1	HOUSE OF REPRESENTATIVES - FLOOR VERSION
2	STATE OF OKLAHOMA
3	1st Session of the 58th Legislature (2021)
4	HOUSE BILL 1602 By: Walke, West (Josh), Phillips, Talley, Moore,
5	Davis, Mize, Luttrell, Townley, Bashore, Sims,
6 7	Dills, Pae, Fetgatter, Lawson, Blancett, McDugle, Munson, West (Tammy),
8	Cornwell, Manger, Roberts (Eric), Wolfley, Boles,
9	Kerbs, Dollens, Ranson, Randleman, Roe, Brewer,
10	Cruz, Boatman, McEntire, Waldron, Conley, Decomposite Mallers and
11	Rosecrants, Wallace and Virgin of the House
12	and
13	Montgomery, Hicks, Dossett
13 14	Montgomery, Hicks, Dossett (J.A.) and Kidd of the Senate
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14 15 16	(J.A.) and Kidd of the Senate <u>AS INTRODUCED</u> An Act relating to privacy of computer data; enacting
14 15 16 17	(J.A.) and Kidd of the Senate <u>AS INTRODUCED</u> An Act relating to privacy of computer data; enacting the Oklahoma Computer Data Privacy Act; defining terms; providing that this act applies to certain
14 15 16 17 18	<pre>(J.A.) and Kidd of the Senate</pre> An Act relating to privacy of computer data; enacting the Oklahoma Computer Data Privacy Act; defining terms; providing that this act applies to certain businesses that collect consumers' personal information; providing exemptions; prescribing
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14 15 16 17 18 19 20	<pre>(J.A.) and Kidd of the Senate</pre> <u>As INTRODUCED</u> An Act relating to privacy of computer data; enacting the Oklahoma Computer Data Privacy Act; defining terms; providing that this act applies to certain businesses that collect consumers' personal information; providing exemptions; prescribing compliance with other laws and legal proceedings; requiring this act to be liberally construed to align
14 15 16 17 18 19 20 21	(J.A.) and Kidd of the Senate <u>AS INTRODUCED</u> An Act relating to privacy of computer data; enacting the Oklahoma Computer Data Privacy Act; defining terms; providing that this act applies to certain businesses that collect consumers' personal information; providing exemptions; prescribing compliance with other laws and legal proceedings; requiring this act to be liberally construed to align its effects with other laws relating to privacy and protection of personal information; providing that

1 the Oklahoma Corporation Commission to adopt rules to implement, administer and enforce this act; providing 2 guidelines for the use of personal information in research; providing consumers the right to request disclosure of certain information; providing 3 consumers the right to request the deletion of their information; providing consumers the right to request 4 and receive a disclosure of personal information sold 5 or disclosed; providing consumers the right to opt in and out of the sale of their personal information; finding that individuals in Oklahoma have a right to 6 prohibit retention, use or disclosure of their own 7 personal data; finding that Oklahomans have been exploited for monetary gain and manipulation by private ventures in utilization of private data; 8 finding that the protection of individuals' data is a 9 core governmental function in order to protect the health, safety and welfare of individuals in 10 Oklahoma; finding that this act is the least restrictive alternative necessary to protect individuals and their rights; finding that the use of 11 a strictly "opt-out" method for data privacy is 12 ineffectual and poses an immediate risk to health, safety and welfare of Oklahomans; providing that 13 contracts or other agreements purporting to waive or limit a right, remedy or means of enforcement are 14 contrary to public policy and are void; requiring that businesses collecting consumer data information 15 must inform the consumer of each category of personal information collected and for which purpose the 16 information will be used, and obtain the consumer's explicit consent; requiring businesses that collect, 17 sell, or for a business purpose disclose consumers' personal information to provide an online privacy 18 policy or a notice of the business's policies; requiring businesses to designate and make available 19 methods for submitting a verifiable consumer request for information that is required to be disclosed or 20 deleted; requiring businesses receiving consumer requests to promptly take steps to reasonable verify 21 the identity of the requesting consumers; requiring businesses that receive a verifiable consumer request 22 within a certain timeframe disclose the required information; requiring businesses that use de-23 identified information to not re-identify or attempt to re-identify a consumer who is the subject of de-24 identified information without obtaining permission;

1 providing that businesses may not discriminate against consumers for exercising their rights; 2 providing that businesses may offer a financial incentive to consumers for the collection, sale or 3 disclosure of their personal information; providing that businesses may not divide a single transaction into more than one transaction with the intent to 4 avoid the requirements of this act; requiring 5 businesses to ensure employees handling consumer inquiries about privacy practices are informed of certain rights, requirements and information; 6 providing civil penalties; authorizing the Oklahoma 7 Corporation Commission to take certain actions against violating businesses; authorizing the Commission to recover reasonable expenses incurred in 8 obtaining injunctive relief or civil penalties; 9 directing the Commission to deposit collected penalties in a dedicated account in the General 10 Revenue Fund; providing certain immunities; providing protections to service providers; providing for codification; and providing an effective date. 11 12 13 14 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 15 SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 901.1 of Title 17, unless there 16 17 is created a duplication in numbering, reads as follows: 18 This act shall be known and may be cited as the "Oklahoma 19 Computer Data Privacy Act". 20 SECTION 2. A new section of law to be codified NEW LAW 21 in the Oklahoma Statutes as Section 901.2 of Title 17, unless there 22 is created a duplication in numbering, reads as follows: 23 As used in this act: 24

1. "Aggregate consumer information" means information that
 2 relates to a group or category of consumers from which individual
 3 consumer identities have been removed and that is not linked or
 4 reasonably linkable to a particular consumer or household, including
 5 through a device. The term does not include one or more individual
 6 consumer records that have been de-identified;

7 2. "Biometric information" means an individual's physiological,
8 biological or behavioral characteristics that can be used, alone or
9 in combination with other characteristics or other identifying data,
10 to establish the individual's identity. The term includes:

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a. deoxyribonucleic acid (DNA),

