" means data generated by Ε. 23 automatic measurements of an individual's biological 24 characteristics, such as a fingerprint, a voiceprint, eye 25

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retinas, irises or other unique biological patterns or 2 characteristics that are used to identify a specific 3 "Biometric data" does not include: individual. (1) a digital or physical photograph; an audio or video recording; or (2) any data generated from a digital or (3) physical photograph, or an audio or video recording, unless such data is generated to identify a specific individual; "business associate" has the same meaning as F. provided in HIPAA; "child" means a person under the age of G. thirteen; "cloud computing services" means services that н. allow access to a scalable and elastic pool of shareable computing resources. Those computing resources include resources such as networks, servers or other infrastructure, storage, applications and services; I. "consent" means a clear affirmative act signifying a consumer's freely given, specific, informed and unambiguous agreement to allow the processing of personal data relating to the consumer. "Consent" may include a written statement, including by electronic means, or any other unambiguous affirmative action. "Consent" does not include: acceptance of a general or broad terms of (1) use or similar document that contains descriptions of personal .230941.3ms

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1 data processing along with other, unrelated information; 2 (2) hovering over, muting, pausing or closing 3 a given piece of content; or 4 (3) agreement obtained through the use of dark 5 patterns; "consumer" means an individual who is a resident 6 J. 7 of this state. "Consumer" does not include an individual 8 acting in a commercial or employment context or as an employee, 9 owner, director, officer or contractor of a company, partnership, sole proprietorship, nonprofit or government 10 agency whose communications or transactions with the controller 11 12 occur solely within the context of that individual's role with the company, partnership, sole proprietorship, nonprofit or 13 government agency; 14 Κ. "consumer health data" means any personal data 15 that a controller uses to identify a consumer's physical or 16 mental health condition or diagnosis and includes, but is not 17 limited to, gender-affirming health data and reproductive or 18 sexual health data; 19 "controller" means a person who, alone or L. 20 jointly with others, determines the purpose and means of 21 processing personal data; 22 "covered entity" has the same meaning as М. 23 provided in HIPAA; 24 "covered platform" means any legal entity that: N. 25 .230941.3ms - 4 -

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1	(1) conducts business in New Mexico or
2	produces or provides products or services that are targeted to
3	residents of New Mexico;
4	(2) offers artificial intelligence or cloud
5	computing services; and
6	(3) satisfies the following two thresholds:
7	(a) has gross annual revenues in excess
8	of ten billion dollars (\$10,000,000,000); and
9	(b) has at least fifty million United
10	States-based monthly active users at any point during the
11	twelve months preceding the filing of a complaint for an
12	alleged violation of this act;
13	0. "covered resident" means a natural person who
14	lives in or is domiciled in New Mexico;
15	P. "dark pattern" means a user interface designed
16	or manipulated with the substantial effect of subverting or
17	impairing user autonomy, decision making or choice and includes
18	any practice the federal trade commission refers to as a "dark
19	pattern";
20	Q. "decisions that produce legal or similarly
21	significant effects concerning the consumer" means decisions
22	made by the controller that result in the provision or denial
23	by the controller of financial or lending services, housing,
24	insurance, education enrollment or opportunity, criminal
25	justice, employment opportunities, health care services or

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1 access to essential goods or services; 2 "de-identified data" means data that cannot R. 3 reasonably be used to infer information about, or otherwise be 4 linked to, an identified or identifiable individual, or a 5 device linked to such individual, if the controller that 6 possesses such data: 7 (1)takes reasonable measures to ensure that such data cannot be associated with an individual; 8 9 (2) publicly commits to process such data only in a de-identified fashion and not attempt to re-identify such 10 data; and 11 12 (3) contractually obligates any recipients of such data to satisfy the criteria set forth in Paragraphs (1) 13 and (2) of this subsection; 14 s. "geofence" means any technology that uses global 15 positioning coordinates, cell tower connectivity, cellular 16 data, radio frequency identification, wireless fidelity 17 technology data or any other form of location detection, or any 18 combination of such coordinates, connectivity, data, 19 identification or other form of location detection, to 20 establish a virtual boundary; 21 "heightened risk of harm to minors" means т. 22 processing minors' personal data in a manner that presents any 23 reasonably foreseeable risk of: 24 any unfair or deceptive treatment of, or (1) 25 .230941.3ms

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1 any unlawful disparate impact on, minors; 2 any financial, physical or reputational (2) 3 injury to minors; or 4 (3) any physical or other intrusion upon the 5 solitude or seclusion, or the private affairs or concerns, of minors, if the intrusion would be offensive to a reasonable 6 7 person; U. "HIPAA" means the federal Health Insurance 8 Portability and Accountability Act of 1996, 42 USC 1320d et 9 10 seq.; "identified or identifiable individual" means an v. 11 12 individual who can be readily identified, directly or indirectly; 13 "institution of higher education" means any W. 14 individual who, or school, board, association, limited 15 liability company or corporation that, is licensed or 16 accredited to offer one or more programs of higher learning 17 leading to one or more degrees; 18 "mental health facility" means any health care Χ. 19 facility in which at least seventy percent of the health care 20 services provided in such facility are mental health services; 21 Υ. "nonprofit organization" means any organization 22 that is exempt from taxation under Section 501(c)(3), 23 501(c)(4), 501(c)(6) or 501(c)(12) of the Internal Revenue Code 24 of 1986, or any subsequent corresponding Internal Revenue Code 25 .230941.3ms

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1 of the United States, as amended from time to time; 2 "online service, product or feature" means any Z. 3 service, product or feature that is provided online. 4 service, product or feature" does not include any: 5 telecommunications service, as defined in (1)47 USC I 53; 6 7 (2) broadband internet access service, as 8 defined in 47 CFR 54.400; or 9 (3) delivery or use of a physical product; AA. "person" means an individual, association, 10 company, limited liability company, corporation, partnership, 11 12 sole proprietorship, trust or other legal entity; "personal data" means any information that is BB. 13 linked or reasonably linkable to an identified or identifiable 14 individual. "Personal data" does not include de-identified 15 data or publicly available information; 16 bracketed material] = delete "precise geolocation data" means information CC. 17 underscored material = new derived from technology, including global positioning system 18 level latitude and longitude coordinates or other mechanisms, 19 that directly identifies the specific location of an individual 20 with precision and accuracy within a radius of one thousand 21 seven hundred fifty feet. "Precise geolocation data" does not 22 include the content of communications or any data generated by 23 or connected to advanced utility metering infrastructure 24 systems or equipment for use by a utility; 25 .230941.3ms

