5 lr 0867

By: Delegates Kaiser, Aumann, B. Barnes, Carr, Chang, Cullison, Ebersole, Fraser-Hidalgo, Frush, Ghrist, Glenn, Gutierrez, Hayes, Haynes, Healey, Hixson, Jackson, Jones, Krebs, Lafferty, Lam, Lierman, McComas, McCray, McDonough, McIntosh, Moon, Morhaim, Pendergrass, Rosenberg, Sample-Hughes, Simonaire, Sophocleus, Tarlau, Turner, Valderrama, Valentino-Smith, Waldstreicher, Walker, A. Washington, M. Washington, B. Wilson, C. Wilson, P. Young, and Zucker Zucker, Barron, C. Howard, Patterson, Afzali, D. Barnes, Buckel, Fennell, Hornberger, Luedtke, Metzgar, Platt, Reilly, and Shoemaker

Introduced and read first time: February 4, 2015 Assigned to: Ways and Means

Committee Report: Favorable with amendments House action: Adopted Read second time: March 16, 2015

CHAPTER _____

1 AN ACT concerning

 $\mathbf{2}$

F1

Education – Student Data Privacy Act of 2015

- 3 FOR the purpose of requiring certain operators of certain Internet sites, services, and 4 applications to protect certain student information from unauthorized access, to $\mathbf{5}$ implement and maintain certain security procedures and practices, and to delete 6 certain student information under certain circumstances; prohibiting certain 7 operators from engaging in certain activities with respect to certain sites, services, 8 and applications relating to targeted advertising, selling certain student 9 information. and disclosing certain student information under certain 10 circumstances; providing that certain operators may use certain de-identified or 11 aggregated student information under certain circumstances; providing for the 12 application of this Act; defining certain terms; and generally relating to student data 13privacy.
- 14 BY adding to
- 15 Article Education
- 16 Section 4–131

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



	2 H	IOUSE BILL 298
$\frac{1}{2}$		nd 2014 Supplement)
$\frac{3}{4}$		D BY THE GENERAL ASSEMBLY OF MARYLAND, follows:
5	A	rticle – Education
6	4–131.	
7 8		ON THE FOLLOWING WORDS HAVE THE MEANINGS
9 10		D INFORMATION" MEANS INFORMATION OR
11 12 13	OR THAT IS LINKED TO INFORMAT	RSONALLY IDENTIFIES AN INDIVIDUAL STUDENT YION OR MATERIAL THAT PERSONALLY IDENTIFIES
$\begin{array}{c} 14 \\ 15 \end{array}$		GATHERED BY AN OPERATOR THROUGH THE , OR AN APPLICATION.
16	(II) "COVERE	D INFORMATION" INCLUDES A STUDENT'S:
17	1. ED ⁻	UCATIONAL AND DISCIPLINARY RECORD;
18	2. FIR	ST AND LAST NAME;
19	3. Но	ME ADDRESS AND GEOLOCATION INFORMATION;
20	4. T E	LEPHONE NUMBER;
$\begin{array}{c} 21 \\ 22 \end{array}$		ECTRONIC MAIL ADDRESS OR OTHER SICAL OR ONLINE CONTACT;
$\begin{array}{c} 23\\ 24 \end{array}$		ST RESULTS, GRADES, AND STUDENT
25	7. Spi	ECIAL EDUCATION DATA;
26	8. CR	IMINAL RECORDS;
27	9. ME	DICAL RECORDS AND HEALTH RECORDS;