- b. an image of an iris, retina, fingerprint, face, hand,
  palm or vein pattern or a voice recording from which
  an identifier template can be extracted such as a
  faceprint, minutiae template or voiceprint,
- 16 c. keystroke patterns or rhythms,
- d. gait patterns or rhythms, and
- 18 e. sleep, health or exercise data that contains
  19 identifying information;

3. "Business" means a for-profit entity, including a sole
proprietorship, partnership, limited liability company, corporation,
association or other legal entity that is organized or operated for
the profit or financial benefit of the entity's shareholders or

1 other owners, but does not include internet service providers so 2 long as they are acting in their role as internet service providers; 3 4. "Business purpose" means the use of personal information for: 4 5 a. the following operational purposes of a business or service provider, provided that the use of the 6 7 information is reasonably necessary and proportionate to achieve the operational purpose for which the 8 9 information was collected or processed or another 10 operational purpose that is compatible with the 11 context in which the information was collected: 12 (1)auditing related to a current interaction with a 13 consumer and any concurrent transactions, 14 including counting ad impressions to unique 15 visitors, verifying the positioning and quality 16 of ad impressions, and auditing compliance with a 17 specification or other standards for ad 18 impressions, 19 (2) detecting a security incident, protecting against 20 malicious, deceptive, fraudulent or illegal 21

activity, and prosecuting those responsible for

any illegal activity described by this division,

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1	(3	) id	entifying and repairing or removing errors that
2		im	pair the intended functionality of computer
3		ha	rdware or software,
4	(4	) us	ing personal information in the short term or
5		fo	r a transient use, provided that the
6		in	formation is not:
7		(a	) disclosed to a third party, and
8		(b	) used to build a profile about a consumer or
9			alter an individual consumer's experience
10			outside of a current interaction with the
11			consumer, including the contextual
12			customization of an advertisement displayed
13			as part of the same interaction,
14	(5	) pe	rforming a service on behalf of the business or
15		se	rvice provider, including:
15 16		se (a	
16			) maintaining or servicing an account,
16 17			) maintaining or servicing an account, providing customer service, processing or
16 17 18			) maintaining or servicing an account, providing customer service, processing or fulfilling an order or transaction,
16 17 18 19			) maintaining or servicing an account, providing customer service, processing or fulfilling an order or transaction, verifying customer information, processing a
16 17 18 19 20			) maintaining or servicing an account, providing customer service, processing or fulfilling an order or transaction, verifying customer information, processing a payment, providing financing, providing
16 17 18 19 20 21			) maintaining or servicing an account, providing customer service, processing or fulfilling an order or transaction, verifying customer information, processing a payment, providing financing, providing advertising or marketing services, or providing analytic services, or

1	division on behalf of the business or
2	service provider,
3	(6) undertaking internal research for technological
4	development and demonstration, or
5	(7) undertaking an activity to:
6	(a) verify or maintain the quality or safety of
7	a service or device that is owned by,
8	manufactured by, manufactured for or
9	controlled by the business, or
10	(b) improve, upgrade or enhance a service or
11	device described by subdivision (a) of this
12	division, or
13	b. another operational purpose for which notice is given
14	under this act, but specifically excepting cross-
15	context targeted advertising, unless the customer has
16	opted in to the same;
17	5. "Collect" means to buy, rent, gather, obtain, receive or
18	access the personal information of a consumer by any means,
19	including by actively or passively receiving the information from
20	the consumer or by observing the consumer's behavior;
21	6. "Commercial purpose" means a purpose that is intended to
22	result in a profit or other tangible benefit or the advancement of a
23	person's commercial or economic interests, such as by inducing
24	another person to buy, rent, lease, subscribe to, provide or

1 exchange products, goods, property, information or services or by 2 enabling or effecting, directly or indirectly, a commercial 3 transaction. The term does not include the purpose of engaging in 4 speech recognized by state or federal courts as noncommercial 5 speech, including political speech and journalism;

6 7. "Consumer" means an individual who is a resident of this7 state;

8. "De-identified information" means information that cannot
9 reasonably identify, relate to, describe, be associated with, or be
10 linked to, directly or indirectly, a particular consumer;

9. "Device" means any physical object capable of connecting tothe Internet, directly or indirectly, or to another device;

13 10. "Identifier" means data elements or other information that 14 alone or in conjunction with other information can be used to 15 identify a particular consumer, household or device that is linked 16 to a particular consumer or household;

17 11. "Internet service provider" means a person who provides a 18 mass-market retail service by wire or radio that provides the 19 capability to transmit data and to receive data from all or 20 substantially all Internet endpoints, including any capabilities 21 that are incidental to and enable the operations of the service, 22 excluding dial-up Internet access service;

23 12. "Person" means an individual, sole proprietorship, firm,
24 partnership, joint venture, syndicate, business trust, company,

corporation, limited liability company, association, committee and
 any other organization or group of persons acting in concert;

"Personal information" means information that identifies, 3 13. 4 relates to, describes, can be associated with or can reasonably be 5 linked to, directly or indirectly, a particular consumer or 6 household. The term includes the following categories of 7 information if the information identifies, relates to, describes, can be associated with or can reasonably be linked to, directly or 8 9 indirectly, a particular consumer or household:

- 10a.an identifier, including a real name, alias, mailing11address, account name, date of birth, driver license12number, unique identifier, Social Security number,13passport number, signature, telephone number or other14government-issued identification number, or other15similar identifier,
- b. an online identifier, including an electronic mail
  address or Internet Protocol address, or other similar
  identifier,
- c. a physical characteristic or description, including a
   characteristic of a protected classification under
   state or federal law,
  - d. commercial information, including:

(1) a record of personal property,

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1	(2	) a good or service purchased, obtained or
2		considered,
3	(3	) an insurance policy number, or
4	(4	) other purchasing or consuming histories or
5		tendencies,
6	e. bi	ometric information,
7	f. In	ternet or other electronic network activity
8	in	formation, including:
9	(1	) browsing or search history, and
10	(2	) other information regarding a consumer's
11		interaction with an Internet website, application
12		or advertisement,
13	g. ge	olocation data,
14	h. au	dio, electronic, visual, thermal, olfactory or other
15	si	milar information,
16	i. pr	ofessional or employment-related information,
17	j. ed	ucation information that is not publicly available
18	pe	rsonally identifiable information under the Family
19	Ed	ucational Rights and Privacy Act of 1974,
20	k. fi	nancial information, including a financial
21	in	stitution account number, credit or debit card
22	nu	mber, or password or access code associated with a
23	cr	edit or debit card or bank account,
24	l. me	dical information,

