## SUBSTITUTE FOR

## SENATE BILL NO. 510

A bill to prohibit the disclosure or use of certain information.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. This act shall be known and may be cited as the
- 2 "student online personal protection act".
- 3 Sec. 3. As used in this act:
- 4 (a) "Covered information" means personally identifiable
- 5 information or material in any media or format that is any of the
- 6 following:
- 7 (i) Created by or provided to an operator by a student, or the
- 8 student's parent or legal guardian, in the course of the student's,
- 9 parent's, or legal guardian's use of the operator's site, service,
- 10 or application for K-12 school purposes.
- 11 (ii) Created by or provided to an operator by an employee or

- 1 agent of a K-12 school or school district for K-12 school purposes.
- 2 (iii) Gathered by an operator through the operation of a site,
- 3 service, or application for K-12 school purposes and personally
- 4 identifies a student, including, but not limited to, information in
- 5 the student's educational record or electronic mail, first and last
- 6 name, home address, telephone number, electronic mail address, or
- 7 other information that allows physical or online contact,
- 8 discipline records, test results, special education data, juvenile
- 9 dependency records, grades, evaluations, criminal records, medical
- 10 records, health records, social security number, biometric
- 11 information, disabilities, socioeconomic information, food
- 12 purchases, political affiliations, religious information, text
- 13 messages, documents, student identifiers, search activity, photos,
- 14 voice recordings, or geolocation information.
- 15 (b) "Interactive computer service" means that term as defined
- 16 in 47 USC 230.
- 17 (c) "K-12 school" means a school that offers any of grades
- 18 kindergarten to 12 and that is operated by a school district.
- 19 (d) "K-12 school purposes" means purposes that are directed by
- 20 or that customarily take place at the direction of a K-12 school,
- 21 teacher, or school district or aid in the administration of school
- 22 activities, including, but not limited to, instruction in the
- 23 classroom or at home, administrative activities, and collaboration
- 24 between students, school personnel, or parents, or are for the use
- 25 and benefit of the school.
- (e) "Operator" means, to the extent that it is operating in
- 27 this capacity, the operator of an Internet website, online service,

- 1 online application, or mobile application with actual knowledge
- 2 that the site, service, or application is used primarily for K-12
- 3 school purposes and was designed and marketed for K-12 school
- 4 purposes.
- 5 (f) "School district" means a school district, intermediate
- 6 school district, or public school academy, as those terms are
- 7 defined in the revised school code, 1976 PA 451, MCL 380.1 to
- **8** 380.1852.
- 9 (g) "Service provider" means a person or entity that provides
- 10 a service that enables users to access content, information,
- 11 electronic mail, or other services offered over the Internet or a
- 12 computer network.
- 13 (h) "Targeted advertising" means presenting an advertisement
- 14 to a student where the advertisement is selected based on
- 15 information obtained or inferred from that student's online
- 16 behavior, usage of applications, or covered information. Targeted
- 17 advertising does not include advertising to a student at an online
- 18 location based upon that student's current visit to that location
- 19 or single search query without the collection and retention of a
- 20 student's online activities over time.
- 21 Sec. 5. (1) An operator shall not knowingly do any of the
- 22 following:
- (a) Engage in targeted advertising on the operator's site,
- 24 service, or application, or target advertising on any other site,
- 25 service, or application if the targeting of the advertising is
- 26 based on any information, including covered information and
- 27 persistent unique identifiers, that the operator has acquired

- 1 because of the use of that operator's site, service, or application
- 2 for K-12 school purposes.
- 3 (b) Use information, including persistent unique identifiers,
- 4 created or gathered by the operator's site, service, or
- 5 application, to amass a profile about a student except in
- 6 furtherance of K-12 school purposes. As used in this subdivision,
- 7 "amass a profile" does not include the collection and retention of
- 8 account registration records or information that remains under the
- 9 control of the student, the student's parent or guardian, or K-12
- 10 school.
- 11 (c) Sell a student's information, including covered
- 12 information. This subdivision does not apply to the purchase,
- 13 merger, or other type of acquisition of an operator by another
- 14 entity, if the operator or successor entity complies with this
- 15 section regarding previously acquired student information.
- (d) Except as otherwise provided in subsection (3), disclose
- 17 covered information unless the disclosure is made for the following
- 18 purposes:
- 19 (i) In furtherance of the K-12 school purpose of the site,
- 20 service, or application, if the recipient of the covered
- 21 information disclosed under this subparagraph does not further
- 22 disclose the information unless done to allow or improve
- 23 operability and functionality of the operator's site, service, or
- 24 application.
- 25 (ii) To ensure legal and regulatory compliance or protect
- 26 against liability.
- 27 (iii) To respond to or participate in the judicial process.

