# Calendar No. 288

118TH CONGRESS 1ST SESSION

**S. 1418** 

To amend the Children's Online Privacy Protection Act of 1998 to strengthen protections relating to the online collection, use, and disclosure of personal information of children and teens, and for other purposes.

# IN THE SENATE OF THE UNITED STATES

MAY 3, 2023

Mr. MARKEY (for himself and Mr. CASSIDY) introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

DECEMBER 13, 2023

Reported by Ms. CANTWELL, with an amendment

[Strike out all after the enacting clause and insert the part printed in italic]

# A BILL

- To amend the Children's Online Privacy Protection Act of 1998 to strengthen protections relating to the online collection, use, and disclosure of personal information of children and teens, and for other purposes.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

#### 1 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

- 2 (a) SHORT TITLE.—This Act may be eited as the
- 3 "Children and Teens' Online Privacy Protection Act".
- 4 (b) TABLE OF CONTENTS.—The table of contents for
- 5 this Act is as follows:
  - See. 1. Short title; table of contents.
  - See. 2. Definitions.
  - See. 3. Online collection, use, and disclosure of personal information of children and teens.
  - See. 4. Fair Information Practices Principles.
  - See. 5. Digital Marketing Bill of Rights for Teens.
  - See. 6. Targeted marketing to children or teens.
  - See. 7. Removal of content.
  - See. 8. Rule for treatment of users of websites, services, and applications directed to children or teens.
  - See. 9. Study of mobile and online application oversight.
  - See. 10. Youth Privacy and Marketing Division.
  - Sec. 11. Enforcement and applicability.
  - See. 12. GAO study.

#### 6 SEC. 2. DEFINITIONS.

- 7 (a) IN GENERAL.—In this Act:
- 8 (1) COMMISSION.—The term "Commission"
- 9 means the Federal Trade Commission.
- 10 (2) STANDARDS.—The term "standards" means
- 11 benchmarks, guidelines, best practices, methodolo-
- 12 gies, procedures, and processes.
- 13 (b) OTHER DEFINITIONS.—The definitions set forth
- 14 in section 1302 of the Children's Online Privacy Protee-
- 15 tion Act of 1998 (15 U.S.C. 6501), as amended by section
- 16 3(a) of this Act, shall apply in this Act, except to the ex-
- 17 tent the Commission provides otherwise by regulations
- 18 issued under section 553 of title 5, United States Code.

1	SEC. 3. ONLINE COLLECTION, USE, AND DISCLOSURE OF
2	PERSONAL INFORMATION OF CHILDREN AND
3	TEENS.
4	(a) DEFINITIONS.—Section 1302 of the Children's
5	Online Privacy Protection Act of 1998 (15 U.S.C. 6501)
6	is amended—
7	(1) by amending paragraph $(2)$ to read as fol-
8	<del>lows:</del>
9	<u>"(2)</u> OPERATOR.—The term 'operator'—
10	<sup></sup> (A) means any person—
11	"(i) who, for commercial purposes, in
12	interstate or foreign commerce operates or
13	provides a website on the internet, an on-
14	line service, an online application, a mobile
15	application, or a connected device; and
16	<del>''(ii)</del> who—
17	${}$ (I) collects or maintains, either
18	directly or through a service provider,
19	personal information from or about
20	the users of that website, service, ap-
21	plication, or connected device;
22	"(II) allows another person to
23	collect personal information directly
24	from users of that website, service,
25	application, or connected device (in

1	which case, the operator is deemed to
2	have collected the information); or
3	"(III) allows users of that
4	website, service, application, or con-
5	nected device to publicly disclose per-
6	sonal information (in which case, the
7	operator is deemed to have collected
8	the information); and
9	"(B) does not include any nonprofit entity
10	that would otherwise be exempt from coverage
11	under section 5 of the Federal Trade Commis-
12	sion Act (15 U.S.C. 45).";
13	(2) in paragraph $(4)$ —
14	(A) by amending subparagraph $(A)$ to read
15	<del>as</del> <del>follows:</del>
16	${(A)}$ the release of personal information
17	collected from a child or teen for any purpose,
18	except where the personal information is pro-
19	vided to a person other than an operator who-
20	"(i) provides support for the internal
21	operations of the website, online service,
22	online application, mobile application, or
23	connected device of the operator, excluding
24	any activity relating to targeted marketing

1	directed to children, teens, or connected
2	<del>devices;</del> and
3	"(ii) does not disclose or use that per-
4	sonal information for any other purpose;
5	and"; and
6	(B) in subparagraph (B)—
7	(i) by inserting "or teen" after
8	"child" each place the term appears;
9	(ii) by inserting "or teens" after
10	"children"; and
11	(iii) by striking "website or online
12	service" and inserting "website, online
13	service, online application, mobile applica-
14	tion, or connected device";
15	(3) in paragraph (8), by striking subparagraphs
16	(F) and (G) and inserting the following:
17	"(F) geolocation information;
18	"(G) information generated from the meas-
19	urement or technological processing of an indi-
20	<del>vidual's biological, physical, or physiological</del>
21	<del>characteristics,</del> including—
22	<del>"(i)</del> fingerprints;
23	"(ii) voice prints;
24	"(iii) iris or retina imagery scans;
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25 <u>"(iv) facial imagery or templates;</u>

1	"(v) deoxyribonucleic acid (DNA) in-
2	formation; or
3	<del>"(vi)</del> gait;
4	"(H) information reasonably associated
5	with or attributed to a child or teen;
6	"(I) information (including an internet
7	protocol address) that permits the identification
8	<del>of</del> —
9	<del>"(i)</del> an individual; or
10	"(ii) any device used by an individual
11	to directly or indirectly access the internet
12	or an online service, online application, mo-
13	bile application, or connected device; or
14	"(J) information concerning a child or teen
15	or the parents of that child or teen (including
16	any unique or substantially unique identifier,
17	such as a customer number) that an operator
18	collects online from the child or teen and com-
19	bines with an identifier described in this para-
20	graph.";
21	(4) by amending paragraph (9) to read as fol-
22	<del>lows:</del>
23	"(9) VERIFIABLE CONSENT.—The term
24	'verifiable consent' means any reasonable effort (tak-
25	ing into consideration available technology), includ-

1	ing a request for authorization for future collection,
2	use, and disclosure described in the notice, to ensure
3	that, in the case of a child, a parent of the child,
4	or, in the case of a teen, the teen—
5	${(A)}$ receives specific notice of the personal
6	information collection, use, and disclosure prac-
7	tices of the operator; and
8	"(B) before the personal information of the
9	child or teen is collected, freely and unambig-
10	uously authorizes—
11	"(i) the collection, use, and disclosure,
12	as applicable, of that personal information;
13	and
14	"(ii) any subsequent use of that per-
15	sonal information.";
16	(5) by striking paragraph (10) and redesig-
17	nating paragraphs $(11)$ and $(12)$ as paragraphs $(10)$
18	and (11), respectively; and
19	(6) by adding at the end the following:
20	"(12) Connected device.—The term 'con-
21	nected device' means a device that is capable of con-
22	necting to the internet, directly or indirectly, or to
23	another connected device.
24	"(13) ONLINE APPLICATION.—The term 'online
25	application'—

1	"(A) means an internet-connected software
2	<del>program; and</del>
3	"(B) includes a service or application of-
4	fered via a connected device.
5	"(14) Online service.—
6	"(A) IN GENERAL.—The term 'online serv-
7	ice' means a mass-market retail service by wire
8	or radio that provides the capability to transmit
9	data and receive data from all or substantially
10	all Internet endpoints, including any capabilities
11	that are incidental to and enable the operation
12	of a communications service, but excluding dial-
13	up Internet service.
14	"(B) Scope.—Such term includes—
15	"(i) any service that the Federal Com-
16	munications Commission finds to be pro-
17	viding a functionally equivalent service to a
18	service described in subparagraph (A); and
19	"(ii) a service or application offered
20	via a connected device.
21	"(15) Directed to children or teens.—
22	"(A) IN GENERAL.—The terms 'directed to
23	children', 'directed to teens', and 'directed to
24	children or teens' mean, with respect to a
25	website, online service, online application, mo-

1	bile application, or connected device, that the
2	website, online service, online application, mo-
3	bile application, or connected device, or a por-
4	tion thereof, is targeted to children or teens, as
5	the case may be, as demonstrated by—
6	"(i) the subject matter of the website,
7	online service, online application, mobile
8	application, or connected device;
9	"(ii) the visual content of the website,
10	online service, online application, mobile
11	application, or connected device;
12	"(iii) the use of animated characters
13	or child-oriented activities for children, or
14	the use of teen-oriented characters or teen-
15	oriented activities for teens, and related in-
16	centives on the website, online service, on-
17	line application, mobile application, or con-
18	neeted device;
19	"(iv) the music or other audio content
20	on the website, online service, online appli-
21	cation, mobile application, or connected de-
22	vice;
23	"(v) the age of models on the website,
24	online service, online application, mobile
25	application, or connected device;

1	${}$ (vi) the presence, on the website, on-
2	line service, online application, mobile ap-
3	plication, or connected device, of—
4	${}$ (I) child celebrities;
5	"(II) celebrities who appeal to
6	<del>children;</del>
7	"(III) teen celebrities; or
8	"(IV) celebrities who appeal to
9	<del>teens;</del>
10	"(vii) the language used on the
11	website, online service, online application,
12	mobile application, or connected device;
13	"(viii) advertising content used on, or
14	used to advertise, the website, online serv-
15	ice, online application, mobile application,
16	or connected device; or
17	"(ix) reliable empirical evidence relat-
18	ing to—
19	${}(I)$ the composition of the audi-
20	ence of the website, online service, on-
21	line application, mobile application, or
22	connected device; and
23	"(II) the intended audience of
24	the website, online service, online ap-