1 m. health insurance information, or

n. inferences drawn from any of the information listed
under this paragraph to create a profile about a
consumer that reflects the consumer's preferences,
characteristics, psychological trends,
predispositions, behavior, attitudes, intelligence,
abilities or aptitudes;

8 14. "Processing information" means performing any operation or
9 set of operations on personal data or on sets of personal data,
10 whether or not by automated means;

11 15. "Publicly available information" means information that is 12 lawfully made available to the public from federal, state or local 13 government records. The term does not include:

a. biometric information of a consumer collected by a
business without the consumer's knowledge or consent,
data that is used for a purpose that is not compatible
with the purpose for which the data is:
(1) publicly maintained, or

19 (2) maintained in and made available from government
 20 records, or

c. de-identified or aggregate consumer information;
 16. "Service provider" means a for-profit entity as described
 by paragraph 3 of this section that processes information on behalf
 of a business and to which the business discloses, for a business

1	purpose, a consumer's personal information under a written contract,
2	provided that the contract prohibits the entity receiving the
3	information from retaining, using or disclosing the information for
4	any purpose other than:
5	a. providing the services specified in the contract with
6	the business, or
7	b. for a purpose permitted by this act, including for a
8	commercial purpose other than providing those
9	specified services;
10	17. "Third party" means a person who is not:
11	a. a business to which this act applies that collects
12	personal information from consumers, or
13	b. a person to whom the business discloses, for a
14	business purpose, a consumer's personal information
15	under a written contract, provided that the contract:
16	(1) prohibits the person receiving the information
17	from:
18	(a) selling the information,
19	(b) retaining, using or disclosing the
20	information for any purpose other than
21	providing the services specified in the
22	contract, including for a commercial purpose
23	other than providing those services, and
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1	(c) retaining, using or disclosing the
2	information outside of the direct business
3	relationship between the person and the
4	business, and
5	(2) includes a certification made by the person
6	receiving the personal information that the
7	person understands and will comply with the
8	prohibitions under division (1) of this
9	subparagraph;
10	18. "Unique identifier" means a persistent identifier that can
11	be used over time and across different services to recognize a
12	consumer, a custodial parent or guardian, or any minor children over
13	which the parent or guardian has custody, or a device that is linked
14	to those individuals. The term includes:
15	a. a device identifier,
16	b. an Internet Protocol address,
17	c. a cookie, beacon, pixel tag, mobile ad identifier or
18	similar technology,
19	d. a customer number, unique pseudonym or user alias,
20	e. a telephone number, and
21	f. another form of a persistent or probabilistic
22	identifier that can be used to identify a particular
23	consumer or device;
24	19. "Verifiable consumer request" means a request:

- 1 a. that is made by a consumer, a consumer on behalf of 2 the consumer's minor child, or a natural person or 3 person who is authorized by a consumer to act on the 4 consumer's behalf, and
- b. that a business can reasonably verify, in accordance
  with rules adopted under Section 9 of this act, was
  submitted by the consumer about whom the business has
  collected personal information; and

9 20. "Consent" means an act that clearly and conspicuously 10 communicates the individual's authorization of an act or practice 11 that is made in the absence of any mechanism in the user interface 12 that has the purpose or substantial effect of obscuring, subverting 13 or impairing decision-making or choice to obtain consent.

14 SECTION 3. NEW LAW A new section of law to be codified 15 in the Oklahoma Statutes as Section 901.3 of Title 17, unless there 16 is created a duplication in numbering, reads as follows:

- 17 A. This act applies only to:
- 18 1. A business that:
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a. does business in this state,

- b. collects consumers' personal information or has that
  information collected on the business's behalf,
  c. alone or in conjunction with others, determines the
  purpose for and means of processing consumers'
- 24 personal information, and

1 d. satisfies one or more of the following thresholds: 2 has annual gross revenue in an amount that (1)3 exceeds Ten Million Dollars (\$10,000,000.00), 4 (2) alone or in combination with others, annually 5 buys, sells, or receives or shares for commercial purposes the personal information of fifty 6 7 thousand or more consumers, households or devices, or 8 9 (3) derives twenty-five percent (25%) or more of the 10 business's annual revenue from selling consumers' 11 personal information; and 12 2. An entity that controls or is controlled by a business 13 described by paragraph 1 of this subsection. 14 For purposes of paragraph 2 of subsection A of this section, в. 15 "control" means the: 16 1. Ownership of, or power to vote, more than fifty percent 17 (50%) of the outstanding shares of any class of voting security of a 18 business; 19 2. Control in any manner over the election of a majority of the 20 directors or of individuals exercising similar functions; or 21 3. Power to exercise a controlling influence over the 22 management of a company. 23 C. For purposes of this act, a business sells a consumer's 24 personal information to another business or a third party if the

business sells, rents, discloses, disseminates, makes available,
 transfers or otherwise communicates, orally, in writing, or by
 electronic or other means, the information to the other business or
 third party for monetary or other valuable consideration.

5 D. For purposes of this act, a business does not sell a6 consumer's personal information if:

7 1. The consumer directs the business to intentionally disclose
8 the information or uses the business to intentionally interact with
9 a third party, provided that the third party does not sell the
10 information, unless that disclosure is consistent with this act; or
11 2. The business:

- a. uses or shares an identifier of the consumer to alert
  a third party that the consumer has opted out of the
  sale of the information,
- b. uses or shares with a service provider a consumer's
  personal information that is necessary to perform a
  business purpose if:
- 18 (1) the business provided notice that the information 19 is being used or shared in the business's terms 20 and conditions consistent with Sections 14 and 18 21 of this act, and
- (2) the service provider does not further collect,
   sell or use the information except as necessary
   to perform the business purpose, or

c. transfers to a third party a consumer's personal
information as an asset that is part of a merger,
acquisition, bankruptcy or other transaction in which
the third party assumes control of all or part of the
business, provided that information is used or shared
consistent with Sections 11, 13 and 14 of this act.

