



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

SENATE BILL NO. 824

PRINTER'S NO. 1151

PRIME SPONSOR: Pennycuik

COST / (SAVINGS)

FUND	FY 2023/24	FY 2024/25
General Fund	\$	See Fiscal Impact

SUMMARY:

Amends the Breach of Personal Information Notification Act to provide for free credit reporting and monitoring services in the event of a data breach.

ANALYSIS:

Senate Bill 824, Printer's Number 1151, amends Act 94 of 2005, known as the Breach of Personal Information Notification Act. The bill requires that when notification of a data breach is transmitted to more than 500 individuals, the entity providing the notification must concurrently file a report about the breach with the Office of Attorney General.

The bill also requires that an entity providing notification of a breach under the act must assume the costs and fees for an independent credit report from a credit reporting agency and to credit monitoring services for a period of twelve months.

The act shall take effect in 90 days.

FISCAL IMPACT:

In the event that a state agency or political subdivision is subject to a data breach and required to provide the credit reporting and monitoring services required by the legislation, there will be direct fiscal impacts. Credit monitoring services can cost as much as \$300 per year for a single individual. The precise fiscal impacts would be depend on the scale of the breach and the number of individuals to whom credit reporting and monitoring services would need to be provided.

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House Appropriations Committee (D)

DATE: June 25, 2024

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.