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1 "process" means any operation or set of DD. 2 operations performed, whether by manual or automated means, on 3 personal data or on sets of personal data, such as the 4 collection, use, storage, disclosure, analysis, deletion or 5 modification of personal data; "processor" means a person who processes EE. 6 7 personal data on behalf of a controller; "profiling" means any form of automated 8 FF. 9 processing performed on personal data to evaluate, analyze or predict personal aspects related to an identified or 10 identifiable individual's economic situation, health, personal 11 12 preferences, interests, reliability, behavior, location or movements; 13 "protected health information" has the same GG. 14 meaning as provided in HIPAA; 15 "pseudonymous data" means personal data that HH. 16 cannot be attributed to a specific individual without the use 17 of additional information; provided that such additional 18 information is kept separately and is subject to appropriate 19 technical and organizational measures to ensure that the 20 personal data is not attributed to an identified or 21 identifiable individual; 22

II. "publicly available information" means
information that:

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is lawfully made available through

1 federal, state or municipal government records or widely 2 distributed media; and 3 (2) a controller has a reasonable basis to 4 believe a consumer has lawfully made available to the general 5 public; "reproductive or sexual health care" means any 6 JJ. 7 health care-related services or products rendered or provided 8 concerning a consumer's reproductive system or sexual well-9 being, including any such service or product rendered or provided concerning: 10 an individual health condition, status, (1)11 12 disease, diagnosis, diagnostic test or treatment; a social, psychological, behavioral or 13 (2) medical intervention; 14 a surgery or procedure, including an (3) 15 abortion; 16 (4) a use or purchase of a medication, 17 including, but not limited to, a medication used or purchased 18 for the purposes of an abortion; 19 (5) a bodily function, vital sign or symptom; 20 a measurement of a bodily function, vital (6) 21 sign or symptom; or 22 an abortion, including medical or (7) 23 nonmedical services, products, diagnostics, counseling or 24 follow-up services for an abortion; 25 .230941.3ms - 10 -

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1 KK. "reproductive or sexual health facility" means 2 any health care facility in which at least seventy percent of 3 the health care-related services or products rendered or 4 provided in such facility are reproductive or sexual health 5 care; "sale of personal data" means the exchange of 6 LL. 7 personal data for monetary or other valuable consideration by the controller to a third party. "Sale of personal data" does 8 not include: 9 (1) the disclosure of personal data to a 10 processor that processes the personal data on behalf of the 11 12 controller; the disclosure of personal data to a third (2)13 party for purposes of providing a product or service requested 14 by the consumer; 15 (3) the disclosure or transfer of personal 16 data to an affiliate of the controller; 17 (4) the disclosure of personal data where the 18 consumer directs the controller to disclose the personal data 19 or intentionally uses the controller to interact with a third 20 party; 21 the disclosure of personal data that the (5) 22 consumer intentionally made available to the general public via 23 a channel of mass media and did not restrict to a specific 24 audience; or 25 .230941.3ms - 11 -

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1	(6) the disclosure or transfer of personal
2	data to a third party as an asset that is part of a merger,
3	acquisition, bankruptcy or other transaction, or a proposed
4	merger, acquisition, bankruptcy or other transaction, in which
5	the third party assumes control of all or part of the
6	controller's assets;
7	MM. "sensitive data" means personal data that
8	includes:
9	(1) data revealing racial or ethnic origin,
10	religious beliefs, mental or physical health condition or
11	diagnosis, sex life, sexual orientation or citizenship or
12	immigration status;
13	(2) consumer health data;
14	(3) the processing of genetic or biometric
15	data for the purpose of uniquely identifying an individual;
16	(4) an individual's social security, driver's
17	license, state identification card or passport number;
18	(5) an individual's account log-in, financial
19	account, debit card or credit card number in combination with
20	any required security or access code, password or credentials
21	allowing access to an account;
22	(6) personal data collected from a known
23	child;
24	(7) data concerning an individual's status as
25	a victim of crime; or
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1	(8) precise geolocation data;
2	NN. "targeted advertising" means displaying
3	advertisements to a consumer where the advertisement is
4	selected based on personal data obtained or inferred from that
5	consumer's activities over time and across nonaffiliated
6	internet websites or online applications to predict such
7	consumer's preferences or interests. "Targeted advertising"
8	does not include:
9	(1) advertisements based on activities within
10	a controller's own internet website or online applications;
11	(2) advertisements based on the context of a
12	consumer's current search query, visit to an internet website
13	or online application;
14	(3) advertisements directed to a consumer in
15	response to the consumer's request for information or feedback;
16	or
17	(4) processing personal data solely to measure
18	or report advertising frequency, performance or reach;
19	00. "third party" means a person, such as a public
20	authority, agency or body, other than the consumer, controller
21	or processor or an affiliate of the processor or the
22	controller; and
23	PP. "verifiable covered resident request" means a
24	request that is made by a covered resident, by a covered
25	resident on behalf of the covered resident's minor child, by a
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1 natural person or a person registered with the secretary of 2 state authorized by the covered resident to act on the covered 3 resident's behalf or by a person who has power of attorney or 4 is acting as a conservator for the covered resident and that 5 the covered platform can verify, using commercially reasonable methods, to have the power of attorney or to be acting as a 6 7 conservator for the covered resident about whom the covered platform has sensitive data. A covered platform is not 8 obligated to provide information to a covered resident or to 9 delete personal information if the covered platform cannot 10 verify that the covered resident making the request is the 11 12 covered resident about whom the covered platform has collected sensitive data or is a person authorized by the covered 13 platform to act on the covered resident's behalf. 14

SECTION 3. [<u>NEW MATERIAL</u>] SCOPE OF ACT--EXEMPTIONS.--

A. The Consumer Information and Data Protection Act applies to persons that conduct business in this state and persons that produce products or services that are targeted to residents of this state and that during the preceding calendar year did any of the following:

(1) controlled or processed the personal data of at least thirty-five thousand consumers, excluding personal data controlled or processed solely for the purpose of completing a payment transaction; or

(2) controlled or processed the personal data.230941.3ms

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1 of at least ten thousand consumers and derived more than twenty 2 percent of its gross revenue from the sale of personal data. 3 Β. No person shall: 4 (1) provide any employee or contractor with 5 access to consumer health data unless the employee or contractor is subject to a contractual or statutory duty of 6 confidentiality; 7 provide any processor with access to 8 (2) 9 consumer health data unless such person and processor comply with Section 9 of the Consumer Information and Data Protection 10 Act; 11 12 (3) use a geofence to establish a virtual boundary that is within one thousand seven hundred fifty feet 13 of any mental health facility or reproductive or sexual health 14 facility for the purpose of identifying, tracking, collecting 15 data from or sending any notification to a consumer regarding 16 the consumer's consumer health data; or 17 (4) sell, or offer to sell, consumer health 18 data without first obtaining the consumer's consent. 19 The provisions of the Consumer Information and C. 20 Data Protection Act shall not apply to any: 21 (1) body, authority, board, bureau, 22 commission, district or agency of the state or of any political 23 subdivision of the state; 24 financial institution or data subject to (2) 25 .230941.3ms - 15 -