1	10. SOCIAL SECURITY NUMBER;
2	11. BIOMETRIC INFORMATION;
3	12. SOCIOECONOMIC INFORMATION;
4	13. FOOD PURCHASES;
5	14. POLITICAL AND RELIGIOUS AFFILIATIONS;
6	15. TEXT MESSAGES;
7	16. STUDENT IDENTIFIERS;
8	17. SEARCH ACTIVITY;
9	18. PHOTOS; AND
10	19. VOICE RECORDINGS.
$11 \\ 12 \\ 13$	(3) "OPERATOR" MEANS A PERSON WHO IS IN CONTROL OF AN INTERNET WEB SITE, AN ONLINE SERVICE, AN ONLINE APPLICATION, OR A MOBILE APPLICATION THAT:
14	(I) IS USED PRIMARILY FOR A PREK-12 SCHOOL PURPOSE;
$\begin{array}{c} 15\\ 16\\ 17\end{array}$	(II) IS ISSUED AT THE DIRECTION OF A SCHOOL, A TEACHER, OR ANY OTHER EMPLOYEE OF A SCHOOL, LOCAL SCHOOL SYSTEM, OR THE DEPARTMENT; AND
18 19	(III) WAS DESIGNED AND MARKETED PRIMARILY FOR A PREK-12 SCHOOL PURPOSE.
$20 \\ 21 \\ 22$	(4) "PERSISTENT UNIQUE IDENTIFIER" MEANS A UNIQUE REFERENCE NUMBER USED AS AN IDENTIFIER IN COMPUTER SOFTWARE THAT IS STORED ACROSS DIFFERENT USAGE SESSIONS.
$\begin{array}{c} 23\\ 24 \end{array}$	(5) (I) "PREK-12 SCHOOL PURPOSE" MEANS AN ACTIVITY THAT CUSTOMARILY:
$\frac{25}{26}$	1. TAKES PLACE AT THE DIRECTION OF A SCHOOL, A TEACHER, AN ADMINISTRATOR, OR A LOCAL SCHOOL SYSTEM; OR
27 28	2. AIDS IN THE ADMINISTRATION OF SCHOOL ACTIVITIES.

	4 HOUSE BILL 298
1	(II) "PREK–12 SCHOOL PURPOSE" INCLUDES:
2	1. INSTRUCTION IN THE CLASSROOM;
3	2. HOME INSTRUCTION;
4	3. ADMINISTRATIVE ACTIVITIES;
$5\\6$	4. COLLABORATION AMONG STUDENTS, SCHOOL EMPLOYEES, AND PARENTS;
7 8 9	5. MAINTAINING, DEVELOPING, SUPPORTING, IMPROVING, OR DIAGNOSING THE OPERATOR'S SITE, SERVICE, OR APPLICATION; AND
10 11	6. AN ACTIVITY THAT IS FOR THE USE AND BENEFIT OF THE SCHOOL.
12 13 14 15 16	(B) THIS SECTION DOES NOT APPLY TO A GENERAL AUDIENCE INTERNET WEB SITE, GENERAL AUDIENCE ONLINE SERVICE, GENERAL AUDIENCE ONLINE APPLICATION, OR GENERAL AUDIENCE MOBILE APPLICATION, EVEN IF LOG-IN CREDENTIALS CREATED FOR AN OPERATOR'S SITE, SERVICE, OR APPLICATION MAY BE USED TO ACCESS THE GENERAL AUDIENCE SITE, SERVICE, OR APPLICATION.
17	(C) AN OPERATOR SHALL:
18 19	(1) PROTECT COVERED INFORMATION FROM UNAUTHORIZED ACCESS, DESTRUCTION, USE, MODIFICATION, OR DISCLOSURE;
$\begin{array}{c} 20\\ 21 \end{array}$	(2) IMPLEMENT AND MAINTAIN REASONABLE SECURITY PROCEDURES AND PRACTICES TO PROTECT COVERED INFORMATION; AND
22 23 24	(3) IF COVERED INFORMATION IS UNDER THE CONTROL OF A SCHOOL OR LOCAL SCHOOL SYSTEM, DELETE THE COVERED INFORMATION IF THE SCHOOL OR LOCAL SCHOOL SYSTEM REQUESTS DELETION OF THE COVERED INFORMATION.
$\begin{array}{c} 25\\ 26 \end{array}$	(D) (1) AN OPERATOR MAY NOT ENGAGE IN ANY OF THE FOLLOWING ACTIVITIES WITH RESPECT TO THE OPERATOR'S SITE, SERVICE, OR APPLICATION:
27 28 29 30	(I) ENGAGE IN TARGETED ADVERTISING IF THE ADVERTISING IS BASED ON INFORMATION, INCLUDING COVERED INFORMATION AND PERSISTENT UNIQUE IDENTIFIERS, THAT THE OPERATOR HAS ACQUIRED BECAUSE OF THE USE OF THE OPERATOR'S SITE, SERVICE, OR APPLICATION;

1 (II) USE INFORMATION, INCLUDING COVERED INFORMATION 2 AND PERSISTENT UNIQUE IDENTIFIERS, CREATED OR GATHERED BY THE 3 OPERATOR'S SITE, SERVICE, OR APPLICATION, TO MAKE A PROFILE ABOUT A 4 STUDENT;

5 (III) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, SELL A 6 STUDENT'S INFORMATION; OR

7 (IV) EXCEPT AS PROVIDED IN SUBSECTION (E) OF THIS SECTION,
8 DISCLOSE COVERED INFORMATION.