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1	plication, mobile application, or con-
2	neeted device.
3	"(B) Rules of construction.—
4	"(i) Services deemed directed to
5	CHILDREN OR TEENS.—For the purposes
6	of this title, a website, online service, on-
7	line application, mobile application, or con-
8	nected device, or a portion thereof, shall be
9	deemed to be directed to children or teens
10	if it collects personal information directly
11	from users of any other website, online
12	service, online application, mobile applica-
13	tion, or connected device that is—
14	"(I) directed to children or teens
15	under the criteria described in sub-
16	$\frac{\text{paragraph}}{(A)}$ ; or
17	"(II) used or reasonably likely to
18	be used by children or teens.
19	"(ii) Services deemed directed to
20	MIXED AUDIENCES.—
21	((I) IN GENERAL. A website,
22	online service, online application, mo-
23	bile application, or connected device
24	that is directed to children or teens
25	under the criteria described in sub-

1	paragraph (A), but that does not tar-
2	get children or teens as the primary
3	audience of the website, online service,
4	online application, mobile application,
5	or connected device shall not be
6	deemed to be directed to children or
7	teens for purposes of this title if the
8	website, online service, online applica-
9	tion, mobile application, or connected
10	device-
11	"(aa) does not collect per-
12	sonal information from any user
13	of the website, online service, on-
14	line application, mobile applica-
15	tion, or connected device before
16	verifying age information of the
17	<del>user;</del> and
18	"(bb) does not, without first
19	complying with any relevant no-
20	tice and consent provision under
21	this title, collect, use, or disclose
22	personal information of any user
23	who identifies themselves to the
24	website, online service, online ap-
25	plication, mobile application, or

	-
1	connected device as an individual
2	who is age 16 or younger.
3	"(II) Use of certain tools.—
4	For purposes of this title, a website,
5	online service, online application, mo-
6	bile application, or connected device,
7	shall not be deemed directed to chil-
8	dren or teens solely because the
9	website, online service, online applica-
10	tion, mobile application, or connected
11	device refers or links to any other
12	website, online service, online applica-
13	tion, mobile application, or connected
14	device directed to children or teens by
15	using information location tools, in-
16	<del>cluding</del>
17	<del>"(aa)</del> a directory;
18	<del>"(bb)</del> an index;
19	<del>''(cc)</del> a <del>reference;</del>
20	<del>"(dd)</del> a pointer; or
21	<del>''(ee)</del> a <del>hypertext</del> link.
22	"(16) Mobile Application.—The term 'mo-
23	bile application'—
24	${(A)}$ means a software program that runs
25	on the operating system of—

	11
1	"(i) a cellular telephone;
2	"(ii) a tablet computer; or
3	"(iii) a similar portable computing de-
4	vice that transmits data over a wireless
5	connection; and
6	"(B) includes a service or application of-
7	fered via a connected device.
8	"(17) Geolocation information.—The term
9	'geolocation information' means information suffi-
10	cient to identify a street name and name of a city
11	or town.
12	"(18) TEEN.—The term 'teen' means an indi-
13	vidual over the age of 12 and under the age of 17.
14	"(19) TARGETED MARKETING.—
15	"(A) IN GENERAL.—The term 'targeted
16	marketing' means advertising or any other ef-
17	fort to market a product or service that is di-
18	rected to a specific individual or device—
19	<del>''(i)</del> based on—
20	${}$ (I) the personal information
21	<del>of</del> —
22	"(aa) the individual; or
23	"(bb) a group of individuals

who are similar in gender, age, 25 income level, race, or ethnicity to

1	the specific individual to whom
2	the product or service is mar-
3	keted;
4	"(II) psychological profiling of an
5	individual or group of individuals; or
6	"(III) a unique identifier of the
7	<del>device; or</del>
8	"(ii) as a result of use by the indi-
9	vidual, access by any device of the indi-
10	vidual, or use by a group of individuals
11	who are similar to the specific individual,
12	of more than a single—
13	${}$ (I) website;
14	"(II) online service;
15	"(III) online application;
16	"(IV) mobile application;
17	"(V) connected device; or
18	"(VI) operating system.
19	"(B) EXCLUSIONS.—The term 'targeted
20	marketing' shall not include—
21	"(i) advertising or marketing to an in-
22	dividual or the device of an individual in
23	response to the individual's specific request
24	for information or feedback;

	10
1	<del>"(ii)</del> contextual advertising, such as
2	when an advertisement is displayed based
3	on the context in which the advertisement
4	appears and does not vary based on who is
5	viewing the advertisement; or
6	"(iii) processing personal information
7	solely for measuring or reporting adver-
8	tising or content performance, reach, or
9	frequency, including independent measure-
10	ment.
11	"(C) AUTHORITY TO FURTHER DEFINE.
12	The Commission may promulgate rules under
13	section 553 of title 5, United State Code, to
14	further define the term 'targeted marketing'
15	but only as necessary to address changes to or
16	innovations of technology, changes in how per-
17	sonal information is used or transferred,
18	changes to the means and manners by which
19	children or teens interact with a website, online
20	service, online application, mobile application,
21	or connected device, or evolving concerns re-
22	garding the privacy of children or teens.
23	"(20) Reasonably likely to be used.—The
24	Commission may promulgate rules under section 553
25	of title 5, United States Code, or issue guidance to

establish factors that should be considered in apply ing the term 'reasonably likely to be used' for the
 purposes of this title.

4 "(21) Reasonably likely to be a child or 5 TEEN.—The Commission may promulgate rules 6 under section 553 of title 5, United States Code, or 7 issue guidance to establish factors that should be 8 considered in applying the term 'reasonably likely to 9 be a child or teen' for the purposes of this title.". 10 (b) ONLINE COLLECTION, USE, AND DISCLOSURE OF PERSONAL INFORMATION OF CHILDREN AND TEENS.-11 Section 1303 of the Children's Online Privacy Protection 12 Act of 1998 (15 U.S.C. 6502) is amended— 13

14 (1) by striking the heading and inserting the
15 following: "ONLINE COLLECTION, USE, AND DIS16 CLOSURE OF PERSONAL INFORMATION OF
17 CHILDREN AND TEENS.";

18 (2) in subsection (a)—

19 (A) by amending paragraph (1) to read as
20 follows:

21 <u>"(1) IN GENERAL.</u>—It is unlawful for an oper-22 ator of a website, online service, online application, 23 mobile application, or connected device that is di-24 rected to children or teens or is used or reasonably 25 likely to be used by children or teens in a manner

1	that involves the collection of personal information,
2	to collect personal information from a child or teen
3	in a manner that violates the regulations prescribed
4	under subsection (b)."; and
5	(B) in paragraph (2)—
6	(i) by striking "of such a website or
7	online service"; and
8	(ii) by striking "subsection
9	(b)(1)(B)(iii) to the parent of a child" and
10	inserting "subsection $(b)(1)(A)(iii)$ to the
11	parent of a child or under subsection
12	(b)(1)(A)(iv) to a teen"; and
13	(3) in subsection $(b)$ —
14	$(\Lambda)$ in paragraph $(1)$ —
15	(i) by striking "this Act" and insert-
16	ing "the Children and Teens' Online Pri-
17	vacy Protection Act";
18	(ii) in subparagraph (A)—
19	(I) by striking "operator of any
20	website" and all that follows through
21	"from a child" and inserting "oper-
22	ator of a website, online service, on-
23	line application, mobile application, or
24	connected device that is directed to
25	children or teens or is used or is rea-

1	sonably likely to be used by children
2	or teens in a manner that involves the
3	collection of their personal informa-
4	tion";
5	(II) in elause (i)—
6	(aa) by striking "notice on
7	the website" and inserting "clear
8	and conspicuous notice";
9	(bb) by inserting "or teens"
10	after "children";
11	(ce) by striking ", and the
12	operator's" and inserting ", the
13	<del>operator's'';</del> and
14	(dd) by striking "; and" and
15	inserting ", and the procedures
16	or mechanisms the operator uses
17	to ensure that personal informa-
18	tion is not collected from children
19	or teens except in accordance
20	with the regulations promulgated
21	under this paragraph;"; and
22	(III) in clause (ii)—
23	(aa) by striking "parental";
24	and

1	(bb) by inserting "or teens"
2	after "children";
3	(iii) in subparagraph (B)—
4	(I) in the matter preceding clause
5	(i), by striking "website or online
6	service" and inserting "operator";
7	(II) in clause (ii), by inserting
8	"to delete personal information col-
9	lected from the child or" after "the
10	opportunity at any time"; and
11	(III) in clause (iii), by inserting
12	", if such information is available to
13	the operator at the time the parent
14	makes the request" before the semi-
15	<del>colon;</del>
16	(iv) by redesignating subparagraphs
17	(C) and (D) as subparagraphs (D) and
18	(E), respectively;
19	(v) by inserting after subparagraph
20	(B) the following new subparagraph:
21	"(C) require the operator to provide, upon
22	the request of a teen under this subparagraph
23	who has provided personal information to the
24	operator, upon proper identification of that
25	teen—

1	${}$ (i) a description of the specific types
2	of personal information collected from the
3	teen by the operator;
4	${}$ (ii) the opportunity at any time to
5	delete personal information collected from
6	the teen and refuse further use or collee-
7	tion of personal information from the teen;
8	and
9	"(iii) a means that is reasonable
10	under the circumstances for the teen to ob-
11	tain any personal information collected
12	from the teen, if such information is avail-
13	able to the operator at the time the teen
14	makes the request;";
15	(vi) in subparagraph (D), as so redes-
16	ignated, by striking "conditioning" and all
17	that follows through "such activity" and
18	inserting the following: "the collection from
19	a child or teen of more personal informa-
20	tion that is reasonably required to use the
21	website, online service, online application,
22	mobile application, or connected device";
23	(vii) in subparagraph (E), as so redes-
24	ignated—