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1	Title V of the federal Gramm-Leach-Bliley Act (15 U.S.C.
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3	Section 6801 et seq.);
	(3) covered entity or business associate
4	governed by the privacy, security and breach notification rules
5	issued by the federal department of health and human services,
6	45 C.F.R. Parts 160 and 164 established pursuant to HIPAA, and
7	the Health Information Technology for Economic and Clinical
8	Health Act (P.L. 111-5);
9	(4) nonprofit organization; or
10	(5) institution of higher education.
11	D. The following information and data are exempt
12	from the Consumer Information and Data Protection Act:
13	(1) protected health information under HIPAA;
14	(2) patient identifying information for
15	purposes of 42 U.S.C. Section 290dd-2;
16	(3) identifiable private information for
17	purposes of the federal policy for the protection of human
18	subjects under 45 C.F.R. Part 46; identifiable private
19	information that is otherwise information collected as part of
20	human subjects research pursuant to the good clinical practice
21	guidelines issued by the international council for
22	harmonization of technical requirements for pharmaceuticals for
23	human use; the protection of human subjects under 21 C.F.R.
24	Parts 6, 50 and 56; or personal data used or shared in research
25	conducted in accordance with the requirements set forth in the
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1	Consumer Information and Data Protection Act or other research
2	conducted in accordance with applicable law;
3	(4) information and documents created for
4	purposes of the federal Health Care Quality Improvement Act of
5	1986 (42 U.S.C. Section 11101 et seq.);
6	(5) patient safety work product for purposes
7	of the federal Patient Safety and Quality Improvement Act of
8	2005 (42 U.S.C. Section 299b-21 et seq.);
9	(6) information derived from any of the health
10	care-related information listed in this subsection that is de-
11	identified in accordance with the requirements for de-
12	identification pursuant to HIPAA;
13	(7) information originating from, and
14	intermingled to be indistinguishable with, or information
15	treated in the same manner as information exempt under this
16	subsection that is maintained by a covered entity or business
17	associate as defined by HIPAA or a program or a qualified
18	service organization as defined by 42 U.S.C. Section 290dd-2;
19	(8) information used only for public health
20	activities and purposes as authorized by HIPAA;
21	(9) the collection, maintenance, disclosure,
22	sale, communication or use of any personal information bearing
23	on a consumer's credit worthiness, credit standing, credit
24	capacity, character, general reputation, personal
25	characteristics or mode of living by a consumer reporting
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1 agency or furnisher that provides information for use in a 2 consumer report and by a user of a consumer report but only to 3 the extent that such activity is regulated by and authorized 4 under the federal Fair Credit Reporting Act (15 U.S.C. Section 5 1681 et seq.); (10) personal data collected, processed, sold 6 7 or disclosed in compliance with the federal Driver's Privacy 8 Protection Act of 1994 (18 U.S.C. Section 2721 et seq.); 9 (11) personal data regulated by the federal Family Educational Rights and Privacy Act of 1974 (20 U.S.C. 10 Section 1232g et seq.); 11 12 (12) personal data collected, processed, sold or disclosed in compliance with the federal Farm Credit Act of 13 1971 (12 U.S.C. Section 2001 et seq.); and 14 data processed or maintained: (13)15 (a) in the course of an individual 16 applying to, employed by or acting as an agent or independent 17 contractor of a controller, processor or third party, to the 18 extent that the data is collected and used within the context 19 of that role; 20 as the emergency contact information (b) 21 of an individual under the Consumer Information and Data 22 Protection Act used for emergency contact purposes; or 23 (c) that is necessary to retain to 24 administer benefits for another individual relating to the 25 .230941.3ms

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1 individual under Subparagraph (a) of this paragraph and used 2 for the purposes of administering those benefits. 3 SECTION 4. [NEW MATERIAL] CONSUMER RIGHTS.--4 A. A consumer may invoke the consumer rights 5 authorized pursuant to this section at any time by submitting a request to a controller specifying the consumer rights the 6 7 consumer wishes to invoke. A known child's parent or legal 8 guardian may invoke such consumer rights on behalf of the child 9 regarding processing personal data belonging to the known child. A controller shall comply with an authenticated 10 consumer request to exercise the right: 11 12 (1) to confirm whether or not a controller is processing the consumer's personal data and to access such 13 personal data; 14 (2) to correct inaccuracies in the consumer's 15 personal data, taking into account the nature of the personal 16 bracketed material] = delete data and the purposes of the processing of the consumer's 17 personal data; 18 (3) to delete personal data provided by or 19 obtained about the consumer; 20 (4) to obtain a copy of the consumer's 21 personal data that the consumer previously provided to the 22 controller in a portable and, to the extent technically 23 feasible, readily usable format that allows the consumer to 24 transmit the data to another controller without hindrance, 25

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where the processing is carried out by automated means; and

(5) to opt out of the processing of the personal data for purposes of targeted advertising, the sale of personal data or profiling in furtherance of decisions that produce legal or similarly significant effects concerning the consumer.

7 B. A consumer may exercise rights under this section by a secure and reliable means established by the 8 9 controller and described to the consumer in the controller's privacy notice. In the case of processing personal data of a 10 known child, the parent or legal guardian may exercise such 11 12 consumer rights on the child's behalf. In the case of processing personal data concerning a consumer subject to a guardianship, conservatorship or other protective arrangement, the guardian or the conservator of the consumer may exercise 15 such rights on the consumer's behalf. 16

Except as otherwise provided in the Consumer C. Information and Data Protection Act, a controller shall comply with a request by a consumer to exercise the consumer rights authorized pursuant to Subsection A of this section as follows:

a controller shall respond to the consumer (1)without undue delay, but in all cases within forty-five days of receipt of the request submitted pursuant to the methods described in Subsection A of this section. The response period may be extended once by forty-five additional days when

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reasonably necessary, taking into account the complexity and number of the consumer's requests, so long as the controller informs the consumer of any such extension within the initial forty-five-day response period, together with the reason for the extension;

(2) if a controller declines to take action regarding the consumer's request, the controller shall inform the consumer without undue delay, but in all cases and at the latest within forty-five days of receipt of the request, of the justification for declining to take action and instructions for how to appeal the decision pursuant to Subsection D of this section;

(3) information provided in response to a consumer request shall be provided by a controller free of charge, up to twice annually per consumer. If requests from a consumer are manifestly unfounded, excessive or repetitive, the controller may charge the consumer a reasonable fee to cover the administrative costs of complying with the request or decline to act on the request. The controller bears the burden of demonstrating the manifestly unfounded, excessive or repetitive nature of the request;

(4) if a controller is unable to authenticate the request using commercially reasonable efforts, the controller shall not be required to comply with a request to initiate an action under Subsection A of this section and may

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1 request that the consumer provide additional information
2 reasonably necessary to authenticate the consumer and the
3 consumer's request;

(5) a controller that has obtained personal data about a consumer from a source other than the consumer shall be deemed in compliance with a consumer's request to delete such data pursuant to Paragraph (2) of Subsection A of this section by either:

9 (a) retaining a record of the deletion
10 request and the minimum data necessary for the purpose of
11 ensuring the consumer's personal data remains deleted from the
12 business's records and not using such retained data for any
13 other purpose pursuant to the provisions of the Consumer
14 Information and Data Protection Act; or

(b) opting the consumer out of the processing of such personal data for any purpose except for those exempted pursuant to the provisions of the Consumer Information and Data Protection Act; and

(6) providing an effective mechanism for a consumer to revoke the consumer's consent under this section that is at least as easy as the mechanism by which the consumer provided the consumer's consent and, upon revocation of such consent, cease to process the data as soon as practicable, but not later than fifteen days after the receipt of such request.