7 For purposes of paragraph 1 of subsection D of this section, Ε. an intentional interaction occurs if the consumer does one or more 8 9 deliberate acts with the intent to interact with a third party. 10 Placing a cursor over, muting, pausing or closing online content 11 does not constitute a consumer's intent to interact with a third 12 partv. Instead, said deliberate act must be consent to such 13 interaction as defined herein.

14 SECTION 4. NEW LAW A new section of law to be codified 15 in the Oklahoma Statutes as Section 901.4 of Title 17, unless there 16 is created a duplication in numbering, reads as follows:

- 17 A. This act does not apply to:
- 18 1. Publicly available information;

19 2. Protected health information governed by state health 20 privacy laws, or collected by a covered entity or a business 21 associate of a covered entity, as those terms are defined by 45 22 C.F.R., Section 160.103, that is governed by the privacy, security 23 and breach notification rules in 45 C.F.R., Parts 160 and 164 24 adopted by the United States Department of Health and Human Services 1 under the Health Insurance Portability and Accountability Act of 2 1996 (Pub. L. No. 104-191) and Title XIII of the American Recovery 3 and Reinvestment Act of 2009 (Pub. L. No. 111-5);

3. A health care provider governed by state health privacy
laws, or a covered entity described by paragraph 2 of this
subsection to the extent that the provider or entity maintains the
personal information of a patient in the same manner as protected
health information described by that paragraph;

9 4. Information collected as part of a clinical trial subject to
10 the Federal Policy for the Protection of Human Subjects in
11 accordance with the good clinical practice guidelines issued by the
12 International Council for Harmonisation or the human subject
13 protection requirements of the United States Food and Drug
14 Administration;

15 5. The sale of personal information to or by a consumer16 reporting agency if the information is to be:

a. reported in or used to generate a consumer report, as
defined by Section 1681a(d) of the Fair Credit
Reporting Act (15 U.S.C., Section 1681 et seq.), and
b. used solely for a purpose authorized under that act;
6. Personal information collected, processed, sold or disclosed
in accordance with:

## a. the Gramm-Leach-Bliley Act (Pub. L. No. 106-102) and its implementing regulations, or

1 b. the Driver's Privacy Protection Act of 1994 (18 2 U.S.C., Section 2721 et seq.); 3 De-identified or aggregate consumer information; or 7. 4 8. A consumer's personal information collected or sold by a 5 business, if every aspect of the collection or sale occurred wholly outside of this state. 6 7 For purposes of paragraph 8 of subsection A of this section, в. the collection or sale of a consumer's personal information occurs 8 9 wholly outside of this state if: 10 1. The business collects that information while the consumer is outside of this state; 11 12 2. No part of the sale of the information occurs in this state; 13 and 14 3. The business does not sell any personal information of the 15 consumer collected while the consumer is in this state. 16 C. For purposes of subsection B of this section, the collection 17 or sale of a consumer's personal information does not occur wholly 18 outside of this state if a business stores a consumer's personal 19 information, including on a device, when the consumer is in this 20 state and subsequently collects or sells that stored information 21 when the consumer and the information are outside of this state. 22 A new section of law to be codified SECTION 5. NEW LAW 23 in the Oklahoma Statutes as Section 901.5 of Title 17, unless there 24 is created a duplication in numbering, reads as follows:

1 A right or obligation under this act does not apply to the 2 extent that the exercise of the right or performance of the 3 obligation infringes on a noncommercial activity of: 4 A publisher, editor, reporter or other person connected with 1. 5 or employed by a newspaper, magazine or other publication of general circulation, including a periodical newsletter, pamphlet or report; 6 7 2. A radio or television station that holds a license issued by the Federal Communications Commission; or 8 9 3. An entity that provides an information service, including a 10 press association or wire service. 11 A new section of law to be codified SECTION 6. NEW LAW 12 in the Oklahoma Statutes as Section 901.6 of Title 17, unless there 13 is created a duplication in numbering, reads as follows: 14 This act does not: 15 Restrict a business's ability to: 1. 16 a. comply with: 17 applicable federal, state or local laws, or (1)18 a civil, criminal or regulatory inquiry, (2)19 investigation, subpoena or summons by a federal, 20 state or local authority, 21 b. cooperate with a law enforcement agency concerning 22 conduct or activity that the business, a service 23 provider of the business or a third party reasonably 24

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and in good faith believes may violate other applicable federal, state or local laws, or

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pursue or defend against a legal claim; or с. 4 2. Require a business to violate an evidentiary privilege under 5 federal or state law or prevent a business from disclosing to a person covered by an evidentiary privilege the personal information 6 7 of a consumer as part of a privileged communication.

SECTION 7. NEW LAW A new section of law to be codified 8 9 in the Oklahoma Statutes as Section 901.7 of Title 17, unless there 10 is created a duplication in numbering, reads as follows:

11 Α. This act shall be liberally construed to effect its purposes 12 and to harmonize, to the extent possible, with other laws of this 13 state relating to the privacy or protection of personal information.

14 To the extent of a conflict between a provision of this act Β. 15 and a provision of federal law, including a regulation or an 16 interpretation of federal law, federal law controls and conflicting 17 requirements or other provisions of this act do not apply.

18 To the extent of a conflict between a provision of this act С. 19 and another statute of this state with respect to the privacy or 20 protection of consumers' personal information, the provision of law 21 that affords the greatest privacy or protection to consumers 22 prevails.

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1SECTION 8.NEW LAWA new section of law to be codified2in the Oklahoma Statutes as Section 901.8 of Title 17, unless there3is created a duplication in numbering, reads as follows:

This act preempts and supersedes any ordinance, order or rule adopted by a political subdivision of this state relating to the collection or sale by a business of a consumer's personal information.