1	(I) by striking "of such a website
2	or online service"; and
3	(II) by inserting "and teens"
4	after "children"; and
5	(viii) by adding at the end the fol-
6	lowing flush text:
7	"The Commission shall review and update the regu-
8	lations promulgated under this paragraph as nee-
9	essary.";
10	(B) in paragraph $(2)$ —
11	(i) in the matter preceding subpara-
12	graph (A), by striking "verifiable parental
13	consent" and inserting "verifiable con-
14	<del>sent";</del>
15	(ii) in subparagraph (A)—
16	(I) by inserting "or teen" after
17	"collected from a child";
18	(II) by inserting "or teen" after
19	"request from the child"; and
20	(III) by inserting "or teen or to
21	contact another child or teen" after
22	"to recontact the child";
23	(iii) in subparagraph (B)—
24	(I) by striking "parent or child"
25	and inserting "parent or teen"; and

1	(II) by striking "parental con-
2	sent" each place the term appears and
3	inserting "verifiable consent";
4	(iv) in subparagraph (C)—
5	(I) in the matter preceding elause
6	(i), by inserting "or teen" after
7	"child" each place the term appears;
8	(II) in elause (i)—
9	(aa) by inserting "or teen"
10	after "child" each place the term
11	appears; and
12	(bb) by inserting "or teen,
13	as applicable," after "parent"
14	each place the term appears; and
15	(III) in clause (ii)—
16	(aa) by inserting "or teen,
17	as applicable," after "parent";
18	and
19	(bb) by inserting "or teen"
20	after "child" each place the term
21	appears; and
22	(v) in subparagraph (D)—
23	(I) in the matter preceding clause
24	(i), by inserting "or teen" after
25	"child" each place the term appears;

1	(II) in clause (ii), by inserting
2	"or teen" after "child"; and
3	(III) in the flush text following
4	<del>clause (iii)—</del>
5	(aa) by inserting "or teen,
6	as applicable," after "parent"
7	each place the term appears; and
8	(bb) by inserting "or teen"
9	after "child"; and
10	(C) by amending paragraph (3) to read as
11	<del>follows:</del>
12	"(3) Continuation of service.—The regula-
13	tions shall prohibit an operator from discontinuing
14	service provided to a child or teen on the basis of
15	a request by the parent of the child or by the teen,
16	under the regulations prescribed under subpara-
17	graph (B) or (C) of paragraph (1), respectively, to
18	delete personal information collected from the child
19	or teen, to the extent that the operator is capable of
20	providing such service without such information.".
21	(c) SAFE HARBORS.—Section 1304 of the Children's
22	Online Privacy Protection Act of 1998 (15 U.S.C. 6503)
23	is amended—
24	(1) in subsection (b)(1), by inserting "and
25	teens" after "children"; and

(2) by adding at the end the following:

2 <u>"(d)</u> PUBLICATION.—

1

3 "(1) IN GENERAL. — The Commission shall pub4 lish on the internet website of the Commission any
5 report or documentation required by regulation to be
6 submitted to the Commission to carry out this sec7 tion.

8 "(2) RESTRICTIONS ON PUBLICATION.—The re-9 strictions described in subsection (f) of section 6 of 10 the Federal Trade Commission Act (15 U.S.C. 11 46(f)) applicable to the publication of information 12 obtained by the Commission through investigations 13 conducted under such section shall apply in same 14 manner to the publication under this subsection of 15 information obtained by the Commission from a re-16 port or documentation described in paragraph (1).". 17 (d) Administration and Applicability of Act. Section 1306 of the Children's Online Privacy Protection 18 Act of 1998 (15 U.S.C. 6505) is amended— 19

 $20 \qquad (1) \text{ in subsection (b)}$ 

21 (A) in paragraph (1), by striking ", in the
22 case of" and all that follows through "the
23 Board of Directors of the Federal Deposit In24 surance Corporation;" and inserting the fol25 lowing: "by the appropriate Federal banking

1	agency, with respect to any insured depository
2	institution (as those terms are defined in see-
3	tion 3 of that Act (12 U.S.C. 1813));"; and
4	(B) by striking paragraph (2) and redesig-
5	nating paragraphs (3) through (6) as para-
6	graphs (2) through (5), respectively; and
7	(2) by adding at the end the following new sub-
8	section:
9	"(f) Telecommunications Carriers and Cable
10	<del>Operators.—</del>
11	"(1) Enforcement by commission.—Not-
12	withstanding section 4, $5(a)(2)$ , or 6 of the Federal
13	Trade Commission Act (15 U.S.C. 44, 45(a)(2), 46),
14	or any jurisdictional limitation of the Commission,
15	the Commission shall also enforce this Act and the
16	regulations promulgated under this Act, in the same
17	manner provided in subsection (d), with respect to
18	common carriers subject to the Communications Act
19	of 1934 (47 U.S.C. 151 et seq.) and Acts amend-
20	atory thereof and supplementary thereto.
21	"(2) Relationship to other law.—To the
22	extent that section 222, 338(i), or 631 of the Com-
23	munications Act of 1934 (47 U.S.C. 222, 338(i),
24	551) is inconsistent with this title, this title con-
25	trols.''.

1				
1	SEC. 4. FAIR	<b>INFORMATION</b>	<b>PRACTICES</b>	PRINCIPLES.

2 (a) IN GENERAL.—The Fair Information Practices
3 Principles described in this section are the following:

4 (1) COLLECTION LIMITATION PRINCIPLE.—Ex5 cept as provided in paragraph (3), personal informa6 tion should be collected from a child or teen only
7 when collection of the personal information is—

8 (A) consistent with the context of a par-9 ticular transaction or service or the relationship 10 of the child or teen with the operator, including 11 collection necessary to fulfill a transaction or 12 provide a service requested by the child or teen; 13 or

14 (B) required or specifically authorized by
15 law.

16 (2) DATA QUALITY PRINCIPLE.—The personal
17 information of a child or teen should be accurate,
18 complete, and kept up-to-date to the extent nec19 essary to fulfill the purposes described in subpara20 graphs (A) through (D) of paragraph (3).

21 (3) PURPOSE SPECIFICATION PRINCIPLE.—The
22 purposes for which personal information is collected
23 and used should be specified to the parent of a child
24 or to a teen not later than at the time of the collec25 tion of the information. The subsequent use or dis26 elosure of the information should be limited to—

1	(A) fulfillment of the transaction or service
2	requested by the teen or parent of the child;
3	(B) support for the internal operations of
4	the website, service, or application, as described
5	in section 312.2 of title 16, Code of Federal
6	Regulations (as in effect on the date of enact-
7	ment of this Act), excluding any activity relat-
8	ing to targeted marketing directed to children,
9	teens, or a device of a child or teen if the sup-
10	port for internal operations in consistent with
11	the interest of the child or teen;
12	(C) compliance with legal process or other
13	purposes expressly authorized under specific
14	legal authority; or
15	(D) other purposes—
16	(i) that are specified in a notice to the
17	teen or parent of the child; and
18	(ii) to which the teen or parent of the
19	child has consented under paragraph (7)
20	before the information is used or disclosed
21	for such other purposes.
22	(4) RETENTION LIMITATION PRINCIPLE.
23	(A) IN GENERAL.—The personal informa-
24	tion of a child or teen should not be retained
25	for longer than is necessary to fulfill a trans-

1	action or provide a service requested by the
2	child or teen or such other purposes specified in
3	subparagraphs (A) through (D) of paragraph
4	(3).
5	(B) DATA DISPOSAL.—The operator should
6	implement a reasonable and appropriate data
7	disposal policy based on the nature and sensi-
8	tivity of personal information described in sub-
9	<del>paragraph</del> (A).
10	(5) Security safeguards principle.—The
11	personal information of a child or teen should be
12	protected by reasonable and appropriate security
13	safeguards against risks such as loss or unauthor-
14	ized access, destruction, use, modification, or disclo-
15	<del>sure.</del>
16	(6) Transparency principle.—
17	(A) GENERAL PRINCIPLE.—The operator
18	should be transparent about developments,
19	practices, and policies with respect to the per-
20	sonal information of a child or teen.
21	(B) Provision of information.—The
22	operator should provide to each parent of a
23	child, or to each teen, using the website, online
24	service, online application, mobile application,

1	or connected device of the operator with a clear
2	and prominent means—
3	(i) to identify and contact the oper-
4	ator, by, at a minimum, disclosing, clearly
5	and prominently, the identity of the oper-
6	ator and—
7	(I) in the case of an operator
8	who is an individual, the address of
9	the principal residence (but not a per-
10	sonal residence) of the operator and
11	an email address or online contact
12	form and telephone number for the
13	<del>operator; or</del>
14	(II) in the case of any other op-
15	erator, the address of the principal
16	place of business of the operator and
17	an email address or online contact
18	form and telephone number for the
19	<del>operator;</del>
20	(ii) to determine whether the operator
21	possesses any personal information of the
22	child or teen, the nature of any such infor-
23	mation, and the purposes for which the in-
24	formation was collected and is being re-
25	tained;

1	(iii) to obtain any personal informa-
2	tion of the child or teen that is in the pos-
3	session of the operator from the operator,
4	or from a person specified by the operator,
5	within a reasonable time after making a
6	request, at a charge (if any) that is not ex-
7	cessive, in a reasonable manner, and in a
8	form that is readily intelligible to the child
9	or teen;
10	(iv) to challenge the accuracy of per-
11	sonal information of the child or teen that
12	is in the possession of the operator;
13	(v) to determine if the child or teen
14	has established the inaccuracy of personal
15	information in a challenge under clause
16	(iv) in order to have such information
17	erased, corrected, completed, or otherwise
18	amended; and
19	(vi) to determine the method by which
20	the operator obtains data relevant to the
21	ehild or teen.
22	(C) LIMITATION.—Nothing in this para-
23	graph shall be construed to permit an operator
24	to erase or otherwise modify personal informa-

