THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE RESOLUTION No. 324 Session of 2007

INTRODUCED BY PYLE, BAKER, BELFANTI, BOYD, BROOKS, CALTAGIRONE, CAPPELLI, COHEN, CREIGHTON, CUTLER, FLECK, GEIST, HARPER, HENNESSEY, HORNAMAN, JAMES, KAUFFMAN, M. KELLER, KIRKLAND, KORTZ, R. MILLER, MYERS, PICKETT, QUINN, REED, REICHLEY, SAYLOR, SCAVELLO, K. SMITH, SOLOBAY, SONNEY, R. STEVENSON, THOMAS, VEREB AND VULAKOVICH, JUNE 13, 2007

REFERRED TO COMMITTEE ON INTERGOVERNMENTAL AFFAIRS, JUNE 13, 2007

A RESOLUTION

Memorializing the Congress of the United States to take 1 appropriate action to establish a national baseline standard 2 3 for the disclosure of security breaches. 4 WHEREAS, Americans place great value on the right to privacy; 5 and 6 WHEREAS, Support for privacy and confidentiality protections 7 has increased as each individual's ability to protect and secure 8 one's personal information from the sight, presence and intrusion of others has diminished; and 9 10 WHEREAS, In the Information Age vast quantities of information drive economic activity in which familiar and 11 12 unfamiliar entities continuously gather, solicit, manage and 13 share personally identifiable information which includes financial records, medical histories and information on routine 14 consumer transactions; and 15 16 WHEREAS, Much of this information has been available for a

long time in pieces, but its conversion to electronic form and
concentration into massive, centralized information systems has
significantly eroded our ability to safeguard our personal
information; and

5 WHEREAS, Centralized information systems also threaten the 6 confidentiality of information by heightening the likelihood 7 that data, even one's identity, will be improperly disclosed, 8 stolen or misused with potentially significant economic harm to 9 the individual; and

10 WHEREAS, Protecting privacy has taken on a new urgency with 11 rapid improvements in memory and capacity that allow huge data 12 sets to be stored on laptop computers, Blackberries and similar 13 devices often taken by thieves; and

14 WHEREAS, Security breach is the unauthorized acquisition of 15 computerized data that compromises the security, confidentiality 16 or integrity of unencrypted personal information; and

WHEREAS, Millions of Americans have been exposed to information fraud from major data breaches since 2004, and identity theft costs businesses, governments and consumers in excess of \$50 billion a year; and

21 WHEREAS, Data thefts continue to put growing pressure on 22 Federal, state and local governments, universities and corporate 23 America to protect customer data; and

24 WHEREAS, More than 35 states, including Pennsylvania, have 25 passed laws requiring that companies inform individuals if they 26 lose control of data; and

27 WHEREAS, State legislatures recognize that financial 28 information security is an area of overlapping Federal and state 29 jurisdiction; and

30 WHEREAS, A nationwide law to standardize security breach 20070H0324R1888 - 2 - disclosure requirements is necessary to serve as a baseline
standard that would allow the states to establish the ceiling
for security breach disclosure; and

WHEREAS, Congress must preserve state authority to exceed the Federal baseline standards for issues associated with security breaches and identity theft, such as formal disposal of personal information that is no longer needed, state and local police jurisdictional issues, data freeze laws and other areas that do not require a national standard; therefore be it

10 RESOLVED, That the House of Representatives of the 11 Commonwealth of Pennsylvania urge the Congress to take 12 appropriate action to establish a national baseline standard for 13 disclosure of security breaches; and be it further

14 RESOLVED, That copies of this resolution be transmitted to 15 the presiding officers of each house of Congress and to each 16 member of Congress from Pennsylvania.