By: West S.B. No. 1477 A BILL TO BE ENTITLED 1 AN ACT 2 relating to ransomware; creating a criminal offense. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Chapter 33, Penal Code, is amended by adding Section 33.023 to read as follows: 5 6 Sec. 33.023. RANSOMWARE ATTACK AND EXTORTION. (a) In this section: 7 (1) "Privileged information" means: 8 (A) protected health information, as that term is 9 10 defined by Section 182.002, Health and Safety Code; (B) information that is subject to the 11 12 attorney-client privilege; or 13 (C) information that is subject to the 14 accountant-client privilege under Section 901.457, Occupations 15 Code, or other law, if the information is on a computer, computer network, or computer system owned by a person possessing a license 16 17 issued under Subchapter H, Chapter 901, Occupations Code. (2) "Ransomware" means computer software that: 18 19 (A) is introduced onto a computer, computer 20 network, or computer system; and 21 (B) prevents the owner of the computer, computer 22 network, or computer system, or another person with the effective consent of the owner, from accessing information on that computer, 23 24 computer network, or computer system.

1	(b) A person commits an offense if the person intentionally:
2	(1) introduces ransomware or causes ransomware to be
3	introduced onto a computer, computer network, or computer system
4	without the effective consent of the owner; and
5	(2) demands payment or other consideration to:
6	(A) remove the ransomware;
7	(B) restore the owner's access to the computer,
8	computer network, or computer system; or
9	(C) otherwise mitigate the effects of the
10	ransomware.
11	(c) Except as provided by Subsection (d), an offense under
12	this section is:
13	(1) a Class C misdemeanor if the value of the payment
14	or other consideration demanded is less than \$100 or cannot be
15	<pre>determined;</pre>
16	(2) a Class B misdemeanor if the value of the payment
17	or other consideration demanded is \$100 or more but less than \$750;
18	(3) a Class A misdemeanor if the value of the payment
19	or other consideration demanded is \$750 or more but less than
20	<u>\$2,500;</u>
21	(4) a state jail felony if the value of the payment or
22	other consideration demanded is \$2,500 or more but less than
23	<u>\$30,000;</u>
24	(5) a felony of the third degree if the value of the
25	payment or other consideration demanded is \$30,000 or more but less
26	<u>than \$150,000;</u>
27	(6) a felony of the second degree if the value of the

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1	payment or other consideration demanded is \$150,000 or more but
2	less than \$300,000; and
3	(7) a felony of the first degree if the value of the
4	payment or other consideration demanded is \$300,000 or more.
5	(d) If it is shown on the trial of the offense that the
6	defendant knowingly restricted a victim's access to privileged
7	information, an offense under this section is:
8	(1) a state jail felony if the value of the payment or
9	other consideration demanded is less than \$2,500;
10	(2) a felony of the third degree if:
11	(A) the value of the payment or other
12	consideration demanded is \$2,500 or more but less than \$30,000; or
13	(B) a client or patient of a victim suffered harm
14	attributable to the offense;
15	(3) a felony of the second degree if:
16	(A) the value of the payment or other
17	consideration demanded is \$30,000 or more but less than \$150,000;
18	or
19	(B) a client or patient of a victim suffered
20	bodily injury attributable to the offense; and
21	(4) a felony of the first degree if:
22	(A) the value of the payment or other
23	consideration demanded is \$150,000 or more; or
24	(B) a client or patient of a victim suffered
25	serious bodily injury or death attributable to the offense.
26	(e) A person who is subject to prosecution under this
27	section and any other section of this code may be prosecuted under

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either section or both sections. 1 (f) For purposes of calculating the value of the payment or 2 other consideration under Subsection (c) or (d), the exchange rate 3 between a foreign currency and the United States dollar is 4 established at the earlier of: 5 6 (1) the date the demand was made, if known; or 7 (2) the date the victim became aware of the demand. SECTION 2. The change in law made by this Act applies only 8 to an offense committed on or after the effective date of this Act. 9 An offense committed before the effective date of this Act is 10 governed by the law in effect on the date the offense was committed, 11 and the former law is continued in effect for that purpose. For 12 purposes of this section, an offense was committed before the 13 effective date of this Act if any element of the offense occurred 14 15 before that date. 16 SECTION 3. This Act takes effect September 1, 2017.

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