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D. A controller shall establish a process for a

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consumer to appeal the controller's refusal to take action on a 1 request within a reasonable period of time after the consumer's receipt of the decision pursuant to Paragraph (2) of Subsection The appeal process shall be conspicuously C of this section. available and similar to the process for submitting requests to initiate action pursuant to Subsection A of this section. Within sixty days of receipt of an appeal, a controller shall inform the consumer in writing of any action taken or not taken in response to the appeal, including a written explanation of the reasons for the decisions. If the appeal is denied, the controller shall also provide the consumer with an online mechanism, if available, or other method through which the consumer may contact the attorney general to submit a complaint.

SECTION 5. [<u>NEW MATERIAL</u>] AUTHORIZED AGENTS AND CONSUMER OPT-OUT.--A consumer may designate another person to serve as the consumer's authorized agent, and act on such consumer's behalf, to opt out of the processing of such consumer's personal data for one or more of the purposes specified in Section 4 of the Consumer Information and Data Protection Act. The consumer may designate such authorized agent by way of, among other things, a technology, including, but not limited to, an Internet link or a browser setting, browser extension or global device setting, indicating such consumer's intent to opt out of such processing. A controller shall comply with an

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1 opt-out request received from an authorized agent if the 2 controller is able to verify, with commercially reasonable 3 effort, the identity of the consumer and the authorized agent's 4 authority to act on such consumer's behalf. 5 SECTION 6. [<u>NEW MATERIAL</u>] DATA CONTROLLER RESPONSIBILITIES -- TRANSPARENCY .--6 7 A. A controller shall: 8 limit the collection of personal data to (1)9 what is adequate, relevant and reasonably necessary in relation to the purposes for which such data is processed, as disclosed 10 to the consumer; 11 12 (2) except as otherwise provided in the Consumer Information and Data Protection Act, not process 13 personal data for purposes that are neither reasonably 14 necessary to nor compatible with the disclosed purposes for 15 which such personal data is processed, as disclosed to the 16 consumer, unless the controller obtains the consumer's consent; 17 establish, implement and maintain (3) 18 reasonable administrative, technical and physical data security 19 practices to protect the confidentiality, integrity and 20 accessibility of personal data. Data security practices shall 21 be appropriate to the volume and nature of the personal data at 22 issue; 23 (4) not process personal data in violation of 24 state and federal laws that prohibit unlawful discrimination 25

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against consumers. A controller shall not discriminate against a consumer for exercising any of the consumer rights contained in the Consumer Information and Data Protection Act, including denying goods or services, charging different prices or rates for goods or services or providing a different level of quality of goods and services to the consumer. However, nothing in this subsection shall be construed to require a controller to provide a product or service that requires the personal data of a consumer that the controller does not collect or maintain or to prohibit a controller from offering a different price, rate, level, quality or selection of goods or services to a consumer, including offering goods or services for no fee, if the consumer has exercised the consumer's right to opt out pursuant to Section 4 of the Consumer Information and Data Protection Act or the offer is related to a consumer's voluntary participation in a bona fide loyalty, rewards, premium features, discounts or club card program; and

(5) not process sensitive data concerning a consumer without obtaining the consumer's consent or, in the case of the processing of sensitive data concerning a known child, without processing such data in accordance with the federal Children's Online Privacy Protection Act of 1998 (15 U.S.C. Section 6501 et seq.).

B. Any provision of a contract or agreement of any kind that purports to waive or limit in any way consumer rights

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pursuant to the Consumer Information and Data Protection Act shall be deemed contrary to public policy and shall be void and unenforceable.

C. A controller shall provide consumers with a
reasonably accessible, clear and meaningful privacy notice that
includes:

7 (1) the categories of personal data processed8 by the controller;

(2) the purpose for processing personal data;

10 (3) how consumers may exercise their consumer 11 rights, including how a consumer may appeal a controller's 12 decision with regard to the consumer's request;

(4) the categories of personal data that the controller shares with third parties, if any;

(5) the categories of third parties, if any, with which the controller shares personal data; and

(6) an active electronic mail address or other online mechanism that the consumer may use to contact the controller.

D. If a controller sells personal data to third parties or processes personal data for targeted advertising, the controller shall clearly and conspicuously disclose such processing, as well as the manner in which a consumer may exercise the right to opt out of such processing.

E. A controller shall establish, and shall describe .230941.3ms

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in a privacy notice, one or more secure and reliable means for 2 consumers to submit a request to exercise their consumer rights under the Consumer Information and Data Protection Act. Such means shall take into account the ways in which consumers normally interact with the controller, the need for secure and reliable communication of such requests and the ability of the controller to authenticate the identity of the consumer making the request. Controllers shall not require a consumer to create a new account in order to exercise consumer rights pursuant to Section 4 of the Consumer Information and Data Protection Act but may require a consumer to use an existing account.

Subject to the consent requirement established F. by Section 4 of the Consumer Information and Data Protection Act, no controller shall process any personal data collected from a known child:

for the purposes of targeted advertising, (1)the sale of such personal data or profiling in furtherance of decisions that produce legal or similarly significant effects concerning a consumer;

unless such processing is reasonably (2)necessary to provide the online service, product or feature;

(3) for any processing purpose other than the processing purpose that the controller disclosed at the time such controller collected such personal data or that is

