By: VanDeaverH.B. No. 363Substitute the following for H.B. No. 363:By: DuttonC.S.H.B. No. 363

## A BILL TO BE ENTITLED

## AN ACT

2 relating to restricting the use of personally identifiable student 3 information by an operator of a website, online service, online 4 application, or mobile application used for a school purpose and 5 providing an exemption from certain restrictions for a national 6 assessment provider.

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

8 SECTION 1. Section 32.155, Education Code, is amended to 9 read as follows:

10 Sec. 32.155. PROTECTION OF COVERED INFORMATION. <u>(a)</u> An 11 operator must implement and maintain reasonable security 12 procedures and practices designed to protect any covered 13 information from unauthorized access, deletion, use, modification, 14 or disclosure.

(b) Any operator that has been approved by the agency or had 15 16 a product adopted by the agency and possesses any covered information must use the unique identifier established by the Texas 17 Student Data System (TSDS) or a successor data management system 18 maintained by the agency for any account creation, data upload, 19 data transmission, analysis, or reporting to mask all personally 20 identifiable student information. The operator shall adhere to a 21 state-required student data sharing agreement that includes an 22 23 established unique identifier standard for all operators as 24 prescribed by the agency.

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1 (c) In addition to including the unique identifier in 2 releasing information as provided by Subsection (b), an operator 3 may include any other data field identified by the agency or by a 4 school district, open-enrollment charter school, regional 5 education service center, or other local education agency as 6 necessary for the information being released to be useful.

7 (d) A school district, open-enrollment charter school, regional education service center, or other local education agency 8 9 may include additional data fields in an agreement with an operator or the <u>amendment of an agreement with an operator under this</u> 10 section. An operator may agree to include the additional data 11 fields requested by a school district, open-enrollment charter 12 school, regional education service center, or other local education 13 14 agency but may not require that additional data fields be included.

15 (e) A school district, open-enrollment charter school, 16 regional education service center, or other local education agency 17 may require an operator that contracts directly with the entity to 18 adhere to a state-required student data sharing agreement that 19 includes the use of an established unique identifier standard for 20 all operators as prescribed by the agency.

21 (f) A national assessment provider who receives covered 22 information from a student or from a school district or campus on 23 behalf of a student is not required to comply with Subsection (b) or 24 (e) if the provider receives the covered information solely to 25 provide access to:

26 (1) employment, educational scholarships, financial 27 aid, or postsecondary educational opportunities; or

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1		(2)	educational	resou	rces f	or midd	le	school,	jun	ior
2	high school, or high school students.									
3	(g)	The	commissioner	may	adopt	rules	as	necess	ary	to
4	administer this section.									

5 SECTION 2. This Act takes effect September 1, 2023.