## 109TH CONGRESS 2D SESSION

## H. R. 6163

To amend title 44, United States Code, to strengthen requirements related to security breaches of data involving the disclosure of sensitive personal information.

## IN THE HOUSE OF REPRESENTATIVES

September 25, 2006

Mr. Tom Davis of Virginia (for himself, Ms. Pryce of Ohio, and Mr. Sweeney) introduced the following bill; which was referred to the Committee on Government Reform

## A BILL

- To amend title 44, United States Code, to strengthen requirements related to security breaches of data involving the disclosure of sensitive personal information.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,
  - 3 SECTION 1. SHORT TITLE.
  - 4 This Act may be cited as the "Federal Agency Data
  - 5 Breach Protection Act".
  - 6 SEC. 2. FEDERAL AGENCY DATA BREACH NOTIFICATION
  - 7 REQUIREMENTS.
  - 8 (a) Authority of Director of Office of Man-
  - 9 AGEMENT AND BUDGET TO ESTABLISH DATA BREACH

| 1  | Policies.—Section 3543(a) of title 44, United States  |
|----|---|
| 2  | Code, is amended—                                     |
| 3  | (1) by striking "and" at the end of paragraph         |
| 4  | (7);  |
| 5  | (2) by striking the period and inserting "; and"      |
| 6  | at the end of paragraph (8); and                      |
| 7  | (3) by adding at the end the following:               |
| 8  | "(9) establishing policies, procedures, and           |
| 9  | standards for agencies to follow in the event of a    |
| 10 | breach of data security involving the disclosure of   |
| 11 | sensitive personal information and for which harm to  |
| 12 | an individual could reasonably be expected to result, |
| 13 | specifically including—                               |
| 14 | "(A) a requirement for timely notice to be            |
| 15 | provided to those individuals whose sensitive         |
| 16 | personal information could be compromised as a        |
| 17 | result of such breach, except no notice shall be      |
| 18 | required if the breach does not create a reason-      |
| 19 | able risk of identity theft, fraud, or other un-      |
| 20 | lawful conduct regarding such individual;             |
| 21 | "(B) guidance on determining how timely               |
| 22 | notice is to be provided; and                         |
| 23 | "(C) guidance regarding whether addi-                 |
| 24 | tional special actions are necessary and appro-       |
| 25 | priate, including data breach analysis, fraud         |

| 1  | resolution services, identity theft insurance, and   |
|----|--|
| 2  | credit protection or monitoring services.".          |
| 3  | (b) Authority of Chief Information Officer           |
| 4  | TO ENFORCE DATA BREACH POLICIES AND DEVELOP          |
| 5  | AND MAINTAIN INVENTORIES.—Section 3544(a)(3) of      |
| 6  | title 44, United States Code, is amended—            |
| 7  | (1) by inserting after "authority to ensure com-     |
| 8  | pliance with" the following: "and, to the extent de- |
| 9  | termined necessary and explicitly authorized by the  |
| 10 | head of the agency, to enforce";                     |
| 11 | (2) by striking "and" at the end of subpara-         |
| 12 | graph (D);   |
| 13 | (3) by inserting "and" at the end of subpara-        |
| 14 | graph (E); and                                       |
| 15 | (4) by adding at the end the following:              |
| 16 | "(F) developing and maintaining an inven-            |
| 17 | tory of all personal computers, laptops, or any      |
| 18 | other hardware containing sensitive personal in-     |
| 19 | formation;".   |
| 20 | (e) Inclusion of Data Breach Notification in         |
| 21 | AGENCY INFORMATION SECURITY PROGRAMS.—Section        |
| 22 | 3544(b) of title 44, United States Code, is amended— |
| 23 | (1) by striking "and" at the end of paragraph        |
| 24 | (7);   |

| 1  | (2) by striking the period and inserting "; and"          |
|----|---|
| 2  | at the end of paragraph (8); and                          |
| 3  | (3) by adding at the end the following:                   |
| 4  | "(9) procedures for notifying individuals whose           |
| 5  | sensitive personal information is compromised con-        |
| 6  | sistent with policies, procedures, and standards es-      |
| 7  | tablished under section 3543(a)(9) of this title.".       |
| 8  | (d) AUTHORITY OF AGENCY CHIEF HUMAN CAPITAL               |
| 9  | Officers To Assess Federal Personal Property.—            |
| 10 | Section 1402(a) of title 5, United States Code, is amend- |
| 11 | ed—   |
| 12 | (1) by striking ", and" at the end of paragraph           |
| 13 | (5) and inserting a semicolon;                            |
| 14 | (2) by striking the period and inserting "; and"          |
| 15 | at the end of paragraph (6); and                          |
| 16 | (3) by adding at the end the following:                   |
| 17 | "(7) prescribing policies and procedures for exit         |
| 18 | interviews of employees, including a full accounting      |
| 19 | of all Federal personal property that was assigned to     |
| 20 | the employee during the course of employment.".           |
| 21 | (e) Sensitive Personal Information Defini-                |
| 22 | TION.—Section 3542(b) of title 44, United States Code,    |
| 23 | is amended by adding at the end the following new para-   |
| 24 | graph:  |

| 1  | "(4) The term 'sensitive personal information',      |
|----|--|
| 2  | with respect to an individual, means any information |
| 3  | about the individual maintained by an agency, in-    |
| 4  | cluding—   |
| 5  | "(A) education, financial transactions,              |
| 6  | medical history, and criminal or employment          |
| 7  | history;   |
| 8  | "(B) information that can be used to dis-            |
| 9  | tinguish or trace the individual's identity, in-     |
| 10 | cluding name, social security number, date and       |
| 11 | place of birth, mother's maiden name, or bio-        |
| 12 | metric records; or                                   |
| 13 | "(C) any other personal information that             |
| 14 | is linked or linkable to the individual.".           |

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