To: Technology

By: Senator(s) Williams

## SENATE BILL NO. 2719

- AN ACT TO AMEND SECTION 75-24-29, MISSISSIPPI CODE OF 1972, TO REQUIRE REPORTING OF A BREACH OF SECURITY TO THE ATTORNEY GENERAL; AND FOR RELATED PURPOSES.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 5 **SECTION 1.** Section 75-24-29, Mississippi Code of 1972, is
- 6 amended as follows:
- 7 75-24-29. (1) This section applies to any person who
- 8 conducts business in this state and who, in the ordinary course of
- 9 the person's business functions, owns, licenses or maintains
- 10 personal information of any resident of this state.
- 11 (2) For purposes of this section, the following terms shall
- 12 have the meanings ascribed unless the context clearly requires
- 13 otherwise:
- 14 (a) "Breach of security" means unauthorized acquisition
- 15 of electronic files, media, databases or computerized data
- 16 containing personal information of any resident of this state when
- 17 access to the personal information has not been secured by

	18	encryption	or	by	any	other	method	or	technology	that	renders	the
--	----	------------	----	----	-----	-------	--------	----	------------	------	---------	-----

- 19 personal information unreadable or unusable;
- 20 (b) "Personal information" means an individual's first
- 21 name or first initial and last name in combination with any one or
- 22 more of the following data elements:
- 23 (i) Social security number;
- 24 (ii) Driver's license number, state identification
- 25 card number or tribal identification card number; or
- 26 (iii) An account number or credit or debit card
- 27 number in combination with any required security code, access code
- 28 or password that would permit access to an individual's financial
- 29 account; "personal information" does not include publicly
- 30 available information that is lawfully made available to the
- 31 general public from federal, state or local government records or
- 32 widely distributed media;
- 33 (iv) "Affected individual" means any individual
- 34 who is a resident of this state whose personal information was, or
- 35 is reasonably believed to have been, intentionally acquired by an
- 36 unauthorized person through a breach of security.
- 37 (3) A person who conducts business in this state shall
- 38 disclose any breach of security to all affected individuals. The
- 39 disclosure shall be made without unreasonable delay, subject to
- 40 the provisions of subsections (4) and (5) of this section and the
- 41 completion of an investigation by the person to determine the
- 42 nature and scope of the incident, to identify the affected

- 43 individuals, or to restore the reasonable integrity of the data
- 44 system. Notification shall not be required if, after an
- 45 appropriate investigation, the person reasonably determines that
- 46 the breach will not likely result in harm to the affected
- 47 individuals.
- 48 (4) Any person who conducts business in this state that
- 49 maintains computerized data which includes personal information
- 50 that the person does not own or license shall notify the owner or
- 51 licensee of the information of any breach of the security of the
- 52 data as soon as practicable following its discovery, if the
- 53 personal information was, or is reasonably believed to have been,
- 54 acquired by an unauthorized person for fraudulent purposes.
- 55 (5) Any notification required by this section shall be
- 56 delayed for a reasonable period of time if a law enforcement
- 57 agency determines that the notification will impede a criminal
- 58 investigation or national security and the law enforcement agency
- 59 has made a request that the notification be delayed. Any such
- 60 delayed notification shall be made after the law enforcement
- 61 agency determines that notification will not compromise the
- 62 criminal investigation or national security and so notifies the
- 63 person of that determination.
- 64 (6) Any notice required by the provisions of this section
- 65 may be provided by one (1) of the following methods: (a) written
- 66 notice; (b) telephone notice; (c) electronic notice, if the
- 67 person's primary means of communication with the affected

69 with the provisions regarding electronic records and signatures 70 set forth in 15 USCS 7001; or (d) substitute notice, provided the person demonstrates that the cost of providing notice in 71 72 accordance with paragraph (a), (b) or (c) of this subsection would 73 exceed Five Thousand Dollars (\$5,000.00), that the affected class 74 of subject persons to be notified exceeds five thousand (5,000) 75 individuals or the person does not have sufficient contact 76 information. Substitute notice shall consist of the following: 77 electronic mail notice when the person has an electronic mail

address for the affected individuals; conspicuous posting of the

notice on the website of the person if the person maintains one;

and notification to major statewide media, including newspapers,

individuals is by electronic means or if the notice is consistent

(7) Any person who conducts business in this state that maintains its own security breach procedures as part of an information security policy for the treatment of personal information, and otherwise complies with the timing requirements of this section, shall be deemed to be in compliance with the security breach notification requirements of this section if the person notifies affected individuals in accordance with the person's policies in the event of a breach of security. Any person that maintains such a security breach procedure pursuant to the rules, regulations, procedures or guidelines established by

the primary or federal functional regulator, as defined in 15 USCS

radio and television.

68

78

79

80

81

82

83

84

85

86

87

88

89

90

91

92

93	6809(2), shall be deemed to be in compliance with the security
94	breach notification requirements of this section, provided the
95	person notifies affected individuals in accordance with the
96	policies or the rules, regulations, procedures or guidelines
97	established by the primary or federal functional regulator in the
98	event of a breach of security of the system.
99	(8) (a) If the number of persons a covered entity is
100	required to notify under this section exceeds one hundred (100),
101	the entity shall provide written notice of the breach to the
102	Office of the Attorney General as expeditiously as possible and
103	without unreasonable delay.
104	(b) Such written notice to the Attorney General shall
105	<pre>include all of the following:</pre>
106	(i) A synopsis of the events surrounding the
107	breach at the time that notice is provided;
108	(ii) The approximate number of individuals in the
109	state who were affected by the breach;
110	(iii) Any services related to the breach the
111	covered entity is offering or planning to offer to individuals
112	free of charge and instructions on how to use such services; and
113	(iv) The name, address, telephone number and email
114	address of the employee or agent of the covered entity from whom
115	the Attorney General may obtain further information about the
116	breach.

117	(c) If a covered entity learns that the written notice
118	required under this subsection is materially incomplete or
119	inaccurate, such entity shall provide the Attorney General with
120	supplemental or updated information regarding the breach as
121	expeditiously as possible and without unreasonable delay.
122	(d) All information obtained by the Attorney General
123	under this section which is marked confidential is exempt from the
124	Mississippi Public Records Act of 1983.
125	(9) The Attorney General is empowered to promulgate any
126	rules and regulations necessary to enforce the provisions of this
127	section.
128	( * * $\frac{10}{10}$ ) Failure to comply with the requirements of this
129	section shall constitute an unfair trade practice and shall be
130	enforced by the Attorney General; however, nothing in this section
131	may be construed to create a private right of action.
132	SECTION 2. This act shall take effect and be in force from
133	and after July 1, 2023.