9 (2) NOTHING IN THIS SUBSECTION SHALL BE CONSTRUED TO 10 PROHIBIT THE OPERATOR'S USE OF INFORMATION FOR MAINTAINING, DEVELOPING, 11 SUPPORTING, IMPROVING, OR DIAGNOSING THE OPERATOR'S SITE, SERVICE, OR 12 APPLICATION.

13 (E) NOTWITHSTANDING SUBSECTION (D)(1)(IV) OF THIS SECTION, AN 14 OPERATOR MAY DISCLOSE A STUDENT'S COVERED INFORMATION:

15 (1) IF THE DISCLOSURE IS <u>MADE ONLY</u> IN FURTHERANCE OF THE 16 PREK-12 <u>SCHOOL</u> PURPOSE OF THE SITE, SERVICE, OR APPLICATION AND THE 17 RECIPIENT OF THE COVERED INFORMATION:

18

(I) DOES NOT FURTHER DISCLOSE THE INFORMATION; AND

19(II) IS LEGALLY REQUIRED TO COMPLY WITH SUBSECTION20SUBSECTIONS (C) AND (D)(1) OF THIS SECTION;

21 (2) TO ENSURE LEGAL AND REGULATORY COMPLIANCE;

22 (3) TO RESPOND TO OR PARTICIPATE IN JUDICIAL PROCESS;

23(4) TO PROTECT THE SAFETY OF USERS OR THE SECURITY OF THE24SITE;

25 (5) TO A SERVICE PROVIDER, PROVIDED THE OPERATOR 26 CONTRACTUALLY:

27(I) PROHIBITS THE SERVICE PROVIDER FROM USING ANY28COVERED INFORMATION FOR ANY PURPOSE OTHER THAN PROVIDING THE29CONTRACTED SERVICE TO, OR ON BEHALF OF, THE OPERATOR;

1(II)PROHIBITS THE SERVICE PROVIDER FROM DISCLOSING2COVERED INFORMATION PROVIDED BY THE OPERATOR WITH A THIRD PARTY; AND

3 (III) REQUIRES THE SERVICE PROVIDER TO COMPLY WITH THE 4 REQUIREMENTS OF SUBSECTIONS (C) AND (D)(1)(I) THROUGH (III) OF THIS 5 SECTION;

6 (6) IF SUBSECTION (D)(1)(I) THROUGH (III) OF THIS SECTION IS NOT 7 VIOLATED;

8 (7) IF FEDERAL OR STATE LAW REQUIRES THE OPERATOR TO 9 DISCLOSE THE INFORMATION, AND THE OPERATOR COMPLIES WITH THE 10 REQUIREMENTS OF FEDERAL AND STATE LAW IN PROTECTING AND DISCLOSING THE 11 INFORMATION;

- 12 (8) FOR A LEGITIMATE RESEARCH PURPOSE AS:
- 13

(I) **REQUIRED BY FEDERAL OR STATE LAW; OR**

(II) ALLOWED BY FEDERAL OR STATE LAW AND UNDER THE
DIRECTION OF A SCHOOL, LOCAL SCHOOL SYSTEM, OR THE DEPARTMENT, IF A
STUDENT'S COVERED INFORMATION IS NOT USED FOR ADVERTISING OR TO MAKE A
PROFILE ON THE STUDENT FOR A PURPOSE OTHER THAN A PREK-12 SCHOOL
PURPOSE; OR

19 (9) TO A STATE OR LOCAL EDUCATION AGENCY, INCLUDING SCHOOLS
 20 AND LOCAL SCHOOL SYSTEMS, FOR A PREK-12 SCHOOL PURPOSE, AS PERMITTED
 21 BY FEDERAL AND STATE LAW.

(F) IF AN OPERATOR OF A SITE, A SERVICE, OR AN APPLICATION USED FOR
 A PREK-12 SCHOOL PURPOSE IS MERGED WITH OR ACQUIRED BY ANOTHER ENTITY,
 THE SUCCESSOR ENTITY IS SUBJECT TO THIS SECTION.