8 SECTION 9. NEW LAW A new section of law to be codified 9 in the Oklahoma Statutes as Section 901.9 of Title 17, unless there 10 is created a duplication in numbering, reads as follows:

A. The Oklahoma Corporation Commission shall adopt rules
necessary to implement, administer and enforce this act.

B. The rules adopted under subsection A of this section must establish:

Procedures governing the determination of, submission of,
 and compliance with a verifiable consumer request for information
 with the goal of minimizing administrative burdens on consumers and
 businesses subject to this act by taking into account available
 technology and security concerns, including:

a. treating as a verifiable consumer request a request
 submitted through a password-protected online account
 maintained by the consumer with the business while
 logged into the account, and

b. providing a mechanism for a request submitted by a
 consumer who does not maintain an account with the
 business;

Procedures to facilitate and govern the submission of and
 compliance with a request to opt out of or opt in to the sale of
 personal information under Section 14 of this act;

Guidelines for the development of a recognizable and uniform
opt-in logo or button for use on businesses' Internet websites in a
manner that promotes consumer awareness of the opportunity to opt in
to the sale of personal information; and

4. Procedures and guidelines, including any necessary
 exceptions, to ensure that the notices and information businesses
 are required to provide under this act, including information
 regarding financial incentive offerings, is:

- a. provided in a manner that is easily understood by theaverage consumer,
- b. accessible by consumers with disabilities, and
- 18 c. available in the languages primarily used by consumers
  19 to interact with businesses.

C. The Oklahoma Corporation Commission may adopt other rules necessary to further the purposes of this act, including rules as necessary to:

23 1. Update the categories of personal information listed under 24 paragraph 13 of Section 2 of this act and the definition of 1 identifier under paragraph 10 of Section 2 of this act to account 2 for privacy concerns, implementation obstacles, or changes in 3 technology and data collection methods;

4 2. Update the designated methods for submitting requests to
5 facilitate a consumer's ability to obtain information from a
6 business under Section 19 of this act; and

3. Establish any exceptions necessary to comply with federal
law or other laws of this state, including laws relating to trade
secrets and intellectual property rights.

10 SECTION 10. NEW LAW A new section of law to be codified 11 in the Oklahoma Statutes as Section 901.10 of Title 17, unless there 12 is created a duplication in numbering, reads as follows:

13 For purposes of this act, "research" means scientific, 14 systematic study and observation, including basic research or 15 applied research that is in the public interest and that adheres to 16 all other applicable ethics and privacy laws or studies conducted in 17 the public interest in the area of public health. Research with 18 personal information that may have been collected from a consumer in the course of the consumer's interactions with a business's service 19 20 or device for other purposes must be:

21 1. Compatible with the business purpose for which the personal 22 information was collected;

23 2. Subsequently pseudonymized and de-identified, or de24 identified and in the aggregate, such that the information cannot

1 reasonably identify, relate to, describe, be capable of being 2 associated with, or be linked, directly or indirectly, to a 3 particular consumer;

4 3. Made subject to technical safequards that prohibit re-5 identification of the consumer to whom the information may pertain;

6 Subject to business processes that specifically prohibit re-4. 7 identification of the information;

5. Made subject to business processes to prevent inadvertent 8 9 release of de-identified information;

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6. Protected from any re-identification attempts;

11 7. Used solely for research purposes that are compatible with 12 the context in which the personal information was collected;

13 8. Not used for any commercial purpose; and

14 9. Subjected by the business conducting the research to 15 additional security controls that limit access to the research data 16 to only those individuals in a business as are necessary to carry 17 out the research purpose.

18 A new section of law to be codified SECTION 11. NEW LAW 19 in the Oklahoma Statutes as Section 901.11 of Title 17, unless there 20 is created a duplication in numbering, reads as follows:

21 A consumer is entitled to request that a business that Α. 22 collects the consumer's personal information disclose to the 23 consumer the categories and specific items of personal information 24 the business has collected.

B. To receive the disclosure of information under subsection A
 of this section, a consumer must submit to the business a verifiable
 consumer request using a method designated by the business under
 Section 19 of this act.

C. On receipt of a verifiable consumer request under this
section, a business shall disclose to the consumer in the time and
manner provided by Section 21 of this act:

8 1. Each enumerated category and item within each category of 9 personal information under paragraph 13 of Section 2 of this act 10 that the business collected about the consumer during the twelve 11 (12) months preceding the date of the request;

Each category of sources from which the information was
 collected;

14 3. The business or commercial purpose for collecting or selling 15 the personal information; and

16 4. Each category of third parties with whom the business shares17 the personal information.

18 D. This section does not require a business to:

19 1. Retain a consumer's personal information that was collected 20 for a one-time transaction if the information is not sold or 21 retained in the ordinary course of business; or

22 2. Re-identify or otherwise link any data that, in the ordinary 23 course of business, is not maintained in a manner that would be 24 considered personal information. SECTION 12. NEW LAW A new section of law to be codified
 in the Oklahoma Statutes as Section 901.12 of Title 17, unless there
 is created a duplication in numbering, reads as follows:

A. A consumer is entitled to request that a business that
collects the consumer's personal information delete any personal
information the business has collected from the consumer by
submitting a verifiable consumer request using a method designated
by the business under Section 19 of this act.

B. Except as provided by subsection C of this section, on
receipt of a verifiable consumer request under this section a
business shall delete from the business's records any personal
information collected from the consumer and direct a service
provider of the business to delete the information from the
provider's records.