1	tion requested by a law enforcement agency
2	pursuant to legal authority.
3	(7) Individual participation principle.—
4	The operator should—
5	(A) obtain consent from a parent of a child
6	or from a teen before using or disclosing the
7	personal information of the child or teen for
8	any purpose other than the purposes described
9	in subparagraph (A) of paragraph (3); and
10	(B) obtain affirmative express consent
11	from a parent of a child or from a teen before
12	using or disclosing previously collected personal
13	information of the child or teen for purposes
14	that constitute a material change in practice
15	from the original purposes specified to the child
16	or teen under paragraph (3).
17	(8) Racial and socioeconomic profiling.—
18	The personal information of a child or teen shall not
19	be used to direct content to the child or teen, or a
20	group of individuals similar to the child or teen, on
21	the basis of race, socioeconomic factors, or any
22	<del>proxy thereof.</del>
23	(b) Rule of Construction.—Nothing in this sec-
24	tion, including compliance with the Fair Information Prin-
25	ciples, shall be construed to permit an operator to avoid

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1	compliance with other requirements set forth in this Act
2	or the Children's Online Privacy Protection Act (15
3	<del>U.S.C. 6501 et seq.).</del>
4	SEC. 5. DIGITAL MARKETING BILL OF RIGHTS FOR TEENS.
5	(a) Acts Prohibited.
6	(1) Prohibition.
7	(A) IN GENERAL.—Except as provided in
8	subparagraph (B), it shall be unlawful for an
9	operator of a website, online service, online ap-
10	plication, mobile application, or connected de-
11	vice to collect personal information from a user
12	if—
13	(i) the user is reasonably likely to be
14	a teen; or
15	(ii) the website, online service, online
16	application, mobile application, or con-
17	neeted device is directed to teens.
18	(B) Exception.—Subparagraph (A) shall
19	not apply to an operator that has adopted and
20	complies with a Digital Marketing Bill of
21	Rights for Teens that meets the Fair Informa-
22	tion Practices Principles described in section 4.
23	(2) EFFECTIVE DATE.—This subsection shall
24	take effect on the date that is 180 days after the
25	promulgation of regulations under subsection (b).

1 (b) REGULATIONS.—

(1) IN GENERAL.—Not later than 1 year after
the date of enactment of this Act, the Commission
shall promulgate, under section 553 of title 5,
United States Code, regulations to implement this
section, including regulations further defining the
Fair Information Practices Principles described in
section 4.

9 (2) UPDATES. Not less frequently than once 10 every 4 years after the date on which regulations are 11 promulgated under paragraph (1), the Commission 12 shall review and update those regulations as nee-13 essary.

## 14 SEC. 6. TARGETED MARKETING TO CHILDREN AND TEENS.

15 (a) PROHIBITED ACTS WITH RESPECT TO CHILDREN AND TEENS.—It shall be unlawful for an operator of a 16 website, online service, online application, mobile applica-17 tion, or connected device to collect, use, disclose to third 18 parties, or compile personal information of a user for pur-19 poses of targeted marketing (or to allow another person 20 21 to collect, use, disclose, or compile such information for 22 such purpose) if—

23 (1) such use, disclosure, or compiling of per24 sonal information involves or is reasonably likely to

involve collection of personal information from a
 child or teen; or

3 (2) the website, online service, online applica4 tion, mobile application, or connected device is di5 rected to children or teens.

6 (b) EFFECTIVE DATE.—This section shall take effect
7 on the date that is 180 days after the date of enactment
8 of this Act.

### 9 SEC. 7. REMOVAL OF CONTENT.

10 (a) ACTS PROHIBITED.—It is unlawful for an oper-11 ator to make, or enable a child or teen to make, publicly 12 available through a website, online service, online applica-13 tion, mobile application, or connected device content or in-14 formation that contains or displays personal information 15 of children or teens in a manner that violates subsection 16 (b).

17 <del>(b)</del> <del>REQUIREMENT.</del>

18 (1) IN GENERAL.—An operator, to the extent
 19 technologically feasible, shall—

20 (A) implement mechanisms that permit a
21 user of the website, online service, online appli22 eation, mobile application, or connected device
23 of the operator (and, in the case of a user that
24 is a child, a parent of that user) to erase or

(i) submitted to the website, online 3 4 service, online application, mobile applica-5 tion, or connected device by that user; 6 (ii) publicly available through the 7 website, online service, online application, 8 mobile application, or connected device; 9 and 10 (iii) contains or displays personal in-11 formation of children or teens; and 12 (B) take appropriate steps to— 13 (i) make users and parents of users 14 who are children aware of the mechanisms 15 described in subparagraph (A); and (ii) provide notice to users and par-16 17 ents of users who are children that the 18 mechanisms described in subparagraph (A) 19 do not necessarily provide comprehensive 20 removal of the content or information sub-21 mitted by users. 22 (2) EXCEPTIONS.—Paragraph (1) shall not be 23 construed to require an operator or third party to erase or otherwise eliminate content or information 24

25 that-

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is—

(A) any other provision of Federal or State
 law requires the operator or third party to
 maintain; or

4 (B) was submitted to the website, online 5 service, online application, mobile application, 6 or connected device of the operator by any per-7 son other than the user who is attempting to 8 erase or otherwise eliminate the content or in-9 formation, including content or information 10 submitted by the user that was republished or 11 resubmitted by another person.

12 (e) LIMITATION.—Nothing in this section shall be 13 construed to limit the authority of a law enforcement 14 agency to obtain any content or information from an oper-15 ator as authorized by law or pursuant to an order of a 16 court of competent jurisdiction.

17 (d) EFFECTIVE DATE.—This section shall take effect
18 on the date that is 180 days after the date of enactment
19 of this Act.

 20 SEC. 8. RULE FOR TREATMENT OF USERS OF WEBSITES,

 21
 SERVICES, AND APPLICATIONS DIRECTED TO

 22
 CHILDREN OR TEENS.

For the purposes of this Act, an operator of a website, online service, online application, mobile application, or connected device that is directed to children or teens shall treat each user of that website, online service,
 online application, mobile application, or connected device
 as a child or teen, except as permitted by the Commission
 pursuant to a regulation promulgated under this Act, and
 except to the extent the website, online service, online ap plication, mobile application, or connected device is
 deemed directed to mixed audiences.

## 8 sec. 9. study of mobile and online application 9 oversight.

10 Not later than 3 years after the date of enactment of this Act, the Commission shall submit to each com-11 mittee of the Senate and each committee of the House 12 of Representatives that has jurisdiction over the Commis-13 sion a report on the processes of platforms that offer mo-14 15 bile and online applications for ensuring that, of those applications that are directed to ehildren or teens, the appli-16 eations operate in accordance with-17

18 (1) this Act, the amendments made by this Act,
19 and rules promulgated under this Act; and

20 (2) rules promulgated by the Commission under
21 section 5 of the Federal Trade Commission Act (15)
22 U.S.C. 45) relating to unfair or deceptive acts or
23 practices in marketing.

1 SEC. 10. YOUTH PRIVACY AND MARKETING DIVISION.

2 (a) ESTABLISHMENT.—There is established within
3 the Commission a division to be known as the Youth Pri4 vacy and Marketing Division.

5 (b) DIRECTOR.—The Youth Privacy and Marketing
6 Division shall be headed by a Director.

7 (e) DUTIES.—The Youth Privacy and Marketing Di8 vision established under subsection (a) shall be responsible
9 for assisting the Commission to address, as it relates to
10 this Act and the amendments made by this Act—

11 (1) the privacy of children and teens; and

12 (2) marketing directed at children and teens.

(d) STAFF.—The Director of the Youth Privacy and
Marketing Division shall hire adequate staff to carry out
the duties under subsection (c), including individuals who
are experts in data protection, digital advertising, data
analytics, and youth development.

18 (e) REPORTS.—Not later than 1 year after the date 19 of enactment of this Act, and each year thereafter, the 20 Director of the Youth and Privacy Marketing Division 21 shall submit to the Committee on Commerce, Science, and 22 Transportation of the Senate and the Committee on En-23 ergy and Commerce of the House of Representatives a re-24 port that includes—

25 (1) a description of the work of the Youth Pri26 vacy and Marketing Division on emerging concerns
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relating to youth privacy and marketing practices;
 and

3 (2) an assessment of how effectively the Com4 mission has, during the period for which the report
5 is submitted, addressed youth privacy and marketing
6 practices.

#### 7 SEC. 11. ENFORCEMENT AND APPLICABILITY.

8 (a) ENFORCEMENT BY THE COMMISSION.

9 (1) IN GENERAL. Except as otherwise pro-10 vided, this Act and the regulations prescribed under 11 this Act shall be enforced by the Commission under 12 the Federal Trade Commission Act (15 U.S.C. 41 et 13 seq.).

14 (2) UNFAIR OR DECEPTIVE ACTS OR PRAC15 TICES.—Subject to subsection (b), a violation of this
16 Act or a regulation prescribed under this Act shall
17 be treated as a violation of a rule defining an unfair
18 or deceptive act or practice prescribed under section
19 18(a)(1)(B) of the Federal Trade Commission Act
20 (15 U.S.C. 57a(a)(1)(B)).

21 (3) ACTIONS BY THE COMMISSION.

