Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1	State of Arkansas	As Engrossed: H3/14/03 A Bill		
2	84th General Assembly	A DIII		
3	Regular Session, 2003		HOUSE BILL 2607	
4				
5	By: Representative Creekmo	ire		
6				
7				
8	For An Act To Be Entitled			
9	AN ACT TO CREATE THE ARKANSAS INTERNET PRIVACY			
10		REQUIRE CERTAIN DISCLOSURES TO INT		
11		TO PROVIDE FOR ENFORCEMENT OF THE A	ACT; AND	
12	FOR OTH	ER PURPOSES.		
13				
14		Subtitle		
15	INTE	RNET PRIVACY ACT.		
16				
17				
18	BE IT ENACTED BY THE (GENERAL ASSEMBLY OF THE STATE OF AR	KANSAS:	
19		_		
20	SECTION 1. <u>Tit</u>			
21	<u>This act shall l</u>	be known as the "Internet Privacy A	<u></u>	
22				
23	SECTION 2. <u>Def</u>			
24	For purposes of			
25		means to gather personally identifi		
26		ny means, except as otherwise provi		
27		means a person who uses an Interne		
28		ernet for personal, family, or hous	ehold purposes, and	
29	who does not resell ad			
30		means to release, publish, share,		
31		otherwise divulge personally ident		
32		ation, company, association, firm,		
33	entity other than the individual who is the subject of the personally			
34	identifiable informat:			
35		means the global information syste	m, comprising the	
36	interconnected world-w	wide network or networks that:		



1	(A) To logically linked together by a clobally unique address		
1	(A) Is logically linked together by a globally unique address		
2	space based on the Internet Protocol (IP) or its subsequent extensions;		
3	(B) Is able to support communications using the Transmission		
4	<u>Control Protocol/ Internet Protocol (TCP/IP) suite or its subsequent</u>		
5	extensions/follow-ons, or other IP-compatible protocols; and		
6	(C) Provides, uses, or makes accessible, either publicly or		
7	privately, high level data services layered on the communications and related		
8	<u>infrastructure;</u>		
9	(5) "Internet service provider" means a person or business that		
10	provides consumers authenticated access to, or presence on, the Internet, by		
11	means of a switched or dedicated telecommunications channel upon which the		
12	provider provides transit routing or Internet Protocol (IP) packets for and		
13	on behalf of the consumer;		
14	(6)(A) "Personally identifiable information" means information about		
15	an individual collected online, including the individual's first and last		
16	name, electronic mail address, current and prior address, telephone number,		
17	social security number, date of birth, amount of income, account numbers,		
18	access codes, security passwords, credit card or debit card numbers, mother's		
19	maiden name, equipment or software serial number, and preferences of other		
20	designations that are capable of identifying a specific individual.		
21	(B) "Personally identifiable information" does not include		
22	information that is collected that cannot be linked to a specific individual;		
23	(7) "Third party" means anyone other than a consumer, Internet service		
24	provider, or an employee of the Internet service provider; and		
25	(8) "User" means a person who uses an Internet service provider.		
26			
27	SECTION 3. Internet service providers.		
28	(a) An Internet service provider shall not disclose any personally		
29	identifiable information about a user to a third party unless the provider		
30	has provided notice to the user as required under this act and has provided		
31	the consumer with the ability to electronically request at any time that the		
32	provider limit its disclosure of the user's personally identifiable		
33	information.		
34			
35	SECTION 4. Notice to consumers.		
36	(a) An Internet service provider that maintains personally		

2

As Engrossed: H3/14/03

1	identifiable information of its users must provide the user, at the time that		
2	personally identifiable information is collected, with a clear and		
3	conspicuous notice substantially indicating:		
4	(1) That personally identifiable information is collected,		
5	stored, or disclosed to third parties;		
6	(2) What information is or will be collected, stored, or		
7	disclosed;		
8	(3) A description of the methods of obtaining information, such		
9	as an electronic means of observing Internet browsing history or buying		
10	<u>habits;</u>		
11	(4) The intended use of the information including marketing or		
12	online profiling;		
13	(5) That the user may at any time direct the provider to limit		
14	the collection, disclosure, and storage of personally identifiable		
15	information, except to the extent that the information is necessary for the		
16	processing, billing, collection, and maintenance of an individual account;		
17	(6) The period of time the information will be maintained; and		
18	(7) A description of the procedures by which a user may correct		
19	any erroneous information.		
20	(b) If the user has requested that the provider limit disclosure of		
21	any personally identifying information, the provider must comply with the		
22	request within a reasonable time period.		
23			
24	SECTION 5. Information security obligations.		
25	In order to prevent the unauthorized access, disclosure, or release of		
26	personally identifiable information, each Internet service provider shall		
27	prepare and implement an information security policy that is applicable to		
28	the information security practices and treatment of personally identifiable		
29	information maintained by the provider, which shall be considered and		
30	approved by the provider's senior management.		
31			
32	SECTION 6. <u>Permissible disclosure of personally identifiable</u>		
33	information.		
34	An Internet service provider may only disclose personally identifiable		
35	information under this act when:		
36	(1) The provider has provided proper notice under Section 4 and has		

3

As Engrossed: H3/14/03

HB2607

1	provided the user with the ability to electronically request at any time that		
2	the provider limit the disclosure of personally identifiable information;		
3	(2) The information is published in response to the court order issued		
4	by a court of competent jurisdiction;		
5	(3) The information is required to be disclosed under Arkansas law;		
6	(4) The information will be used to evaluate, detect, or reduce the		
7	risk of fraud or other criminal activity, verify personally identifiable		
8	information provided by the consumer, or other risk management activity; or		
9	(5) The information may be provided to a third party to perform		
10	services for, or functions on behalf of, the provider, if the provider enters		
11	into a contractual agreement with the third party that requires the third		
12	party to maintain the confidentiality and security of information.		
13			
14	SECTION 7. <u>Enforcement.</u>		
15	(a) A violation of this act or a regulation prescribed under this act,		
16	shall be a deceptive and unconscionable trade practice under Arkansas Code §		
17	<u>4-88-107.</u>		
18	(b)(1) All remedies, penalties and authority granted to the Attorney		
19	General under Arkansas Code § 4-88-104 are available to the Attorney General		
20	for enforcement of this act.		
21	(2) The remedies and penalties provided by this section are		
22	cumulative to each other and to the remedies or penalties available under		
23	other laws of this state.		
24			
25	SECTION 8. <u>Scope</u> .		
26	This act applies to Internet service providers that supply Internet		
27	services to consumers in the State of Arkansas.		
28			
29	/s/ Creekmore		
30			
31			
32			
33			
34			
35			
36			

4