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1	reasonably necessary for and compatible with such disclosed
2	purpose; or
3	(4) for longer than is reasonably necessary to
4	provide the online service, product or feature.
5	G. Subject to the consent requirement established
6	by Section 4 of the Consumer Information and Data Protection
7	Act, no controller shall collect precise geolocation data from
8	a known child unless:
9	(1) such precise geolocation data is
10	reasonably necessary for the controller to provide an online
11	service, product or feature and, if such data is necessary to
12	provide such online service, product or feature, such
13	controller shall only collect such data for the time necessary
14	to provide such online service, product or feature; and
15	(2) the controller provides to the known child
16	a signal indicating that such controller is collecting such
17	precise geolocation data, which signal shall be available to
18	such known child for the entire duration of such collection.
19	H. No controller shall engage in the activities
20	described in Subsections F and G of Section 4 of the Consumer
21	Information and Data Protection Act unless the controller
22	obtains consent from the child's parent or legal guardian in
23	accordance with the federal Children's Online Privacy
24	Protection Act of 1998 (15 U.S.C. Section 6501 et seq.).
25	SECTION 7. [<u>NEW MATERIAL</u>] DATA CONTROLLER
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1 RESPONSIBILITIES -- ONLINE SERVICE, PRODUCT OR FEATURE.--2 Each controller that offers an online service, Α. 3 product or feature to consumers who are minors younger than the age of eighteen, whom the controller has actual knowledge or 4 5 willfully disregards that they are minors younger than the age of eighteen, shall use reasonable care to avoid any heightened 6 7 risk of harm to such minors caused by the online service, product or feature. 8 Subject to the consent requirement established 9 Β. in Subsection D of this section, no controller that offers any 10 online service, product or feature to consumers whom the 11 12 controller has actual knowledge or willfully disregards are minors younger than the age of eighteen shall: 13 process personal data of any minor younger (1) 14 than the age of eighteen for the purposes of: 15 (a) targeted advertising; 16 any sale of personal data; or (b) 17 (c) profiling in furtherance of any 18 fully automated decision made by such controller that produces 19 any legal or similarly significant effect concerning the 20 provision or denial by such controller of any financial or 21 lending services, housing, insurance, education enrollment or 22 opportunity, criminal justice, employment opportunity, health 23 care services or access to essential goods or services, unless 24 such processing is reasonably necessary to provide the online 25 .230941.3ms - 29 -

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service, product or feature, or for any processing purpose other than the processing purpose that the controller disclosed at the time the controller collected the personal data, or that is reasonably necessary for, and compatible with, the processing purpose described in this subsection, or for longer than is reasonably necessary to provide the online service, product or feature; or

(2) use any system design feature to significantly increase, sustain or extend any minor younger than the age of eighteen's use of such online service, product or feature. The provisions of this subsection shall not apply to any service or application that is used by and under the direction of an educational entity, including a learning management system or a student engagement program.

C. Subject to the consent requirement established in Subsection D of this section, no controller that offers an online service, product or feature to consumers whom the controller has actual knowledge, or willfully disregards, are minors younger than the age of eighteen shall collect the minor's precise geolocation data unless:

(1) precise geolocation data is reasonably necessary for the controller to provide the online service, product or feature and, if the data are necessary to provide the online service, product or feature, the controller may only collect the data for the time necessary to provide the online

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1 service, product or feature; and

(2) the controller provides to the minor a signal indicating that the controller is collecting the precise geolocation data, which signal shall be available to the minor for the entire duration of such collection.

D. No controller shall engage in the activities described in Subsections B and C of this section unless the controller obtains the consent of the minor younger than the age of eighteen, or, if the minor is younger than thirteen years of age, the consent of the minor's parent or legal guardian. A controller that complies with the verifiable parental consent requirements established in the federal Children's Online Privacy Protection Act of 1998, 1S USC 6501 et seq., and the regulations, rules, guidance and exemptions adopted pursuant to that act, as that act and the regulations, rules, guidance and exemptions may be amended from time to time, shall be deemed to have satisfied any requirement to obtain parental consent under this subsection.

E. No controller that offers any online service, product or feature to consumers whom the controller has actual knowledge, or willfully disregards, are minors younger than the age of eighteen shall:

(1) provide any consent mechanism that is designed to substantially subvert or impair, or is manipulated with the effect of substantially subverting or impairing, user

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1	autonomy, decision-making or choice; or
2	(2) except as provided in Subsection F of this
3	section, offer any direct messaging apparatus for use by minors
4	without providing readily accessible and easy-to-use safeguards
5	to limit the ability of adults to send unsolicited
6	communications to minors with whom they are not connected.
7	F. The provisions of Paragraph (2) of Subsection B
8	of this section shall not apply to services when the
9	predominant or exclusive function is:
10	(1) electronic mail; or
11	(2) direct messaging consisting of text,
12	photos or videos that are sent between devices by electronic
13	means, if messages are:
14	(a) shared between the sender and the
15	recipient;
16	(b) only visible to the sender and the
17	recipient; and
18	(c) not posted publicly.
19	SECTION 8. [<u>NEW MATERIAL</u>] DATA CONTROLLER
20	RESPONSIBILITIESONLINE SERVICE, PRODUCT OR FEATUREDATA
21	PROTECTION ASSESSMENTS, REVIEW AND RECORD KEEPING
22	A. Each controller that, on or after one year after
23	the effective date of the Consumer Information and Data
24	Protection Act, offers any online service, product or feature
25	to consumers whom the controller has actual knowledge, or
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1 willfully disregards, are minors younger than the age of 2 eighteen shall conduct a data protection assessment for such 3 online service, product or feature: 4 (1)in a manner that is consistent with the 5 requirements established in Section 7 of that act; and (2) that addresses: 6 7 (a) the purpose of the online service, product or feature; 8 (b) the categories of minors' personal 9 data that the online service, product or feature processes; 10 (c) the purposes for which the 11 12 controller processes minors' personal data with respect to the online service, product or feature; and 13 (d) any heightened risk of harm to 14 minors that is a reasonably foreseeable result of offering the 15 online service, product or feature to minors. 16 Each controller that conducts a data protection Β. 17 assessment pursuant to Subsection A of this section shall: 18 (1) review the data protection assessment as 19 necessary to account for any material change to the processing 20 operations of the online service, product or feature that is 21 the subject of the data protection assessment; and 22 maintain documentation concerning the data (2) 23 protection assessment for the longer of: 24 the three-year period beginning on (a) 25 .230941.3ms

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the date on which the processing operations cease; or

2 as long as the controller offers the (b) 3 online service, product or feature.

C. A single data protection assessment may address a comparable set of processing operations that include similar activities.

D. If a controller conducts a data protection assessment for the purpose of complying with another applicable 8 9 law or regulation, the data protection assessment shall be deemed to satisfy the requirements established in this section if the data protection assessment is reasonably similar in 12 scope and effect to the data protection assessment that would otherwise be conducted pursuant to this section. 13

Ε. If a controller conducts a data protection assessment pursuant to Subsection A of this section and determines that the online service, product or feature that is the subject of the assessment poses a heightened risk of harm to minors, the controller shall establish and implement a plan to mitigate or eliminate the risk.

F. Data protection assessments shall be confidential and shall be exempt from disclosure under the Inspection of Public Records Act. To the extent that any information contained in a data protection assessment disclosed to the attorney general includes information subject to attorney-client privilege or work product protection, the

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1 disclosure shall not constitute a waiver of the privilege or 2 protection.