- $\mathbf{1}$  (iv) To protect the safety or integrity of users of the site
- 2 or others or the security of the site, service, or application.
- 3 (v) For a school, educational, or employment purpose requested
- 4 by the student or the student's parent or guardian, provided that
- 5 that information is not used or further disclosed for any other
- 6 purpose.
- 7 (vi) To a service provider, if the operator contractually
- 8 prohibits the service provider from using any covered information
- 9 for any purpose other than providing the contracted service to or
- 10 on behalf of the operator, prohibits the service provider from
- 11 disclosing any covered information provided by the operator with
- 12 subsequent third parties, and requires the service provider to
- 13 implement and maintain reasonable security procedures and
- 14 practices. This subparagraph does not prohibit the operator's use
- 15 of information for maintaining, developing, supporting, improving,
- 16 or diagnosing the operator's site, service, or application.
- 17 (2) An operator shall do all of the following:
- 18 (a) Implement and maintain reasonable security procedures and
- 19 practices appropriate to the nature of the covered information, and
- 20 protect that covered information from unauthorized access,
- 21 destruction, use, modification, or disclosure.
- 22 (b) Delete a student's covered information if the K-12 school
- 23 or school district requests deletion of covered information under
- 24 the control of the K-12 school or school district.
- 25 (3) An operator may use or disclose covered information of a
- 26 student under the following circumstances:
- 27 (a) If other provisions of federal or state law require the

- 1 operator to disclose the information, and the operator complies
- 2 with the requirements of federal and state law in protecting and
- 3 disclosing that information.
- 4 (b) For legitimate research purposes as required by state or
- 5 federal law and subject to the restrictions under applicable state
- 6 and federal law or as allowed by state or federal law and under the
- 7 direction of a K-12 school, school district, or state department of
- 8 education, if covered information is not used for advertising or to
- 9 amass a profile on the student for purposes other than K-12 school
- 10 purposes.
- 11 (c) To a state or local educational agency, including K-12
- 12 schools and school districts, for K-12 school purposes, as
- 13 permitted by state or federal law.
- 14 (4) This section does not prohibit an operator from doing any
- 15 of the following:
- 16 (a) Using covered information that is not associated with an
- 17 identified student within the operator's site, service, or
- 18 application or other sites, services, or applications owned by the
- 19 operator to improve educational products.
- 20 (b) Using covered information that is not associated with an
- 21 identified student to demonstrate the effectiveness of the
- 22 operator's products or services, including in their marketing.
- (c) Sharing covered information that is not associated with an
- 24 identified student for the development and improvement of
- 25 educational sites, services, or applications.
- 26 (d) Using recommendation engines to recommend to a student
- 27 either of the following:

- 1 (i) Additional content relating to an educational, other
- 2 learning, or employment opportunity purpose within the operator's
- 3 site, service, or application if the recommendation is not
- 4 determined in whole or in part by payment or other consideration
- 5 from a third party.
- 6 (ii) Additional services relating to an educational, other
- 7 learning, or employment opportunity purpose within the operator's
- 8 site, service, or application if the recommendation is not
- 9 determined in whole or in part by payment or other consideration
- 10 from a third party.
- (e) Responding to a student's request for information or for
- 12 feedback to help improve learning without the information or
- 13 response being determined in whole or in part by payment or other
- 14 consideration from a third party.
- 15 (5) This section does not do any of the following:
- 16 (a) Limit the authority of a law enforcement agency to obtain
- 17 any content or information from an operator as authorized by law or
- 18 under a court order.
- 19 (b) Limit the ability of an operator to use student data,
- 20 including covered information, for adaptive learning or customized
- 21 student learning purposes.
- 22 (c) Apply to general audience Internet websites, general
- 23 audience online services, general audience online applications, or
- 24 general audience mobile applications, even if login credentials
- 25 created for an operator's site, service, or application may be used
- 26 to access those general audience sites, services, or applications.
- 27 (d) Limit service providers from providing Internet

- 1 connectivity to schools or students and their families.
- 2 (e) Prohibit an operator of an Internet website, online
- 3 service, online application, or mobile application from marketing
- 4 educational products directly to parents if the marketing did not
- 5 result from the use of covered information obtained by the operator
- 6 through the provision of services covered under this section.
- 7 (f) Impose a duty upon a provider of an electronic store,
- 8 gateway, marketplace, or other means of purchasing or downloading
- 9 software or applications to review or enforce compliance with this
- 10 section on those applications or software.
- 11 (g) Impose a duty upon a provider of an interactive computer
- 12 service to review or enforce compliance with this section by third-
- 13 party content providers.
- 14 (h) Prohibit students from downloading, exporting,
- 15 transferring, saving, or maintaining their own student data or
- 16 documents.
- 17 Enacting section 1. This act takes effect 90 days after the
- 18 date it is enacted into law.