A BILL FOR AN ACT

RELATING TO PRIVACY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that H.C.R. No. 225,
- 2 H.D. 1, S.D. 1 (2019), convened the twenty-first century privacy
- 3 law task force, the membership of which consisted of individuals
- 4 in government and the private sector having an interest or
- 5 expertise in privacy law in the digital era. The concurrent
- 6 resolution found that public use of the Internet and related
- 7 technologies have significantly expanded in recent years and
- 8 that a lack of meaningful government regulation has resulted in
- 9 personal privacy being compromised. Accordingly, the
- 10 legislature requested that the task force examine and make
- 11 recommendations regarding existing privacy laws and rules to
- 12 protect the privacy interests of the people of the State.
- 13 The legislature further finds that, following significant
- 14 inquiry and discussion, the task force recommended that the
- outdated definition of "personal information" in chapter 487N, 15
- 16 Hawaii Revised Statutes, which requires the public to be
- **17** notified of data breaches, should be updated and expanded. Many



- 1 identifying data elements relating to individuals are collected,
- 2 and, when exposed to the public in a data breach, can place an
- 3 individual at risk of identity theft or may compromise the
- 4 individual's personal safety. In its current form, chapter
- 5 487N, Hawaii Revised Statutes, is not comprehensive enough to
- 6 cover the additional identifiers.
- Accordingly, the purpose of this Act is to update the
- 8 definition of "personal information" in chapter 487N, Hawaii
- 9 Revised Statutes, to include various personal identifiers and
- 10 data elements that are found in more comprehensive laws.
- 11 SECTION 2. Section 487N-1, Hawaii Revised Statutes, is
- 12 amended as follows:
- 1. By adding two new definitions to be appropriately
- 14 inserted and to read:
- 15 ""Identifier" means a common piece of information related
- 16 specifically to an individual that is commonly used to identify
- 17 the individual across technology platforms, including:
- 18 (1) A first name or initial, and last name;
- 19 (2) A user name for an online account;
- 20 (3) A mobile phone number; or
- 21 (4) An email address specific to the individual.

1	<u>"Spe</u>	cified data element" means any of the following:
2	(1)	An individual's social security number, either in its
3		entirety or the last four or more digits;
4	(2)	Driver's license number, federal or state
5		identification card number, or passport number;
6	(3)	A federal individual taxpayer identification number;
7	(4)	An individual's financial account number, or credit or
8		debit card number;
9	(5)	A security code, access code, personal identification
10		number, or password that would allow access to an
11		individual's account;
12	(6)	Unique biometric data generated from a measurement or
13		analysis of human body characteristics used for
14		authentication purposes, including a fingerprint,
15		voice print, retina or iris image, or other unique
16		physical or digital representation of biometric data;
17	(7)	A private key that is unique to an individual and is
18		used to authenticate or sign an electronic record; and
19	(8)	Health insurance policy number, subscriber
20		identification number, medical identification number.

1	or any other unique number used by a health insurer to
2	identify a person.
3	"Specified data element" does not include medical information
4	that is protected by the Health Insurance Portability and
5	Accountability Act of 1996 and its enacting regulations or other
6	applicable federal or state law."
7	2. By amending the definition of "personal information" to
8	read:
9	""Personal information" means an [individual's first name
10	or first initial and last name in combination with any one or
11	more of the following data elements, when either the name or the
12	data elements are not encrypted:
13	(1) Social security number;
14	(2) Driver's license number or Hawaii identification card
15	number; or
16	(3) Account number, credit or debit card number, access
17	code, or password that would permit access to an
18	individual's financial account.
19	identifier in combination with one or more specified data
20	elements. "Personal information" does not include publicly
21	available information that is lawfully made available to the

1	general public from federal, state, or local government
2	records."
3	SECTION 3. Section 487N-2, Hawaii Revised Statutes, is
4	amended by amending subsection (g) to read as follows:
5	"(g) The following businesses shall be deemed to be in
6	compliance with this section:
7	(1) A financial institution that is subject to the federal
8	Interagency Guidance on Response Programs for
9	Unauthorized Access to Customer Information and
10	Customer Notice published in the Federal Register on
11	March 29, 2005, by the Board of Governors of the
12	Federal Reserve System, the Federal Deposit Insurance
13	Corporation, and the Office of the Comptroller of the
14	Currency, [and the Office of Thrift Supervision,] or
15	subject to <u>title</u> 12 [C.F.R. Part] <u>Code of Federal</u>
16	Regulations part 748, and any revisions, additions, or
17	substitutions relating to the interagency guidance;
18	[and]
19	(2) Any health plan or healthcare provider that is subject
20	to and in compliance with the standards for privacy or

individually identifiable health information and the $% \left(1\right) =\left(1\right) \left(1\right)$

21

1	security standards for the protection of electronic
2	health information of the Health Insurance Portability
3	and Accountability Act of 1996[+]; and
4	(3) Any licensee that is subject to the Insurance Data
5	Security Law, article 3B, chapter 431."
6	SECTION 4. This Act does not affect rights and duties that
7	matured, penalties that were incurred, and proceedings that were
8	begun before its effective date.
9	SECTION 5. Statutory material to be repealed is bracketed
10	and stricken. New statutory material is underscored.
11	SECTION 6. This Act shall take effect on July 1, 2040.

Report Title:

Privacy; Personal Information; Security Breach; Notice; Identifier; Specified Data Element

Description:

Adds definitions of "identifier" and "specified data element" and amends the definition of "personal information" for the purposes of notifying affected persons of data and security breaches under existing state law that governs the security breach of personal information. Includes licensees subject to the Insurance Data Security Law, article 3B, chapter 431, Hawaii Revised Statutes, among the businesses deemed compliant with security breach notice requirements under existing state law. Takes effect 7/1/2040. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.