3 SECTION 9. [<u>NEW MATERIAL</u>] RESPONSIBILITIES OF CONTROLLER
4 AND PROCESSOR.--

A. A processor shall adhere to the instructions of a controller and shall assist the controller in meeting its obligations under the Consumer Information and Data Protection Act. Such assistance shall include:

9 (1) taking into account the nature of
10 processing and the information available to the processor, by
11 appropriate technical and organizational measures, insofar as
12 this is reasonably practicable, to fulfill the controller's
13 obligation to respond to consumer rights requests pursuant to
14 Section 4 of the Consumer Information and Data Protection Act;

(2) taking into account the nature of processing and the information available to the processor, by assisting the controller in meeting the controller's obligations in relation to the security of processing the personal data and in relation to the notification of a breach of security of the system of the processor pursuant to the Consumer Information and Data Protection Act in order to meet the controller's obligations; and

(3) providing necessary information to enable the controller to conduct and document data protection assessments pursuant to the Consumer Information and Data

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1 Protection Act.

2 B. A contract between a controller and a processor 3 shall govern the processor's data processing procedures with 4 respect to processing performed on behalf of the controller. 5 The contract shall be binding and clearly set forth instructions for processing data, the nature and purpose of 6 7 processing, the type of data subject to processing, the 8 duration of processing and the rights and obligations of both 9 parties. The contract shall also include requirements that the processor shall: 10 ensure that each person processing (1)11 12 personal data is subject to a duty of confidentiality with respect to the data; 13 at the controller's direction, delete or 14 (2) return all personal data to the controller as requested at the 15 end of the provision of services, unless retention of the 16 personal data is required by law; 17 (3) upon the reasonable request of the 18 controller, make available to the controller all information in 19 its possession necessary to demonstrate the processor's 20 compliance with the obligations in the Consumer Information and 21 Data Protection Act; 22 allow, and cooperate with, reasonable (4) 23

assessor; alternatively, the processor may arrange for a

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qualified and independent assessor to conduct an assessment of 2 the processor's policies and technical and organizational 3 measures in support of the obligations under the Consumer Information and Data Protection Act using an appropriate and accepted control standard or framework and assessment procedure for such assessments. The processor shall provide a report of 7 such assessment to the controller upon request; and

8 engage any subcontractor pursuant to a (5) written contract in accordance with this section that requires 9 the subcontractor to meet the obligations of the processor with 10 respect to the personal data. 11

C. Nothing in this section shall be construed to relieve a controller or a processor from the liabilities imposed on it by virtue of its role in the processing relationship as defined by the Consumer Information and Data Protection Act.

D. Determining whether a person is acting as a controller or processor with respect to a specific processing of data is a fact-based determination that depends upon the context in which personal data is to be processed. A processor that continues to adhere to a controller's instructions with respect to a specific processing of personal data remains a processor.

SECTION 10. [NEW MATERIAL] DATA PROTECTION ASSESSMENTS .--A controller shall conduct and document a data Α.

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1 protection assessment of each of the following processing 2 activities involving personal data: 3 (1) the processing of personal data for 4 purposes of targeted advertising; 5 the sale of personal data; (2) the processing of personal data for 6 (3) 7 purposes of profiling, where such profiling presents a 8 reasonably foreseeable risk of: 9 (a) unfair or deceptive treatment of, or unlawful disparate impact on, consumers; 10 financial, physical or reputational (b) 11 12 injury to consumers; (c) a physical or other intrusion upon 13 the solitude or seclusion, or the private affairs or concerns, 14 of consumers, where such intrusion would be offensive to a 15 reasonable person; or 16 (d) other substantial injury to 17 18 consumers; the processing of sensitive data; and (4) 19 (5) any processing activities involving 20 personal data that present a heightened risk of harm to 21 consumers. 22 Data protection assessments conducted pursuant Β. 23 to Subsection A of this section shall identify and weigh the 24 benefits that may flow, directly and indirectly, from the 25 .230941.3ms - 38 -

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processing to the controller, the consumer, other stakeholders and the public against the potential risks to the rights of the consumer associated with such processing, as mitigated by safeguards that can be employed by the controller to reduce such risks. The use of de-identified data and the reasonable expectations of consumers, as well as the context of the processing and the relationship between the controller and the consumer whose personal data will be processed, shall be factored into this assessment by the controller.

C. The attorney general may request, pursuant to a civil investigative demand, that a controller disclose any data protection assessment that is relevant to an investigation conducted by the attorney general, and the controller shall make the data protection assessment available to the attorney general. The attorney general may evaluate the data protection assessment for compliance with the responsibilities set forth in Subsection A of this section. Data protection assessments shall be confidential and exempt from public inspection and copying under the Inspection of Public Records Act. The disclosure of a data protection assessment pursuant to a request from the attorney general shall not constitute a waiver of attorney-client privilege or work product protection with respect to the assessment and any information contained in the assessment.

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D. A single data protection assessment may address

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1 a comparable set of processing operations that include similar 2 activities.

E. Data protection assessments conducted by a controller for the purpose of compliance with other laws or regulations may comply under this section if the assessments have a reasonably comparable scope and effect.

F. Data protection assessment requirements shall apply to processing activities created or generated after the effective date of the Consumer Information and Data Protection Act and are not retroactive.

SECTION 11. [<u>NEW MATERIAL</u>] PROCESSING DE-IDENTIFIED DATA.--

A. The controller in possession of de-identified data shall:

(1) take reasonable measures to ensure thatthe data cannot be associated with a natural person;

(2) publicly commit to maintaining and using de-identified data without attempting to re-identify the data; and

(3) contractually obligate any recipients of the de-identified data to comply with all provisions of the Consumer Information and Data Protection Act.

B. Nothing in the Consumer Information and Data Protection Act shall be construed to require a controller or processor to re-identify de-identified data or pseudonymous

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data or maintain data in identifiable form, or collect, obtain, retain or access any data or technology, in order to be capable of associating an authenticated consumer request with personal data.

C. Nothing in the Consumer Information and Data
Protection Act shall be construed to require a controller or
processor to comply with an authenticated consumer rights
request, pursuant to Section 4 of the Consumer Information and
Data Protection Act, if all of the following are true:

(1) the controller is not reasonably capable of associating the request with the personal data or it would be unreasonably burdensome for the controller to associate the request with the personal data;

(2) the controller does not use the personal data to recognize or respond to the specific consumer who is the subject of the personal data or associate the personal data with other personal data about the same specific consumer; and

(3) the controller does not sell the personal data to any third party or otherwise voluntarily disclose the personal data to any third party other than a processor, except as otherwise permitted in this section.