15 C. A business or service provider of the business is not 16 required to comply with a verifiable consumer request received under 17 this section if the business or service provider needs to retain the 18 consumer's personal information to:

19 1. Complete the transaction for which the information was 20 collected;

21 2. Provide a good or service requested by the consumer in the 22 context of the ongoing business relationship between the business 23 and consumer;

3. Perform under a contract between the business and the
 consumer;

3 4. Detect a security incident; protect against malicious, 4 deceptive, fraudulent or illegal activity; or prosecute those 5 responsible for any illegal activity described by this paragraph; 6 Identify and repair or remove errors from computer hardware 5. 7 or software that impair its intended functionality; 6. Exercise free speech or ensure the right of another consumer 8 9 to exercise the right of free speech or another right afforded by 10 law; Comply with a court order or subpoena or other lawful 11 7. 12 process; or 13 8. Engage in public or peer-reviewed scientific, historical or 14 statistical research that is in the public interest and that adheres 15 to all other applicable ethics and privacy laws, provided that: 16 the business's deletion of the information is likely a. 17 to render impossible or seriously impair the 18 achievement of that research, and 19 the consumer has previously provided to the business b. 20 informed consent to retain the information for such 21 use. 22 Where a business, service provider or third party has made a D. 23 consumer's personal information public, said business, service 24 provider or third party shall:

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Take all reasonable steps, including technical measures, to
 erase the personal information that the business, service provider
 or third party made public taking into account available technology
 and the cost of implementation; and

2. Also advise any other business, service provider or third
party with whom a contract regarding the consumer exists that the
consumer has requested the erasure of any links to, copies of or
replication of that personal information.

9 SECTION 13. NEW LAW A new section of law to be codified 10 in the Oklahoma Statutes as Section 901.13 of Title 17, unless there 11 is created a duplication in numbering, reads as follows:

A. A consumer is entitled to request that a business that sells, or discloses for a business purpose, the consumer's personal information disclose to the consumer:

The categories of personal information the business
 collected about the consumer;

17 2. The categories of personal information about the consumer18 the business sold, or disclosed for a business purpose; and

The categories of third parties to whom the personal
 information was sold or disclosed.

B. To receive the disclosure of information under subsection A of this section, a consumer must submit to the business a verifiable consumer request using a method designated by the business under Section 19 of this act. C. On receipt of a verifiable consumer request under this
 section, a business shall disclose to the consumer in the time and
 manner provided by Section 21 of this act:

Each enumerated category of personal information under
 paragraph 13 of Section 2 of this act that the business collected
 about the consumer during the twelve (12) months preceding the date
 of the request;

8 2. The categories of third parties to whom the business sold 9 the consumer's personal information during the twelve (12) months 10 preceding the date of the request, by reference to each enumerated 11 category of information under paragraph 13 of Section 2 of this act 12 sold to each third party; and

3. The categories of third parties to whom the business disclosed for a business purpose the consumer's personal information during the twelve (12) months preceding the date of the request, by reference to each enumerated category of information under paragraph 13 of Section 2 of this act disclosed to each third party.

D. A business shall provide the information described by paragraphs 2 and 3 of subsection C of this section in two separate lists.

E. A business that did not sell, or disclose for a business purpose, the consumer's personal information during the twelve (12) months preceding the date of receiving the consumer's verifiable

1 consumer request under this section shall disclose that fact to the 2 consumer.

3 SECTION 14. NEW LAW A new section of law to be codified 4 in the Oklahoma Statutes as Section 901.14 of Title 17, unless there 5 is created a duplication in numbering, reads as follows:

6 A. A consumer is entitled at any time to opt out of the sale of 7 the consumer's personal information by a business to third parties by directing the business not to sell the information. A consumer 8 9 may authorize another person solely to opt out of the sale of the 10 consumer's personal information on the consumer's behalf. Except as 11 provided by subsection C of this section, a business shall comply 12 with a direction not to sell that is received under this subsection. 13

B. A business that sells to a third party consumers' personal information shall provide on the business's Internet website's home page:

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- 1. Notice to consumers that:
- a. the information may be sold,
- b. identifies the persons to whom the information will orcould be sold,
- 20 c. the pro rata value of the consumer's personal
  21 information that is being sold, and
  - d. consumers have the right to opt in to the sale; and
- 23

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2. A clear and conspicuous link that enables a consumer, person
 authorized by the consumer, to opt in to the sale of the consumer's
 personal information.

C. A business may not sell to a third party the personal
information of a consumer who does not opt in to the sale of that
information after the effective date of this act or after a consumer
submits a verifiable request to opt out of any future sale.

D. A business may use any personal information collected from
the consumer in connection with the consumer's opting out under this
section solely to comply with this section.

E. A third party to whom a business has sold the personal information of a consumer may not sell the information unless the consumer receives explicit notice of the potential sale and is provided the opportunity to, and in fact does, exercise the right to opt in to the sale as provided by this section.

16 F. A business may not require a consumer to create an account 17 with the business to opt in to the sale of the consumer's personal 18 information.

19 G. A business or service provider shall implement and maintain 20 reasonable security procedures and practices, including 21 administrative, physical and technical safeguards appropriate to the 22 nature of the information and the purposes for which the personal 23 information will be used, to protect consumers' personal information 24 from unauthorized use, disclosure, access, destruction or 1 modification, irrespective of whether a customer has opted in or out 2 of a sale of data.

3 SECTION 15. NEW LAW A new section of law to be codified 4 in the Oklahoma Statutes as Section 901.15 of Title 17, unless there 5 is created a duplication in numbering, reads as follows:

A. The Legislature of the State of Oklahoma finds that
7 individuals within Oklahoma have a right to prohibit retention, use
8 or disclosure of their own personal data.

9 B. The Legislature of the State of Oklahoma further finds that
10 individuals within Oklahoma have previously been exploited for
11 monetary gain and manipulation by private ventures in utilization of
12 private data.

13 C. The Legislature of the State of Oklahoma further finds that 14 the protection of individuals within Oklahoma and their data is a 15 core governmental function in order to protect the health, safety 16 and welfare of individuals within Oklahoma.

D. The Legislature of the State of Oklahoma further finds that the terms and conditions set forth in this act are the least restrictive alternative necessary to protect individuals within Oklahoma and their rights and that the use of a strictly "opt-out" method for data privacy is ineffectual and poses an immediate risk to the health, safety and welfare of individuals within Oklahoma.

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SECTION 16. NEW LAW A new section of law to be codified
 in the Oklahoma Statutes as Section 901.16 of Title 17, unless there
 is created a duplication in numbering, reads as follows:

A. A provision of a contract or other agreement that purports
to waive or limit a right, remedy or means of enforcement under this
act is contrary to public policy and is void.

7 B. This section does not prevent a consumer from:

8 1. Declining to request information from a business;

9 2. Declining to opt in to a business's sale of the consumer's10 personal information; or

Authorizing a business to sell the consumer's personal
 information after previously opting out.