- 25 (G) NOTHING IN THIS SECTION PROHIBITS AN OPERATOR FROM:
- 26

(1)

USING DE-IDENTIFIED COVERED INFORMATION:

27 (I) TO IMPROVE AN EDUCATIONAL PRODUCT WITHIN ANY SITE,
 28 SERVICE, OR APPLICATION THE OPERATOR OWNS; OR

29 (II) TO DEMONSTRATE THE EFFECTIVENESS OF THE 30 OPERATOR'S PRODUCTS OR SERVICES; OR

6

1 (2) SHARING AGGREGATED DE-IDENTIFIED COVERED INFORMATION 2 FOR THE DEVELOPMENT AND IMPROVEMENT OF EDUCATIONAL SITES, SERVICES, OR 3 APPLICATIONS.

(H) THIS SECTION MAY NOT BE CONSTRUED TO PROHIBIT A NONPROFIT
 WEB SITE, MOBILE APPLICATION, OR ONLINE SERVICE FROM USING OR DISCLOSING
 A STUDENT'S COVERED INFORMATION ONLY FOR THE PURPOSE OF CONDUCTING A
 COLLEGE- OR CAREER-READINESS ASSESSMENT IF THE NONPROFIT WEB SITE,
 MOBILE APPLICATION, OR ONLINE SERVICE:

9 (1) GAVE CLEAR AND CONSPICUOUS NOTICE OF THE USE OR 10 DISCLOSURE OF THE STUDENT'S COVERED INFORMATION TO THE STUDENT OR THE 11 STUDENT'S PARENT OR GUARDIAN; AND

12(2)OBTAINED THE AFFIRMATIVE CONSENT OF THE STUDENT OR THE13STUDENT'S PARENT OR GUARDIAN TO USE OR DISCLOSE THE STUDENT'S COVERED14INFORMATION.

(H) (I) THIS SECTION MAY NOT BE CONSTRUED TO LIMIT THE AUTHORITY
OF A LAW ENFORCEMENT AGENCY TO OBTAIN CONTENT OR INFORMATION FROM AN
OPERATOR AS AUTHORIZED BY FEDERAL OR STATE LAW OR IN ACCORDANCE WITH
AN ORDER OF A COURT OF COMPETENT JURISDICTION.

19(J)THIS SECTION DOES NOT LIMIT THE ABILITY OF AN OPERATOR TO20USE A STUDENT'S COVERED INFORMATION FOR ADAPTIVE LEARNING OR21CUSTOMIZED STUDENT LEARNING PURPOSES.

22 (J) (K) THIS SECTION MAY NOT BE CONSTRUED TO PROHIBIT AN 23 OPERATOR OF AN INTERNET WEB SITE, AN ONLINE SERVICE, AN ONLINE 24 APPLICATION, OR A MOBILE APPLICATION FROM MARKETING EDUCATIONAL 25 PRODUCTS DIRECTLY TO PARENTS IF THE MARKETING WAS NOT A RESULT OF THE 26 USE OF COVERED INFORMATION OBTAINED BY THE OPERATOR THROUGH THE 27 PROVISION OF SERVICES COVERED UNDER THIS SECTION.

28(K) (L)THIS SECTION DOES NOT IMPOSE A DUTY ON A PROVIDER OF AN29ELECTRONIC STORE, A GATEWAY, MARKETPLACE, OR ANY OTHER MEANS OF30PURCHASING OR DOWNLOADING SOFTWARE OR APPLICATIONS TO REVIEW OR31ENFORCE COMPLIANCE OF THIS SECTION.

32 (L) (M) THIS SECTION DOES NOT IMPOSE A DUTY ON A PROVIDER OF AN
 33 INTERACTIVE COMPUTER SERVICE, AS DEFINED IN CHAPTER 5, TITLE 47 OF THE
 34 UNITED STATES CODE, TO REVIEW OR ENFORCE COMPLIANCE WITH THIS SECTION
 35 BY THIRD-PARTY CONTENT PROVIDERS.

1 (M) (N) THIS SECTION DOES NOT IMPEDE THE ABILITY OF STUDENTS TO 2 DOWNLOAD, EXPORT, OR OTHERWISE SAVE OR MAINTAIN THEIR OWN STUDENT 3 CREATED DATA OR DOCUMENTS.

4 SECTION 2. AND BE IT FURTHER ENACTED, That, if any provision of this Act or 5 the application thereof to any person or circumstance is held invalid for any reason in a 6 court of competent jurisdiction, the invalidity does not affect other provisions or any other 7 application of this Act that can be given effect without the invalid provision or application, 8 and for this purpose the provisions of this Act are declared severable.

9 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 10 1, 2015.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.