D. The consumer rights contained in Section 4 of the Consumer Information and Data Protection Act shall not apply to pseudonymous data in cases where the controller is able to demonstrate any information necessary to identify the

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1 consumer is kept separately and is subject to effective 2 technical and organizational controls that prevent the 3 controller from accessing such information. 4 Ε. A controller that discloses pseudonymous data or 5 de-identified data shall exercise reasonable oversight to monitor compliance with any contractual commitments to which 6 7 the pseudonymous data or de-identified data is subject and 8 shall take appropriate steps to address any breaches of those contractual commitments. 9 SECTION 12. [NEW MATERIAL] LIMITATIONS.--10 Nothing in the Consumer Information and Data 11 Α. 12 Protection Act shall be construed to restrict a controller's or processor's ability to: 13 comply with federal, state or local laws, 14 (1) rules or regulations; 15 comply with a civil, criminal or (2) 16 bracketed material] = delete regulatory inquiry, investigation, subpoena or summons by 17 federal, state, local or other governmental authorities; 18 cooperate with law enforcement agencies (3) 19 concerning conduct or activity that the controller or processor 20 reasonably and in good faith believes may violate federal, 21 state or local laws, rules or regulations; 22 investigate, establish, exercise, prepare (4) 23 for or defend legal claims; 24 provide a product or service specifically (5) 25 .230941.3ms - 42 -

1 requested by a consumer, perform a contract to which the 2 consumer is a party, including fulfilling the terms of a 3 written warranty, or take steps at the request of the consumer 4 prior to entering into a contract; 5 take immediate steps to protect an (6) interest that is essential for the life or physical safety of 6 7 the consumer or of another natural person and where the processing cannot be manifestly based on another legal basis; 8 (7) prevent, detect, protect against or 9 respond to security incidents, identity theft, fraud, 10 harassment, malicious or deceptive activities or any illegal 11 12 activity; preserve the integrity or security of systems; or investigate, report or prosecute those responsible for any such 13 action; 14 (8) engage in public or peer-reviewed 15 scientific or statistical research in the public interest that 16 adheres to all other applicable ethics and privacy laws and is 17 approved, monitored and governed by an institutional review 18 board or similar independent oversight entities that determine: 19 if the deletion of the information (a) 20 is likely to provide substantial benefits that do not 21 exclusively accrue to the controller; 22 (b) the expected benefits of the 23 research outweigh the privacy risks; and 24 (c) if the controller has implemented 25 .230941.3ms - 43 -

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1 reasonable safeguards to mitigate privacy risks associated with 2 research, including any risks associated with re-3 identification; or 4 (9) assist another controller, processor or 5 third party with any of the obligations under this subsection. The obligations imposed on controllers or 6 Β. 7 processors under the Consumer Information and Data Protection 8 Act shall not restrict a controller's or processor's ability to 9 collect, use or retain data to: (1) conduct internal research to develop, 10 improve or repair products, services or technology; 11 12 (2) effectuate a product recall; identify and repair technical errors that 13 (3) impair existing or intended functionality; or 14 perform internal operations that are (4) 15 reasonably aligned with the expectations of the consumer or 16 reasonably anticipated based on the consumer's existing 17 relationship with the controller or are otherwise compatible 18 with processing data in furtherance of the provision of a 19 product or service specifically requested by a consumer or the 20 performance of a contract to which the consumer is a party. 21 C. The obligations imposed on controllers or 22 processors under the Consumer Information and Data Protection 23 Act shall not apply where compliance by the controller or 24 processor with that act would violate an evidentiary privilege 25 .230941.3ms

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under the laws of the state. Nothing in that act shall be construed to prevent a controller or processor from providing personal data concerning a consumer to a person covered by an evidentiary privilege under the laws of the state as part of a privileged communication.

D. A controller or processor that discloses personal data to a third-party controller or processor, in compliance with the requirements of the Consumer Information and Data Protection Act, is not in violation of that act if the third-party controller or processor that receives and processes such personal data is in violation of that act; provided that, at the time of disclosing the personal data, the disclosing controller or processor did not have actual knowledge that the recipient intended to commit a violation. A third-party controller or processor in compliance with the requirements of that act is likewise not in violation of that act for the transgressions of the controller or processor from which it receives such personal data.

E. Nothing in the Consumer Information and Data Protection Act shall be construed as an obligation imposed on controllers and processors that adversely affects the rights or freedoms of any persons, such as exercising the right of free speech pursuant to the first amendment to the United States constitution, or applies to the processing of personal data by

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1 a person in the course of a purely personal or household 2 activity.

F. Personal data processed by a controller pursuant to this section shall not be processed for any purpose other than those expressly listed in this section unless otherwise allowed by the Consumer Information and Data Protection Act. Personal data processed by a controller pursuant to this section may be processed to the extent that such processing is:

9 (1) reasonably necessary and proportionate to10 the purposes listed in this section; and

(2) adequate, relevant and limited to what is necessary in relation to the specific purposes listed in this section. Personal data collected, used or retained pursuant to Subsection B of this section shall, where applicable, take into account the nature and purpose or purposes of such collection, use or retention. Such data shall be subject to reasonable administrative, technical and physical measures to protect the confidentiality, integrity and accessibility of the personal data and to reduce reasonably foreseeable risks of harm to consumers relating to such collection, use or retention of personal data.

G. If a controller processes personal data pursuant to an exemption in this section, the controller bears the burden of demonstrating that such processing qualifies for the exemption and complies with the requirements in Subsection F of

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1 this section. 2 Processing personal data for the purposes н. 3 expressly identified in Subsection A of this section shall not solely make an entity a controller with respect to such 4 5 processing. SECTION 13. [NEW MATERIAL] REQUESTING REMOVAL OF DATA--6 7 ENFORCEMENT . --A. A covered resident shall have the right to 8 9 request that a covered platform that processes sensitive data about the covered resident disclose to the covered resident the 10 11 following: 12 (1)the categories of sensitive data that the covered platform has collected about the covered resident; 13 14 (2) the sources from which the sensitive data is collected; 15 (3) the business or commercial purpose for 16 collecting, selling or sharing sensitive data; and 17 (4) the third parties to whom the covered 18 platform discloses sensitive data. 19 Β. A covered resident shall have the right to 20 request that a covered platform delete any sensitive data about 21 the covered resident that the covered platform has collected. 22 C. A covered resident may exercise the rights set 23 forth in this section by submitting a request, at any time, to 24 a covered platform. The covered platform shall do the 25 .230941.3ms

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1 following to comply with this section:

2 make available to covered residents two or (1)3 more designated methods for submitting a request for disclosure 4 or deletion of sensitive data, including, at a minimum, an 5 email address for submitting requests. The method for submitting requests shall be user-friendly, clearly described 6 7 and easy to use by an average covered resident and shall not 8 require that the covered resident provide additional 9 information beyond what is necessary;

(2) disclose and deliver the required information to a covered resident or delete a covered resident's sensitive data within thirty days of receiving a verifiable covered resident request from the covered resident. The covered platform shall promptly take steps to determine whether the request is a verifiable covered resident request, but this shall not extend the covered platform's duty to disclose and deliver the information or to delete the information within thirty days of receipt of the covered resident's request; and

(3) the covered platform may require authentication of the covered resident that is reasonable in light of the nature of the personal information requested but shall not require the covered resident to create an account with the covered platform in order to make a verifiable covered resident request; provided that, if the covered resident has an

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account with the covered platform, the covered platform may require the covered resident to use that account to submit a verifiable covered resident request.