SECTION 17. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 901.17 of Title 17, unless there is created a duplication in numbering, reads as follows:

A. After the effective date of this act, a business shall not collect a consumer's personal information prior to notifying the consumer of each category of personal information to be collected and the purposes for which the category of information will be used and obtains the consumer's consent, which may be provided electronically, to collect a consumer's personal information.

B. A business may not collect an additional category of
personal information or use personal information collected for an
additional purpose unless the business provides notice to the

consumer of the additional category or purpose in accordance with
 subsection A of this section.

3 C. If a third party that assumes control of all or part of a 4 business as described by subparagraph c of paragraph 2 of subsection 5 D of Section 3 of this act materially alters the practices of the 6 business in how personal information is used or shared, and the 7 practices are materially inconsistent with a notice provided to a consumer under subsection A or B of this section, the third party 8 9 must notify the consumer of the third party's new or changed 10 practices in a conspicuous manner that allows the consumer to easily 11 exercise a right provided under this act before the third party uses 12 or shares the personal information.

D. Subsection C of this section does not authorize a business
to make a material, retroactive change or other change to a
business's privacy policy in a manner that would be a deceptive
trade practice actionable under Oklahoma law.

SECTION 18. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 901.18 of Title 17, unless there is created a duplication in numbering, reads as follows:

A. A business that collects, sells or for a business purpose discloses a consumer's personal information shall disclose the following information in the business's online privacy policy or other notice of the business's policies:

A description of a consumer's rights under Sections 11, 13
 and 23 of this act and designated methods for submitting a
 verifiable consumer request for information under this act;

4 2. For a business that collects personal information about
5 consumers, a description of the consumer's right to request the
6 deletion of the consumer's personal information;

3. Separate lists containing the categories of consumers'
personal information described by paragraph 13 of Section 2 of this
act that, during the twelve (12) months preceding the date the
business updated the information as required by subsection B of this
section, the business:

12 a. collected,

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3 b. sold, if applicable, or

14 c. disclosed for a business purpose, if applicable;
15 4. The categories of sources from which the information under

16 paragraph 3 of this subsection is collected;

17 5. The business or commercial purposes for collecting personal18 information;

If the business does not sell consumers' personal
 information or disclose the information for a business or commercial
 purpose, a statement of that fact;

7. The categories of third parties to whom the business sells
or discloses personal information;

8. If the business sells consumers' personal information, the
 Internet link required by subsection B of Section 14 of this act;
 and

4 9. If applicable, the financial incentives offered to consumers5 under Section 24 of this act.

B. If a business described by subsection A of this section does
not have an online privacy policy or other notice of the business's
policies, the business shall make the information required under
subsection A of this section available to consumers on the
business's Internet website or another website the business
maintains that is dedicated to consumers in this state.

12 C. A business must update the information required by13 subsection A of this section at least once each year.

14 SECTION 19. NEW LAW A new section of law to be codified 15 in the Oklahoma Statutes as Section 901.19 of Title 17, unless there 16 is created a duplication in numbering, reads as follows:

A. A business shall designate and make available to consumers, in a form that is reasonably accessible, at least two methods for submitting a verifiable consumer request for information required to be disclosed or deleted under this act. The methods must include, at a minimum:

A toll-free telephone number that a consumer may call to
 submit the request; and

1 2. The business's Internet website at which the consumer may 2 submit the request, if the business maintains an Internet website. 3 The methods designated under subsection A of this section Β. 4 may also include: 5 1. A mailing address; 2. An electronic mail address; 6 7 3. Another Internet web page or portal; 4. Another contact information; or 8 9 5. Any consumer-friendly method approved by the Oklahoma 10 Corporation Commission under Section 9 of this act. 11 C. A business may not require a consumer to create an account 12 with the business to submit a verifiable consumer request. 13 SECTION 20. NEW LAW A new section of law to be codified 14 in the Oklahoma Statutes as Section 901.20 of Title 17, unless there 15 is created a duplication in numbering, reads as follows: 16 A business that receives a consumer request under Section 11 Α. 17 or 13 of this act shall promptly take steps to reasonably verify, in 18 accordance with rules adopted under Section 9 of this act, that: 19 The consumer who is the subject of the request is a consumer 1. 20 about whom the business has collected, sold, or for a business 21 purpose disclosed personal information; and 22 2. The request is made by: 23 the consumer, a. 24 a consumer on behalf of the consumer's minor child, or b.

c. a person authorized to act on the consumer's behalf.
 B. A business may use any personal information collected from
 the consumer in connection with the business's verification of a
 request under this section solely to verify the request.

5 C. A business that is unable to verify a consumer request under6 this section is not required to comply with the request.

7 SECTION 21. NEW LAW A new section of law to be codified 8 in the Oklahoma Statutes as Section 901.21 of Title 17, unless there 9 is created a duplication in numbering, reads as follows:

10 A. Not later than forty-five (45) days after the date a 11 business receives a verifiable consumer request under Section 11 or 12 13 of this act, the business shall disclose free of charge to the 13 consumer the information required to be disclosed under those 14 sections.

15 B. A business may extend the time in which to comply with 16 subsection A of this section once by an additional forty-five (45) 17 days if reasonably necessary or by an additional ninety (90) days 18 after taking into account the number and complexity of verifiable 19 consumer requests received by the business. A business that extends 20 the time in which to comply with subsection A of this section shall 21 notify the consumer of the extension and reason for the delay within 22 the period prescribed by that subsection.