(A) IN GENERAL.—Subject to subsection
(b), and except as provided in subsection (d)(1),
the Commission shall prevent any person from
violating this Act or a regulation prescribed

1	under this Act in the same manner, by the
2	same means, and with the same jurisdiction,
3	powers, and duties as though all applicable
4	terms and provisions of the Federal Trade
5	Commission Act (15 U.S.C. 41 et seq.) were in-
6	corporated into and made a part of this Act,
7	and any person who violates this Act or such
8	regulation shall be subject to the penalties and
9	entitled to the privileges and immunities pro-
10	vided in the Federal Trade Commission Act.
11	(B) VIOLATIONS.—Notwithstanding sec-
12	tion 5(m) of the Federal Trade Commission Act
13	(15 U.S.C. 45(m)), a civil penalty recovered for
14	a violation of this Act or a regulation prescribed
15	under this Act may be in excess of the amounts
16	provided for in that section as the court finds
17	appropriate to deter violations of this Act and
18	regulations prescribed under this Act.
19	(b) Enforcement by Certain Other Agen-
20	CIES.—Notwithstanding subsection (a), compliance with
21	the requirements imposed under this Act shall be enforced
22	as follows:
23	(1) Under section 8 of the Federal Deposit In-
24	surance Act (12 U.S.C. 1818) by the appropriate
25	Federal banking agency, with respect to an insured

1	depository institution (as such terms are defined in
2	section 3 of such Act (12 U.S.C. 1813)).
3	(2) Under the Federal Credit Union Act (12
4	U.S.C. 1751 et seq.) by the National Credit Union
5	Administration Board, with respect to any Federal
6	<del>credit</del> <del>union.</del>
7	(3) Under part A of subtitle VII of title 49,
8	United States Code, by the Secretary of Transpor-
9	tation, with respect to any air carrier or foreign air
10	<del>carrier subject to such part.</del>
11	(4) Under the Packers and Stockyards Act,
12	1921 (7 U.S.C. 181 et seq.) (except as provided in
13	section 406 of that Act (7 U.S.C. $226$ , $227$ )) by the
14	Secretary of Agriculture, with respect to any activi-
15	ties subject to that Act.
16	(5) Under the Farm Credit Act of 1971 (12
17	U.S.C. 2001 et seq.) by the Farm Credit Adminis-
18	tration, with respect to any Federal land bank, Fed-
19	eral land bank association, Federal intermediate
20	credit bank, or production credit association.
21	(c) Enforcement by State Attorneys Gen-
22	ERAL.—
23	(1) IN GENERAL.—
24	(A) CIVIL ACTIONS.—In any case in which
25	the attorney general of a State has reason to

1	believe that an interest of the residents of that
2	State has been or is threatened or adversely af-
3	fected by the engagement of any person in a
4	practice that violates this Act or a regulation
5	prescribed under this Act, the State, as parens
6	patriae, may bring a civil action on behalf of
7	the residents of the State in a district court of
8	the United States of appropriate jurisdiction
9	to
10	(i) enjoin that practice;
11	(ii) enforce compliance with this Act
12	or such regulation;
13	(iii) obtain damages, restitution, or
14	other compensation on behalf of residents
15	of the State; or
16	(iv) obtain such other relief as the
17	court may consider to be appropriate.
18	(B) Notice.
19	(i) IN GENERAL.—Before filing an ac-
20	tion under subparagraph (A), the attorney
21	general of the State involved shall provide
22	to the Commission—
23	(I) written notice of that action;
24	and

1	<del>(II)</del> a e	<del>opy</del> of th	ne complaint	for
2	that action.			

(ii) Exemption.

3

4  $(\mathbf{H})$ ₽₩ GENERAL.—Clause (i)5 shall not apply with respect to the fil-6 ing of an action by an attorney gen-7 eral of a State under this paragraph 8 if the attorney general of the State 9 determines that it is not feasible to 10 provide the notice described in that 11 elause before the filing of the action. 12 (II) NOTIFICATION.—In an ac-13 tion described in subclause (I), the at-14 torney general of a State shall provide 15 notice and a copy of the complaint to 16 the Commission at the same time as 17 the attorney general files the action.

18 (2) INTERVENTION.

19(A) IN GENERAL.—On receiving notice20under paragraph (1)(B), the Commission shall21have the right to intervene in the action that is22the subject of the notice.

23 (B) EFFECT OF INTERVENTION.—If the
24 Commission intervenes in an action under para25 graph (1), it shall have the right—

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1	(i) to be heard with respect to any
2	matter that arises in that action; and
3	(ii) to file a petition for appeal.
4	(3) Construction.—For purposes of bringing
5	any civil action under paragraph (1), nothing in this
6	Act shall be construed to prevent an attorney gen-
7	eral of a State from exercising the powers conferred
8	on the attorney general by the laws of that State
9	to
10	(A) conduct investigations;
11	(B) administer oaths or affirmations; or
12	(C) compel the attendance of witnesses or
13	the production of documentary and other evi-
14	dence.
15	(4) Actions by the commission.—In any
16	case in which an action is instituted by or on behalf
17	of the Commission for violation of this Act or a reg-
18	ulation prescribed under this Act, no State may,
19	during the pendency of that action, institute a sepa-
20	rate action under paragraph (1) against any defend-
21	ant named in the complaint in the action instituted
22	by or on behalf of the Commission for that violation.
23	(5) VENUE; SERVICE OF PROCESS.
24	(A) VENUE.—Any action brought under
25	paragraph (1) may be brought in the district

1	court of the United States that meets applicable
2	requirements relating to venue under section
3	1391 of title 28, United States Code.
4	(B) SERVICE OF PROCESS.—In an action
5	brought under paragraph (1), process may be
6	served in any district in which the defendant—
7	(i) is an inhabitant; or
8	(ii) may be found.
9	(d) Telecommunications Carriers and Cable
10	<del>Operators.—</del>
11	(1) Enforcement by commission.—Notwith-
12	standing section 4, $5(a)(2)$ , or 6 of the Federal
13	Trade Commission Act (15 U.S.C. 44, 45(a)(2), 46)
14	or any jurisdictional limitation of the Commission,
15	the Commission shall also enforce this Act and regu-
16	lations promulgated under this Act, in the same
17	manner provided in paragraph (a), with respect to
18	common carriers subject to the Communications Act
19	of 1934 (47 U.S.C. 151 et seq.) and Acts amend-
20	atory thereof and supplementary thereto.
21	(2) Relationship to other laws.—To the
22	extent that section 222, 338(i), or 631 of the Com-
23	munications Act of 1934 (47 U.S.C. 222, 338(i),
24	551) is inconsistent with this Act, this Act controls.
25	(e) Safe Harbors.—

1	(1) DEFINITION.—In this subsection—
2	(A) the term "applicable section" means
3	section 5, 6, 7, or 8 of this Act;
4	(B) the term "covered operator" means an
5	operator subject to guidelines approved under
6	<del>paragraph</del> (2);
7	(C) the term "requesting entity" means an
8	entity that submits a safe harbor request to the
9	Commission; and
10	(D) the term "safe harbor request" means
11	a request to have self-regulatory guidelines de-
12	scribed in paragraph (2)(A) approved under
13	that paragraph.
14	(2) Guidelines.—
15	(A) In GENERAL.—An operator may sat-
16	isfy the requirements of regulations issued
17	under an applicable section by following a set of
18	self-regulatory guidelines, issued by representa-
19	tives of the marketing or online industries, or
20	by other persons, that, after notice and an op-
21	portunity for comment, are approved by the
22	Commission upon making a determination that
23	the guidelines meet the requirements of the reg-
24	ulations issued under that applicable section.

1	(B) Expedited response to re-
2	QUESTS.—Not later than 180 days after the
3	date on which a safe harbor request is filed
4	under subparagraph (A), the Commission shall
5	act upon the request set forth in writing the
6	conclusions of the Commission with regard to
7	the request.
8	(C) APPEALS.—A requesting entity may
9	appeal the final action of the Commission under
10	subparagraph (B), or a failure by the Commis-
11	sion to act in the period described in that para-
12	graph, to a district court of the United States
13	of appropriate jurisdiction, as provided for in
14	section 706 of title 5, United States Code.
15	(3) Incentives.
16	(A) Self-regulatory incentives.—In
17	prescribing regulations under an applicable sec-
18	tion, the Commission shall provide incentives
19	for self-regulation by covered operators to im-
20	plement the protections afforded children and
21	teens, as applicable, under the regulatory re-
22	quirements described in those sections.
23	(B) <b>DEEMED</b> COMPLIANCE.—The incen-
24	tives under subparagraph (A) shall include pro-

be deemed to be in compliance with the require-
ments of the regulations under an applicable
section if that person complies with guidelines
approved under paragraph (2).
(4) Regulations.—
(A) IN GENERAL.—In prescribing regula-
tions relating to safe harbor guidelines under

8 an applicable section, the Commission shall— 9 (i) establish eriteria for the approval 10 of guidelines that will ensure that a cov-11 ered operator provides substantially the 12 same or greater protections for children 13 and teens, as applicable, as those contained 14 in the regulations issued under the applica-15 ble section; and

16 (ii) subject to subsection (B), require 17 that any report or documentation required 18 to be submitted to the Commission by a 19 covered operator or requesting entity will 20 be published on the internet website of the 21 Commission.

22 (B) RESTRICTIONS ON PUBLICATION. 23 The restrictions described in subsection (f) of section 6 of the Federal Trade Commission Act 24 25 (15 U.S.C. 46(f)) applicable to the publication

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1	of information obtained by the Commission
2	through investigations conducted under such
3	section shall apply in same manner to the publi-
4	cation under this paragraph of information in-
5	cluded in a report or documentation described
6	in subparagraph (A).
7	(5) Report by the inspector general.—
8	(A) IN GENERAL.—Not later than 2 years
9	after the date of enactment of this Act, and
10	once each 2 years thereafter, the Inspector Gen-
11	eral of the Commission shall submit to the
12	Commission and each committee of the Senate
13	and each committee of the House of Represent-
14	atives that has jurisdiction over the Commission
15	a report regarding the safe harbor provisions
16	under this subparagraph, which shall include—
17	(i) an analysis of whether the safe
18	harbor provisions are—
19	(I) operating fairly and effec-
20	tively; and
21	(II) effectively protecting the in-
22	terests of children and teens; and
23	(ii) proposals for policy changes that
24	would improve the effectiveness of the safe
25	harbor provisions.

