THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1048 Session of 2015

INTRODUCED BY VULAKOVICH, SCARNATI, AUMENT, BROWNE, COSTA, FARNESE, FOLMER, FONTANA, GORDNER, GREENLEAF, HAYWOOD, HUGHES, PILEGGI, RAFFERTY, SCAVELLO, SCHWANK, STEFANO, VOGEL AND WARD, OCTOBER 26, 2015

REFERRED TO COMMUNICATIONS AND TECHNOLOGY, OCTOBER 26, 2015

AN ACT

Amending the act of December 22, 2005 (P.L.474, No.94), entitled 1 "An act providing for the notification of residents whose 2 personal information data was or may have been disclosed due to a security system breach; and imposing penalties," further providing for title of act, for definitions and for 5 notification of breach; prohibiting employees of the 6 Commonwealth from using nonsecured Internet connections; and 7 providing for Commonwealth policy. 9 The General Assembly of the Commonwealth of Pennsylvania 10 hereby enacts as follows: 11 Section 1. The title of the act of December 22, 2005 12 (P.L.474, No.94), known as the Breach of Personal Information Notification Act, is amended to read: 13 14 AN ACT Providing for security of computerized data and for the 15 16 notification of residents whose personal information data was 17 or may have been disclosed due to a security system breach; 18 and imposing penalties. Section 2. The definition of "personal information" in 19 section 2 of the act is amended to read: 20

- 1 Section 2. Definitions.
- 2 The following words and phrases when used in this act shall
- 3 have the meanings given to them in this section unless the
- 4 context clearly indicates otherwise:
- 5 * * *
- 6 "Personal information."
- 7 (1) An individual's first name or first initial and last
- 8 name in combination with and linked to any one or more of the
- 9 following data elements when the data elements are not
- 10 encrypted or redacted:
- 11 (i) Social Security number.
- 12 (ii) Driver's license number or a State
- identification card number issued in lieu of a driver's
- 14 license.
- 15 (iii) Financial account number, credit or debit card
- number, in combination with any required security code,
- access code or password that would permit access to an
- individual's financial account.
- 19 (iv) Medical information.
- 20 (v) Health insurance information.
- 21 (vi) A user name or e-mail address, in combination
- 22 with a password or security question and answer that
- 23 would permit access to an online account.
- 24 (2) The term does not include publicly available
- information that is lawfully made available to the general
- 26 public from Federal, State or local government records.
- 27 * * *
- 28 Section 3. Section 3 of the act is amended by adding
- 29 subsections to read:
- 30 Section 3. Notification of breach.

- 1 * * *
- 2 (a.1) Notification by State agency. -- If a State agency is
- 3 the subject of a breach of security of the system, the State
- 4 agency shall provide notice of the breach of security of the
- 5 system required under subsection (a) within seven days following
- 6 discovery of the breach. Notification shall be provided to the
- 7 Office of Attorney General within three business days following
- 8 <u>discovery of the breach. A State agency under the Governor's</u>
- 9 jurisdiction shall also provide notice of a breach of security
- 10 of the system to the Governor's Office of Administration within
- 11 three business days following the discovery of the breach.
- 12 Notification shall occur regardless of the existence of
- 13 procedures and policies under section 7.
- 14 (a.2) Notification by county, school district or
- 15 municipality. -- If a county, school district or municipality is
- 16 the subject of a breach of security of the system, the county,
- 17 school district or municipality shall provide notice of the
- 18 breach of security of the system required under subsection (a)
- 19 within seven days following discovery of the breach.
- 20 Notification shall be provided to the district attorney in the
- 21 county in which the breach occurred within three business days
- 22 following discovery of the breach. Notification shall occur
- 23 regardless of the existence of procedures and policies under
- 24 section 7.
- 25 * * *
- 26 Section 4. The act is amended by adding sections to read:
- 27 <u>Section 5.1. Encryption required.</u>
- 28 (a) General rule. -- Employees and contractors of the
- 29 Commonwealth shall, while performing the employee's or
- 30 contractor's duties or otherwise conducting official business on

- 1 <u>behalf of the Commonwealth, utilize encryption to protect the</u>
- 2 transmission of personal information over the Internet from
- 3 being viewed or modified by a third party.
- 4 (b) Transmission policy. -- The Governor's Office of
- 5 Administration shall develop and maintain a policy to govern the
- 6 proper encryption and transmission by State agencies under the
- 7 Governor's jurisdiction of data which includes personal
- 8 information.
- 9 <u>Section 5.2.</u> Commonwealth policy.
- 10 (a) Storage policy. -- The Governor's Office of Administration
- 11 shall develop a policy to govern the proper storage by State
- 12 <u>agencies under the Governor's jurisdiction of data which</u>
- 13 <u>includes personal information</u>. The policy shall address
- 14 <u>identifying</u>, collecting, maintaining, displaying and
- 15 transferring personally identifiable information, using
- 16 personally identifiable information in test environments,
- 17 remediating personally identifiable information stored on legacy
- 18 systems and other relevant issues. A goal of the policy shall be
- 19 to reduce the risk of future breaches of security of the system.
- 20 (b) Considerations. -- In developing the policy, the
- 21 Governor's Office of Administration shall consider similar
- 22 existing policies in other states, best practices identified by
- 23 other states and relevant studies and other sources as
- 24 appropriate.
- 25 (c) Review and update. -- The policy shall be reviewed at
- 26 <u>least annually and updated as necessary.</u>
- 27 Section 5. This act shall take effect in 60 days.