By: Lalani H.B. No. 4761

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the notification required following a breach of

- 3 security of computerized data.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Sections 521.053(b) and (i), Business & Commerce
- 6 Code, are amended to read as follows:
- 7 (b) A person who conducts business in this state and owns or
- 8 licenses computerized data that includes sensitive personal
- 9 information shall disclose any breach of system security, after
- 10 discovering or receiving notification of the breach, to any
- 11 individual whose sensitive personal information was, or is
- 12 reasonably believed to have been, acquired by an unauthorized
- 13 person. The disclosure shall be made without unreasonable delay
- 14 and in each case not later than the 30th [60th] day after the date on
- 15 which the person determines that the breach occurred, except as
- 16 provided by Subsection (d) or as necessary to determine the scope of
- 17 the breach and restore the reasonable integrity of the data system.
- 18 (i) A person who is required to disclose or provide
- 19 notification of a breach of system security under this section
- 20 shall notify the attorney general of that breach not later than the
- 21 30th [60th] day after the date on which the person determines that
- 22 the breach occurred if the breach involves at least 250 residents of
- 23 this state. The notification under this subsection must include:
- 24 (1) a detailed description of the nature and

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- 1 circumstances of the breach or the use of sensitive personal
- 2 information acquired as a result of the breach;
- 3 (2) the number of residents of this state affected by
- 4 the breach at the time of notification;
- 5 (3) the number of affected residents that have been
- 6 sent a disclosure of the breach by mail or other direct method of
- 7 communication at the time of notification;
- 8 (4) the measures taken by the person regarding the
- 9 breach;
- 10 (5) any measures the person intends to take regarding
- 11 the breach after the notification under this subsection; and
- 12 (6) information regarding whether law enforcement is
- 13 engaged in investigating the breach.
- 14 SECTION 2. This Act takes effect September 1, 2023.