1(B) PUBLICATION.—Not later than 102days after the date on which a report under3subparagraph (A) is submitted, the Commission4shall publish the report on the internet website5of the Commission.

6 (f) EFFECTIVE DATE.—This section shall take effect
7 on the date that is 90 days after the date of enactment
8 of this Act.

9 (g) RULE OF CONSTRUCTION.—Nothing in this Act 10 may be construed to authorize any action by the Commis-11 sion that would violate section 18(h) of the Federal Trade 12 Commission Act (15 U.S.C. 57a(h)).

#### 13 **SEC. 12. GAO STUDY.**

(a) STUDY.—The Comptroller General of the United
States (in this section referred to as the "Comptroller
General") shall conduct a study on the privacy of teens
who use financial technology products. Such study shall—
(1) identify the type of financial technology
products that teens are using;

20 (2) identify the potential risks to teens' privacy
21 from using such financial technology products; and
22 (3) determine whether existing laws are suffi23 cient to address such risks to teens' privacy.

24 (b) REPORT. Not later than 1 year after the date
25 of enactment of this section, the Comptroller General shall

1	submit to Congress a report containing the results of the
2	study conducted under subsection (a), together with rec-
3	ommendations for such legislation and administrative ac-
4	tion as the Comptroller General determines appropriate.
5	SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
6	(a) SHORT TITLE.—This Act may be cited as the
7	"Children and Teens' Online Privacy Protection Act".
8	(b) TABLE OF CONTENTS.—The table of contents for
9	this Act is as follows:
	Sec. 1. Short title; table of contents. Sec. 2. Online collection, use, disclosure, and deletion of personal information of
	children and teens. Sec. 3. Study and reports of mobile and online application oversight and enforce-
	ment. Sec. 4. GAO study.
10	
10	SEC. 2. ONLINE COLLECTION, USE, DISCLOSURE, AND DE-
10 11	SEC. 2. ONLINE COLLECTION, USE, DISCLOSURE, AND DE- LETION OF PERSONAL INFORMATION OF
11	LETION OF PERSONAL INFORMATION OF
11 12 13	LETION OF PERSONAL INFORMATION OF CHILDREN AND TEENS.
11 12 13	LETION OF PERSONAL INFORMATION OF CHILDREN AND TEENS. (a) DEFINITIONS.—Section 1302 of the Children's On-
11 12 13 14	LETION OF PERSONAL INFORMATION OF CHILDREN AND TEENS. (a) DEFINITIONS.—Section 1302 of the Children's On- line Privacy Protection Act of 1998 (15 U.S.C. 6501) is
<ol> <li>11</li> <li>12</li> <li>13</li> <li>14</li> <li>15</li> </ol>	LETION OF PERSONAL INFORMATION OF CHILDREN AND TEENS. (a) DEFINITIONS.—Section 1302 of the Children's On- line Privacy Protection Act of 1998 (15 U.S.C. 6501) is amended—
<ol> <li>11</li> <li>12</li> <li>13</li> <li>14</li> <li>15</li> <li>16</li> </ol>	LETION OF PERSONAL INFORMATION OF CHILDREN AND TEENS. (a) DEFINITIONS.—Section 1302 of the Children's On- line Privacy Protection Act of 1998 (15 U.S.C. 6501) is amended— (1) by amending paragraph (2) to read as fol-
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<ol> <li>11</li> <li>12</li> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> </ol>	LETION OF PERSONAL INFORMATION OF CHILDREN AND TEENS. (a) DEFINITIONS.—Section 1302 of the Children's On- line Privacy Protection Act of 1998 (15 U.S.C. 6501) is amended— (1) by amending paragraph (2) to read as fol- lows: "(2) OPERATOR.—The term 'operator'—
<ol> <li>11</li> <li>12</li> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> </ol>	LETION OF PERSONAL INFORMATION OF CHILDREN AND TEENS. (a) DEFINITIONS.—Section 1302 of the Children's On- line Privacy Protection Act of 1998 (15 U.S.C. 6501) is amended— (1) by amending paragraph (2) to read as fol- lows: "(2) OPERATOR.—The term 'operator'— "(A) means any person—

1	service, an online application, or a mobile
2	application; and
3	"(ii) who—
4	``(I) collects or maintains, either
5	directly or through a service provider,
6	personal information from or about the
7	users of that website, service, or appli-
8	cation;
9	"(II) allows another person to col-
10	lect personal information directly from
11	users of that website, service, or appli-
12	cation (in which case, the operator is
13	deemed to have collected the informa-
14	tion); or
15	"(III) allows users of that website,
16	service, or application to publicly dis-
17	close personal information (in which
18	case, the operator is deemed to have
19	collected the information); and
20	``(B) does not include any nonprofit entity
21	that would otherwise be exempt from coverage
22	under section 5 of the Federal Trade Commission
23	Act (15 U.S.C. 45).";
24	(2) in paragraph (4)—

1	(A) by amending subparagraph $(A)$ to read
2	as follows:
3	"(A) the release of personal information col-
4	lected from a child or teen by an operator for
5	any purpose, except where the personal informa-
6	tion is provided to a person other than an oper-
7	ator who—
8	"(i) provides support for the internal
9	operations of the website, online service, on-
10	line application, or mobile application of
11	the operator, excluding any activity relating
12	to individual-specific advertising to chil-
13	dren or teens; and
14	"(ii) does not disclose or use that per-
15	sonal information for any other purpose;
16	and"; and
17	(B) in subparagraph (B)—
18	(i) by inserting "or teen" after "child"
19	each place the term appears; and
20	(ii) by striking "website or online serv-
21	ice" and inserting "website, online service,
22	online application, or mobile application";
23	(3) by striking paragraph (8) and inserting the
24	following:
25	"(8) Personal information.—

1	"(A) IN GENERAL.—The term 'personal in-
2	formation' means individually identifiable infor-
3	mation about an individual collected online, in-
4	cluding—
5	"(i) a first and last name;
6	"(ii) a home or other physical address
7	including street name and name of a city or
8	town;
9	"(iii) an e-mail address;
10	"(iv) a telephone number;
11	"(v) a Social Security number;
12	"(vi) any other identifier that the
13	Commission determines permits the phys-
14	ical or online contacting of a specific indi-
15	vidual;
16	"(vii) geolocation information;
17	"(viii) information generated from the
18	measurement or technological processing of
19	an individual's biological, physical, or
20	physiological characteristics that is used to
21	identify an individual, including—
22	"(I) fingerprints;
23	"(II) voice prints;
24	"(III) iris or retina imagery

25 scans;

- 56"(IV) facial templates; 1 "(V) deoxyribonucleic acid (DNA) 2 3 information; or 4 (VI) gait; 5 "(ix) information linked or reasonably 6 linkable to a child or teen; or 7 (x) information linked or reasonably 8 linkable to a child or teen or the parents of 9 that child or teen (including any unique 10 identifier) that an operator collects online 11 from the child or teen and combines with an 12 identifier described in this subparagraph. 13 "(B) EXCLUSION.—The term 'personal in-14 formation' shall not include an audio file that contains a child's or teen's voice so long as the 15 16 operator-17 "(i) does not request information via 18 voice that would otherwise be considered 19 personal information under this paragraph; 20 "(ii) provides clear notice of its collec-21 tion and use of the audio file and its dele-22 tion policy in its privacy policy; 23 "(iii) only uses the voice within the
- audio file solely as a replacement for written words, to perform a task, or engage with

1	a website, online service, online application,
2	or mobile application, such as to perform a
3	search or fulfill a verbal instruction or re-
4	quest; and
5	"(iv) only maintains the audio file
6	long enough to complete the stated purpose
7	and then immediately deletes the audio file
8	and does not make any other use of the
9	audio file prior to deletion.";
10	(4) by amending paragraph (9) to read as fol-
11	lows:
12	"(9) Verifiable consent.—The term 'verifiable
13	consent' means any reasonable effort (taking into con-
14	sideration available technology), including a request
15	for authorization for future collection, use, and disclo-
16	sure described in the notice, to ensure that, in the case
17	of a child, a parent of the child, or, in the case of a
18	teen, the teen—
19	"(A) receives specific notice of the personal
20	information collection, use, and disclosure prac-
21	tices of the operator; and
22	``(B) before the personal information of the
23	child or teen is collected, freely and unambig-
24	uously authorizes—

1	"(i) the collection, use, and disclosure,
2	as applicable, of that personal information;
3	and
4	"(ii) any subsequent use of that per-
5	sonal information.";
6	(5) in paragraph (10)—
7	(A) in the paragraph header, by striking
8	"Website or online service directed to
9	CHILDREN" and inserting "WEBSITE, ONLINE
10	SERVICE, ONLINE APPLICATION, OR MOBILE AP-
11	PLICATION DIRECTED TO CHILDREN";
12	(B) by striking "website or online service"
13	each place it appears and inserting "website, on-
14	line service, online application, or mobile appli-
15	cation"; and
16	(C) by adding at the end the following new
17	subparagraph:
18	"(C) Rule of construction.—In consid-
19	ering whether a website, online service, online
20	application, or mobile application is directed to
21	children, the Commission shall, using competent
22	and reliable empirical evidence, apply a totality
23	of circumstances test to consider the intended au-
24	dience of the website, online service, online appli-
25	cation, or mobile application, as a whole."; and

1	(6) by adding at the end the following:
2	"(13) Connected Device.—The term 'connected
3	device' means a device that is capable of connecting
4	to the internet, directly or indirectly, or to another
5	connected device.
6	"(14) Online Application.—The term 'online
7	application'—
8	"(A) means an internet-connected software
9	program; and
10	``(B) includes a service or application of-
11	fered via a connected device.
12	"(15) Mobile Application.—The term 'mobile
13	application'—
14	"(A) means a software program that runs
15	on the operating system of—
16	"(i) a cellular telephone;
17	"(ii) a tablet computer; or
18	"(iii) a similar portable computing de-
19	vice that transmits data over a wireless con-
20	nection; and
21	``(B) includes a service or application of-
22	fered via a connected device.
23	"(16) Geolocation information.—The term
24	'geolocation information' means information suffi-