23 C. The disclosure required by subsection A of this section 24 must:

1 1. Cover personal information collected, sold or disclosed for 2 a business purpose, as applicable, during the twelve (12) months 3 preceding the date the business receives the request; and 4 2. Be made in writing and delivered to the consumer: 5 a. by mail or electronically, at the consumer's option, if the consumer does not have an account with the 6 7 business, or through the consumer's account with the business. 8 b. 9 D. An electronic disclosure under subsection C of this section 10 must be in a readily accessible format that allows the consumer to 11 electronically transmit the information to another person or entity. 12 Е. A business is not required to make the disclosure required 13 by subsection A of this section to the same consumer more than once 14 in a twelve-month period. 15 F. Notwithstanding subsection A of this section, if a 16 consumer's verifiable consumer request is manifestly baseless or 17 excessive, in particular because of repetitiveness, a business may 18 charge a reasonable fee after taking into account the administrative 19 costs of compliance or refusal to comply with the request. The 20 business has the burden of demonstrating that a request is 21 manifestly baseless or excessive. 22 G. A business that does not comply with a consumer's verifiable 23 consumer request under subsection A of this section shall notify the 24 consumer, within the time the business is required to respond to a

request under this section, of the reasons for the refusal and the
 rights the consumer may have to appeal that decision.

3 SECTION 22. NEW LAW A new section of law to be codified 4 in the Oklahoma Statutes as Section 901.22 of Title 17, unless there 5 is created a duplication in numbering, reads as follows:

A. A business that uses de-identified information may not reidentify or attempt to re-identify a consumer who is the subject of
de-identified information without obtaining the consumer's consent
or authorization.

B. A business that uses de-identified information shall implement:

12 1. Technical safeguards and business processes to prohibit re-13 identification of the consumer to whom the information may pertain; 14 and

15 2. Business processes to prevent inadvertent release of de-16 identified information.

17 C. This act may not be construed to require a business to re-18 identify or otherwise link information that is not maintained in a 19 manner that would be considered personal information.

20 SECTION 23. NEW LAW A new section of law to be codified 21 in the Oklahoma Statutes as Section 901.23 of Title 17, unless there 22 is created a duplication in numbering, reads as follows:

A. A business may not discriminate against a consumer because
the consumer exercised a right under this act, including by:

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- 1. Denying a good or service to the consumer;

Charging the consumer a different price or rate for a good
 or service, including denying the use of a discount or other benefit
 or imposing a penalty;

5 3. Providing a different level or quality of a good or service6 to the consumer; or

7 4. Suggesting that the consumer will be charged a different
8 price or rate for, or provided a different level or quality of, a
9 good or service.

B. This section does not prohibit a business from offering or charging a consumer a different price or rate for a good or service, or offering or providing to the consumer a different level or quality of a good or service, if the difference is reasonably related to the value provided to the consumer by the consumer's data.

16 SECTION 24. NEW LAW A new section of law to be codified 17 in the Oklahoma Statutes as Section 901.24 of Title 17, unless there 18 is created a duplication in numbering, reads as follows:

19 A. Subject to subsection B of this section, a business may 20 offer a financial incentive to a consumer, including a payment as 21 compensation, for the collection, sale or disclosure of the 22 consumer's personal information.

B. A business may enroll a customer in a financial incentive
program only if the business provides to the consumer a clear

1 description of the material terms of the program and obtains the 2 consumer's prior opt-in consent, which:

Contains a clear description of those material terms; and
May be revoked by the consumer at any time.

5 C. A business may not use financial incentive practices that6 are unjust, unreasonable, coercive or usurious in nature.

SECTION 25. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 901.25 of Title 17, unless there is created a duplication in numbering, reads as follows:

A. A business may not divide a single transaction into more than one transaction with the intent to avoid the requirements of this act.

B. For purposes of this act, two or more substantially similar or related transactions are considered a single transaction if the transactions:

16 1. Are entered into contemporaneously; and

17 2. Have at least one common party.

C. A court shall disregard any intermediate transactions conducted by a business with the intent to avoid the requirements of this act, including the disclosure of information by a business to a third party to avoid complying with the requirements under this act applicable to a sale of the information.

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SECTION 26. NEW LAW A new section of law to be codified
 in the Oklahoma Statutes as Section 901.26 of Title 17, unless there
 is created a duplication in numbering, reads as follows:

A business shall ensure that each person responsible for
handling consumer inquiries about the business's privacy practices
or compliance with this act is informed of the requirements of this
act and of how to direct a consumer in exercising any of the rights
to which a consumer is entitled under this act.

9 SECTION 27. NEW LAW A new section of law to be codified 10 in the Oklahoma Statutes as Section 901.27 of Title 17, unless there 11 is created a duplication in numbering, reads as follows:

A. A person who violates this act is liable to this state forinjunctive relief and/or a civil penalty in an amount not to exceed:

14 1. Two Thousand Five Hundred Dollars (\$2,500.00) for each 15 violation; or

16 2. Seven Thousand Five Hundred Dollars (\$7,500.00) for each 17 violation, if the violation is intentional.

B. The Oklahoma Corporation Commission is entitled to recover reasonable expenses, including reasonable attorney fees, court costs and investigatory costs, incurred in obtaining injunctive relief or civil penalties, or both, under this section. Amounts collected under this section shall be deposited in a dedicated account in the General Revenue Fund and may be appropriated only for the purposes of the administration and enforcement of this act. C. Additionally, consumers shall have a private right of action against a person who violates this act. In addition to any actual damages that may have been sustained, consumers shall also be entitled to injunctive relief and/or statutory damages in an amount not to exceed Two Thousand Five Hundred Dollars (\$2,500.00) for each violation, or Seven Thousand Five Hundred Dollars (\$7,500.00) for each violation, if the violation was intentional.

8 SECTION 28. NEW LAW A new section of law to be codified 9 in the Oklahoma Statutes as Section 901.28 of Title 17, unless there 10 is created a duplication in numbering, reads as follows:

A business that discloses to a third party, or discloses for a business purpose to a service provider, a consumer's personal information in compliance with this act may not be held liable for a violation of this act by the third party or service provider if the business does not have actual knowledge or a reasonable belief that the third party or service provider intends to violate this act.

17 SECTION 29. NEW LAW A new section of law to be codified 18 in the Oklahoma Statutes as Section 901.29 of Title 17, unless there 19 is created a duplication in numbering, reads as follows:

20 A business's service provider may not be held liable for a 21 violation of this act by the business.

SECTION 30. This act shall become effective November 1, 2021.
COMMITTEE REPORT BY: COMMITTEE ON TECHNOLOGY, dated 02/10/2021 - DO PASS, As Coauthored.