D. The attorney general may enforce the provisions of this section. Whenever the attorney general has reasonable cause to believe that any person has engaged in, is engaging in or is about to engage in any violation of this section, the attorney general is empowered to issue a civil investigative demand. A person issued an investigative demand shall produce the material sought and shall permit it to be copied and inspected. The demand of the attorney general and any material produced in response to it shall not be a matter of public record and shall not be published by the attorney general except by order of the court.

E. Upon reasonable belief that there has been a violation of this section, the attorney general:

(1) may bring an action in the name of the state to enforce the provisions of this section;

(2) may petition the court for injunctive
relief;

(3) shall not be required to post bond whenseeking a temporary or permanent injunction; and

(4) may recover on behalf of the state a
penalty of ten thousand dollars (\$10,000) for each violation of
this section.

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1 SECTION 14. [<u>NEW MATERIAL</u>] DATA IN THE POSSESSION OF 2 FEDERAL AGENCIES.--

A. No person may share, disclose, re-disclose or otherwise disseminate a covered resident's sensitive data in the possession of a federal agency without the consent of the covered resident, except where that disclosure is pursuant to a law lawfully enacted by the federal government.

8 B. The federal government may not, without lawfully
9 preempting state law, interfere with the rights specified in
10 this section.

C. The attorney general may enforce the provisions of this section. Whenever the attorney general has reasonable cause to believe that any person has engaged in, is engaging in or is about to engage in any violation of the Consumer Information and Data Protection Act, the attorney general is empowered to issue a civil investigative demand. A person issued an investigative demand shall produce the material sought and shall permit it to be copied and inspected. The demand of the attorney general and any material produced in response to it shall not be a matter of public record and shall not be published by the attorney general except by order of the court. Upon reasonable belief that there has been a violation of this section, the attorney general:

(1) may bring an action in the name of the state to enforce the provisions of this section;

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1 may petition the court for injunctive (2) 2 relief: 3 shall not be required to post bond when (3) 4 seeking a temporary or permanent injunction; and 5 (4) may recover on behalf of the state a penalty of ten thousand dollars (\$10,000) for each violation of 6 7 this section. [NEW MATERIAL] INVESTIGATIVE AUTHORITY .--8 SECTION 15. 9 Whenever the attorney general has reasonable cause to believe that any person has engaged in, is engaging in or is about to 10 engage in any violation of the Consumer Information and Data 11 12 Protection Act, the attorney general is empowered to issue a civil investigative demand. 13 **SECTION 16.** [NEW MATERIAL] ENFORCEMENT--CIVIL 14 PENALTIES.--15 The attorney general shall have authority to Α. 16 enforce the provisions of the Consumer Information and Data 17 Protection Act. 18 Prior to initiating any action under the Β. 19 Consumer Information and Data Protection Act other than as 20 specified in Section 13 or 14 of that act, the attorney general 21 shall provide a controller or processor thirty days' written 22 notice identifying the specific provisions of the Consumer 23 Information and Data Protection Act the attorney general 24 alleges have been or are being violated. If within the thirty-25 .230941.3ms

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day period the controller or processor cures the noticed violation and provides the attorney general an express written statement that the alleged violations have been cured and that no further violations shall occur, no action shall be initiated against the controller or processor.

C. If a controller or processor continues to violate the Consumer Information and Data Protection Act following the cure period in Subsection B of this section or breaches an express written statement provided to the attorney general under that subsection, the attorney general may initiate an action and may seek an injunction to restrain any violations of that act and civil penalties of up to ten thousand dollars (\$10,000) for each violation under that act.

D. The attorney general may recover reasonable attorney fees and costs of investigation and enforcement whenever a court finds a violation of the Consumer Information and Data Protection Act.

E. Nothing in the Consumer Information and Data Protection Act shall be construed as providing the basis for, or be subject to, a private right of action for violations of that act or under any other law.

SECTION 17. [<u>NEW MATERIAL</u>] SEVERABILITY.--

A. Every provision, section, subsection, sentence, clause, phrase or word in the Consumer Information and Data Protection Act, and every application of the provisions in that

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act, are severable from each other.

2 If any application of any provision in the Β. 3 Consumer Information and Data Protection Act to any person, 4 group of persons or circumstances is found by a court to be 5 invalid or unconstitutional, the remaining applications of that provision to all other persons and circumstances shall be 6 7 severed and shall not be affected. All constitutionally valid applications of the Consumer Information and Data 8 9 Protection Act shall be severed from any applications that a court finds to be invalid, leaving the valid applications in 10 force, because it is the legislature's intent and priority that 11 12 the valid applications be allowed to stand alone. Even if a reviewing court finds a provision of the Consumer Information 13 and Data Protection Act to impose an undue burden in a large or 14 substantial fraction of relevant cases, the applications that 15 do not present an undue burden shall be severed from the 16 remaining applications, shall remain in force and shall be 17 treated as if the legislature had enacted a statute limited to 18 the persons, group of persons or circumstances for which the 19 statute's application does not present an undue burden. 20

C. If any court declares or finds a provision of the Consumer Information and Data Protection Act facially unconstitutional, when discrete applications of that provision can be enforced against a person, group of persons or circumstances without violating the United States constitution

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and the constitution of New Mexico, those applications shall be severed from all remaining applications of the provision, and the provision shall be interpreted as if the legislature had enacted a provision limited to the persons, group of persons or circumstances for which the provision's application will not violate the United States constitution and the constitution of New Mexico.

8 The legislature further declares that it would D. 9 have enacted the Consumer Information and Data Protection Act, and each provision, section, subsection, sentence, clause, 10 phrase or word, and all constitutional applications of that 11 12 act, regardless of the fact that any provision, section, subsection, sentence, clause, phrase or word, or applications 13 of that act, were to be declared unconstitutional or to 14 represent an undue burden. 15

E. If any provision of the Consumer Information and Data Protection Act is found by any court to be unconstitutionally vague, then the applications of that provision that do not present constitutional vagueness problems shall be severed and remain in force.

F. No court may decline to enforce the severability requirements of Subsections A through E of this section on the ground that severance would rewrite the statute or involve the court in legislative or lawmaking activity. A court that declines to enforce or enjoins a state official from enforcing

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1 a statutory provision does not rewrite a statute, as the 2 statute continues to contain the same words as before the court's decision. A judicial injunction or declaration of 3 4 unconstitutionality: 5 is nothing more than an edict prohibiting (1) enforcement that may subsequently be vacated by a later court 6 7 if that court has a different understanding of the requirements of the constitution of New Mexico or the United States 8 9 constitution; (2) is not a formal amendment of the language 10 in a statute; and 11 12 (3) no more rewrites a statute than a decision by the executive not to enforce a duly enacted statute in a 13 limited and defined set of circumstances. 14 - 55 -15 16 17 18 19 20 21 22 23 24 25 .230941.3ms

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