1	cient to identify a street name and name of a city or
2	town.
3	"(17) TEEN.—The term 'teen' means an indi-
4	vidual over the age of 12 and under the age of 17.
5	"(18) Individual-specific advertising to
6	CHILDREN OR TEENS.—
7	"(A) IN GENERAL.—The term 'individual-
8	specific advertising to children or teens' means
9	advertising or any other effort to market a prod-
10	uct or service that is directed to a specific child
11	or teen or a device that is linked or reasonably
12	linkable to a child or teen—
13	"(i) based on—
14	((I) the personal information of—
15	"(aa) the child or teen; or
16	"(bb) a group of children or
17	teens who are similar in sex, age,
18	income level, race, or ethnicity to
19	the specific child or teen to whom
20	the product or service is marketed;
21	"(II) psychological profiling of a
22	child or teen or group of children or
23	teens; or
24	"(III) a unique identifier of the
25	device; or

1	"(ii) as a result of use by the child or
2	teen, access by any device of the child or
3	teen, or use by a group of children or teens
4	who are similar to the specific child or teen,
5	of more than a single—
6	"(I) website;
7	"(II) online service;
8	"(III) online application;
9	"(IV) mobile application; or
10	"(V) connected device.
11	"(B) EXCLUSIONS.—The term 'individual-
12	specific advertising to children or teens' shall not
13	include—
14	"(i) advertising or marketing to an in-
15	dividual or the device of an individual in
16	response to the individual's specific request
17	for information or feedback, such as a
18	child's or teen's current search query;
19	"(ii) contextual advertising, such as
20	when an advertisement is displayed based
21	on the content of the website, online service,
22	online application, mobile application, or
23	connected device in which the advertisement
24	appears and does not vary based on per-
25	sonal information related to the viewer; or

1	"(iii) processing personal information
2	solely for measuring or reporting adver-
3	tising or content performance, reach, or fre-
4	quency, including independent measure-
5	ment.
6	"(C) Rule of construction.—Nothing in
7	subparagraph (A) shall be construed to prohibit
8	an operator with actual knowledge or knowledge
9	fairly implied on the basis of objective cir-
10	cumstances that an individual is under the age
11	of 17 from delivering advertising or marketing
12	that is age-appropriate and intended for a child
13	or teen audience, so long as the operator does not
14	use any personal information other than whether
15	the user is under the age of 17.".
16	(b) Online Collection, Use, Disclosure, and De-
17	LETION OF PERSONAL INFORMATION OF CHILDREN AND
18	TEENS.—Section 1303 of the Children's Online Privacy
19	Protection Act of 1998 (15 U.S.C. 6502) is amended—
20	(1) by striking the heading and inserting the fol-
21	lowing: "ONLINE COLLECTION, USE, DISCLO-
22	SURE, AND DELETION OF PERSONAL INFORMA-
23	TION OF CHILDREN AND TEENS.";
24	(2) in subsection (a)—

1	(A) by amending paragraph (1) to read as
2	follows:
3	"(1) IN GENERAL.—It is unlawful for an oper-
4	ator of a website, online service, online application,
5	or mobile application directed to children or for any
6	operator of a website, online service, online applica-
7	tion, or mobile application with actual knowledge or
8	knowledge fairly implied on the basis of objective cir-
9	cumstances—
10	"(A) to collect personal information from a
11	child or teen in a manner that violates the regu-
12	lations prescribed under subsection (b);
13	"(B) to collect, use, disclose to third parties,
14	or compile personal information of a child or
15	teen for purposes of individual-specific adver-
16	tising to children or teens (or to allow another
17	person to collect, use, disclose, or compile such
18	information for such purpose);
19	"( $C$ ) to collect the personal information of a
20	child or teen except when the collection of the
21	personal information is—
22	((i) consistent with the context of a
23	particular or service or the relationship of
24	the child or teen with the operator, includ-
25	ing collection necessary to fulfill a trans-

1	action or provide a product or service re-
2	quested by the child or teen; or
3	"(ii) required or specifically authorized
4	by Federal or State law; or
5	"(D) to store or transfer the personal infor-
6	mation of a child or teen outside of the United
7	States unless the operator discloses to the child or
8	teen involved that their personal information is
9	being stored or transferred outside of the United
10	States; or
11	((E) to retain the personal information of
12	a child or teen for longer than is reasonably nec-
13	essary to fulfill a transaction or provide a serv-
14	ice requested by the child or teen except as re-
15	quired or specifically authorized by Federal or
16	State law."; and
17	(B) in paragraph (2)—
18	(i) by striking "Notwithstanding para-
19	graph (1)" and inserting "Notwithstanding
20	paragraph (1)(A)";
21	(ii) by striking "of such a website or
22	online service"; and
23	(iii) by striking "subsection
24	(b)(1)(B)(iii) to the parent of a child" and
25	inserting "subsection $(b)(1)(B)(iii)$ to the

1	parent of a child or under subsection
2	(b)(1)(C)( <i>iii</i> ) to a teen";
3	(3) in subsection (b)—
4	(A) in paragraph (1)—
5	(i) in subparagraph (A)—
6	(I) by striking "operator of any
7	website" and all that follows through
8	"from a child" and inserting "operator
9	of a website, online service, online ap-
10	plication, or mobile application di-
11	rected to children or that has actual
12	knowledge or knowledge fairly implied
13	on the basis of objective circumstances
14	that it is collecting personal informa-
15	tion from children or teens";
16	(II) in clause (i)—
17	(aa) by striking "notice on
18	the website" and inserting "clear
19	and conspicuous notice";
20	(bb) by inserting "or teens"
21	after ''children'';
22	(cc) by striking ", and the
23	operator's" and inserting ", the
24	operator's"; and

1	(dd) by striking "; and" and
2	inserting ", the rights and oppor-
3	tunities available to the parent of
4	the child or teen under subpara-
5	graphs $(B)$ and $(C)$ , and the pro-
6	cedures or mechanisms the oper-
7	ator uses to ensure that personal
8	information is not collected from
9	children or teens except in accord-
10	ance with the regulations promul-
11	gated under this paragraph;";
12	(III) in clause (ii)—
13	(aa) by striking "parental";
14	(bb) by inserting "or teens"
15	after "children";
16	(cc) by striking the semicolon
17	at the end and inserting "; and";
18	and
19	(IV) by inserting after clause (ii)
20	the following new clause:
21	"(iii) to obtain verifiable consent from
22	a parent of a child or a teen before using
23	or disclosing personal information of the
24	child or teen for any purpose that is a ma-
25	terial change from the original purposes

1	and disclosure practices specified to the par-
2	ent of the child or the teen under clause
3	(i);";
4	(ii) in subparagraph (B)—
5	(I) in the matter preceding clause
6	(i), by striking "website or online serv-
7	ice" and inserting "operator";
8	(II) in clause (i), by inserting
9	"and the method by which the operator
10	obtained the personal information, and
11	the purposes for which the operator col-
12	lects, uses, discloses, and retains the
13	personal information" before the semi-
14	colon;
15	(III) in clause (ii)—
16	(aa) by inserting "to delete
17	personal information collected
18	from the child or content or infor-
19	mation submitted by the child to
20	a website, online service, online
21	application, or mobile application
22	and" after "the opportunity at
23	any time"; and
24	(bb) by striking "; and" and
25	inserting a semicolon;

1	(IV) by redesignating clause (iii)
2	as clause (iv) and inserting after
3	clause (ii) the following new clause:
4	"(iii) the opportunity to challenge the
5	accuracy of the personal information and, if
6	the parent of the child establishes the inac-
7	curacy of the personal information, to have
8	the inaccurate personal information cor-
9	rected;"; and
10	(V) in clause (iv), as so redesig-
11	nated, by inserting ", if such informa-
12	tion is available to the operator at the
13	time the parent makes the request" be-
14	fore the semicolon;
15	(iii) by redesignating subparagraphs
16	(C) and (D) as subparagraphs (D) and (E),
17	respectively;
18	(iv) by inserting after subparagraph
19	(B) the following new subparagraph:
20	(C) require the operator to provide, upon
21	the request of a teen under this subparagraph
22	who has provided personal information to the
23	operator, upon proper identification of that
24	teen—

1	"(i) a description of the specific types
2	of personal information collected from the
3	teen by the operator, the method by which
4	the operator obtained the personal informa-
5	tion, and the purposes for which the oper-
6	ator collects, uses, discloses, and retains the
7	personal information;
8	"(ii) the opportunity at any time to
9	delete personal information collected from
10	the teen or content or information submitted
11	by the teen to a website, online service, on-
12	line application, or mobile application and
13	to refuse further use or collection of personal
14	information from the teen;
15	"(iii) the opportunity to challenge the
16	accuracy of the personal information and, if
17	the parent of the child establishes the inac-
18	curacy of the personal information, to have
19	the inaccurate personal information cor-
20	rected; and
21	"(iv) a means that is reasonable under
22	the circumstances for the teen to obtain any
23	personal information collected from the teen,
24	if such information is available to the oper-

- ator at the time the teen makes the request;"; and (v) by amending subparagraph (E), as so redesignated, to read as follows: "(E) require the operator to establish, implement, and maintain reasonable security practices to protect the confidentiality, integrity, and accessibility of personal information of children or teens collected by the operator, and to protect such personal information against unauthorized access."; (B) in paragraph (2)— (i) in the matter preceding subparagraph (A), by striking "verifiable parental consent" and inserting "verifiable consent"; (ii) in subparagraph (A)—
- 17 (I) by inserting "or teen" after
  18 "collected from a child";
  19 (II) by inserting "or teen" after
  20 "request from the child"; and
  21 (III) by inserting "or teen or to
  22 contact another child or teen" after "to
  23 recontact the child";

24 *(iii) in subparagraph (B)*—

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1	(I) by striking "parent or child"
2	and inserting "parent or teen"; and
3	(II) by striking "parental con-
4	sent" each place the term appears and
5	inserting "verifiable consent";
6	(iv) in subparagraph (C)—
7	(I) in the matter preceding clause
8	(i), by inserting "or teen" after "child"
9	each place the term appears;
10	(II) in clause (i)—
11	(aa) by inserting "or teen"
12	after "child" each place the term
13	appears; and
14	(bb) by inserting "or teen, as
15	applicable," after "parent" each
16	place the term appears; and
17	(III) in clause (ii), by inserting
18	"or teen" after "child" each place the
19	term appears; and
20	(v) in subparagraph (D)—
21	(I) in the matter preceding clause
22	(i), by inserting "or teen" after "child"
23	each place the term appears;
24	(II) in clause (ii), by inserting
25	"or teen" after "child"; and

12
(III) in the flush text following
clause (iii)—
(aa) by inserting "or teen, as
applicable," after "parent" each
place the term appears; and
(bb) by inserting "or teen"
after "child"; and
(C) by adding after paragraph $(3)$ the fol-
lowing:
"(4) Continuation of service.—The regula-
tions shall prohibit an operator from discontinuing
service provided to a child or teen on the basis of a
request by the parent of the child or by the teen,
under the regulations prescribed under subparagraph
(B) or $(C)$ of paragraph (1), respectively, to delete
personal information collected from the child or teen,
to the extent that the operator is capable of providing
such service without such information.
"(5) RULE OF CONSTRUCTION.—A request made
pursuant to subparagraph $(B)$ or $(C)$ of paragraph
(1) to delete personal information of a child or teen
shall not be construed—
"(A) to limit the authority of a law enforce-
ment agency to obtain any content or informa-
tion from an operator pursuant to a lawfully ex-

1	ecuted warrant or an order of a court of com-
2	petent jurisdiction;
3	"(B) to require an operator or third party
4	delete information that—
5	"(i) any other provision of Federal or
6	State law requires the operator or third
7	party to maintain; or
8	"(ii) was submitted to the website, on-
9	line service, online application, or mobile
10	application of the operator by any person
11	other than the user who is attempting to
12	erase or otherwise eliminate the content or
13	information, including content or informa-
14	tion submitted by the user that was repub-
15	lished or resubmitted by another person; or
16	"(C) prohibit an operator from—
17	"(i) retaining a record of the deletion
18	request and the minimum information nec-
19	essary for the purposes of ensuring compli-
20	ance with a request made pursuant to sub-
21	paragraph (B) or (C); or
22	"(ii) ensuring that the child or teen's
23	information remains deleted."; and
24	(4) in subsection (c), by striking "a regulation
25	prescribed under subsection (a)" and inserting "sub-

1	paragraph (B), (C), (D), or (E) of subsection $(a)(1)$ ,
2	or a of a regulation prescribed under subparagraph
3	(A) of such subsection,".
4	(c) SAFE HARBORS.—Section 1304 of the Children's
5	Online Privacy Protection Act of 1998 (15 U.S.C. 6503)
6	is amended—
7	(1) in subsection (b)(1), by inserting "and teens"
8	after "children"; and
9	(2) by adding at the end the following:
10	"(d) Publication.—
11	"(1) IN GENERAL.—The Commission shall pub-
12	lish on the internet website of the Commission any re-
13	port or documentation required by regulation to be
14	submitted to the Commission to carry out this section.
15	"(2) RESTRICTIONS ON PUBLICATION.—The re-
16	strictions described in subsection (f) of section 6 of the
17	Federal Trade Commission Act (15 U.S.C. 46(f)) ap-
18	plicable to the publication of information obtained by
19	the Commission through investigations conducted
20	under such section shall apply in same manner to the
21	publication under this subsection of information ob-
22	tained by the Commission from a report or docu-
23	mentation described in paragraph (1).".

1	(d) Administration and Applicability of Act.—
2	Section 1306 of the Children's Online Privacy Protection
3	Act of 1998 (15 U.S.C. 6505) is amended—
4	(1) in subsection (b)—
5	(A) in paragraph (1), by striking ", in the
6	case of" and all that follows through "the Board
7	of Directors of the Federal Deposit Insurance
8	Corporation;" and inserting the following: "by
9	the appropriate Federal banking agency, with re-
10	spect to any insured depository institution (as
11	those terms are defined in section 3 of that Act
12	(12 U.S.C. 1813));"; and
13	(B) by striking paragraph (2) and redesig-
14	nating paragraphs (3) through (6) as para-
15	graphs (2) through (5), respectively; and
16	(2) by adding at the end the following new sub-
17	sections:
18	"(f) Determination of Whether an Operator
19	HAS KNOWLEDGE FAIRLY IMPLIED ON THE BASIS OF OB-
20	JECTIVE CIRCUMSTANCES.—
21	"(1) Rule of construction.—For purposes of
22	enforcing this Act or a regulation promulgated under
23	this Act, in making a determination as to whether an
24	operator has knowledge fairly implied on the basis of
25	

25 objective circumstances that a user is a child or teen,

1	the Commission shall rely on competent and reliable
2	empirical evidence, taking into account the totality of
3	the circumstances, including consideration of whether
4	the operator, using available technology, exercised rea-
5	sonable care.
6	"(2) PROTECTIONS FOR PRIVACY.—Nothing in
7	the Commission's determination under paragraph (1)
8	shall be construed to require an operator to—
9	"(A) affirmatively collect any personal in-
10	formation with respect to the age of a child or
11	teen that an operator is not already collecting in
12	the normal course of business; or
13	``(B) implement an age gating or age
14	verification functionality.
15	"(3) Commission guidance.—
16	"(A) IN GENERAL.—Within 180 days of en-
17	actment, the Commission shall issue guidance to
18	provide information, including best practices
19	and examples for operators to understand the
20	Commission's determination of whether an oper-
21	ator has knowledge fairly implied on the basis of
22	objective circumstances.
23	"(B) LIMITATION.—No guidance issued by
24	the Commission with respect to this Act shall
25	confer any rights on any person, State, or local-

1 ity, nor shall operate to bind the Commission or 2 any person to the approach recommended in such quidance. In any enforcement action 3 4 brought pursuant to this Act, the Commission shall allege a specific violation of a provision of 5 6 this Act. The Commission may not base an en-7 forcement action on. or execute a consent order 8 based on, practices that are alleged to be incon-9 sistent with any such guidance, unless the prac-10 tices allegedly violate this Act.

"(g) ADDITIONAL REQUIREMENT.—Any regulations
issued under this Act shall include a description and analysis of the impact of proposed and final Rules on small
entities per the Regulatory Flexibility Act of 1980 (5 U.S.C.
601 et seq.).".

### 16SEC. 3. STUDY AND REPORTS OF MOBILE AND ONLINE AP-17PLICATION OVERSIGHT AND ENFORCEMENT.

18 (a) OVERSIGHT REPORT.—Not later than 3 years after the date of enactment of this Act, the Federal Trade Com-19 20 mission shall submit to the Committee on Commerce, 21 Science, and Transportation of the Senate and the Com-22 mittee on Energy and Commerce of the House of Represent-23 atives a report on the processes of platforms that offer mo-24 bile and online applications for ensuring that, of those ap-25 plications that are websites, online services, online applications, or mobile applications directed to children, the appli cations operate in accordance with—

3 (1) this Act, the amendments made by this Act,
4 and rules promulgated under this Act; and

5 (2) rules promulgated by the Commission under
6 section 5 of the Federal Trade Commission Act (15
7 U.S.C. 45) relating to unfair or deceptive acts or
8 practices in marketing.

9 (b) ENFORCEMENT REPORT.—Not later than 1 year 10 after the date of enactment of this Act, and each year there-11 after, the Federal Trade Commission shall submit to the 12 Committee on Commerce, Science, and Transportation of 13 the Senate and the Committee on Energy and Commerce 14 of the House of Representatives a report that addresses, at 15 a minimum—

16 (1) the number of actions brought by the Com17 mission during the reporting year to enforce the Chil18 dren's Online Privacy Protection Act of 1998 (15)
19 U.S.C. 6501) (referred to in this subsection as the
20 "Act") and the outcome of each such action;

(2) the total number of investigations or inquiries into potential violations of the Act; during the reporting year;

1 (3) the total number of open investigations or in-2 quiries into potential violations of the Act as of the 3 time the report is submitted; 4 (4) the number and nature of complaints re-5 ceived by the Commission relating to an allegation of 6 a violation of the Act during the reporting year; and 7 (5) policy or legislative recommendations to 8 strengthen online protections for children and teens. SEC. 4. GAO STUDY. 9 10 (a) STUDY.—The Comptroller General of the United 11 States (in this section referred to as the "Comptroller Gen-12 eral") shall conduct a study on the privacy of teens who use financial technology products. Such study shall— 13 14 (1) identify the type of financial technology 15 products that teens are using; 16 (2) identify the potential risks to teens' privacy 17 from using such financial technology products; and 18 (3) determine whether existing laws are suffi-19 cient to address such risks to teens' privacy. 20 (b) REPORT.—Not later than 1 year after the date of 21 enactment of this section, the Comptroller General shall sub-22 mit to Congress a report containing the results of the study 23 conducted under subsection (a), together with recommenda-24 tions for such legislation and administrative action as the Comptroller General determines appropriate. 25

Calendar No. 288

118TH CONGRESS S. 1418

# A BILL

To amend the Children's Online Privacy Protection Act of 1998 to strengthen protections relating to the online collection, use, and disclosure of personal information of children and teens, and for other purposes.

December 13, 2023

Reported with an amendment