Bill No. HB 1549 (2023)

Amendment No. 1

COMMITTEE/SUBCOMMITTEE ACTION ADOPTED ____ (Y/N) ADOPTED AS AMENDED ____ (Y/N) ADOPTED W/O OBJECTION ____ (Y/N) FAILED TO ADOPT ____ (Y/N) WITHDRAWN ____ (Y/N) OTHER

Committee/Subcommittee hearing bill: Regulatory Reform & Economic Development Subcommittee
Representative McFarland offered the following:

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Amendment

Remove lines 14-130 and insert:

Section 1. Subsection (13) is added to section 501.173, Florida Statutes, as created by HB 1547, 2023 Regular Session, to read:

- 501.173 Consumer data privacy.-
- (13) PUBLIC RECORDS EXEMPTION.—
- (a) All information received by the department pursuant to a notification of a violation under this section, or received by the department pursuant to an investigation by the department or a law enforcement agency of a violation of this section or s.

 501.1735, is confidential and exempt from s. 119.07(1) and s.

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| 17 | 24(a), Art. I of the State Constitution, until such time as the |
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| 18 | investigation is completed or ceases to be active. This |
| 19 | exemption shall be construed in conformity with s. |
| 20 | 119.071(2)(c). |

- (b) During an active investigation, information made confidential and exempt pursuant to paragraph (a) may be disclosed by the department:
- 1. In the furtherance of its official duties and responsibilities;
- 2. For print, publication, or broadcast if the department determines that such release would assist in notifying the public or locating or identifying a person that the department believes to be a victim of a data breach or improper use or disposal of customer records, except that information made confidential and exempt by paragraph (c) may not be released pursuant to this subparagraph; or
- 3. To another governmental entity in the furtherance of its official duties and responsibilities.
- (c) Upon completion of an investigation or once an investigation ceases to be active, the following information received by the department shall remain confidential and exempt from s. 119.07(1) and s. 24(a), Art. I of the State Constitution:
- 1. All information to which another public records

 exemption applies.

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| 42 | 2. Personal information. |
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| 43 | 3. A computer forensic report. |
| 44 | 4. Information that would otherwise reveal weaknesses in |
| 45 | the data security of a controller, processor, or third party. |
| 46 | 5. Information that would disclose the proprietary |
| 47 | information of a controller, processor, or third party. |
| 48 | (d) For purposes of this subsection, the term "proprietary |
| 49 | information" means information that: |
| 50 | 1. Is owned or controlled by the controller, processor, or |
| 51 | third party. |
| 52 | 2. Is intended to be private and is treated by the |
| 53 | controller, processor, or third party as private because |
| 54 | disclosure would harm the controller, processor, or third party |
| 55 | or its business operations. |
| 56 | 3. Has not been disclosed except as required by law or a |
| 57 | private agreement that provides that the information will not be |
| 58 | released to the public. |
| 59 | 4. Is not publicly available or otherwise readily |
| 60 | ascertainable through proper means from another source in the |
| 61 | same configuration as received by the department. |
| 62 | 5. Includes: |
| 63 | a. Trade secrets as defined in s. 688.002. |
| 64 | b. Competitive interests, the disclosure of which would |
| 65 | impair the competitive advantage of the controller, processor, |

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or third party who is the subject of the information.

| | (e) | This | sub | sect | ion : | is : | subje | ect | to | the | Ope: | n Go | overr | ıme | <u>nt</u> |
|-------|--------|--------|------|-------|-------|------|-------|------|------|-------|------|------|-------|-----|-----------|
| Sunse | et Rev | view A | Act | in a | ccor | dan | ce wi | th | s. | 119 | .15 | and | shal | .1 | stand |
| repea | led o | on Oct | tobe | r 2, | 202 | 8, 1 | unles | ss : | revi | Lewe | d an | d sa | aved | fr | om |
| repea | ıl thi | rough | ree | nacti | ment | by | the | Le | gisl | Latui | ce. | | | | |

Section 2. The Legislature finds that it is a public necessity that all information received by the Department of Legal Affairs pursuant to a notification of a violation of s. 501.173 or s. 501.1735, Florida Statutes, or received by the department pursuant to an investigation by the department or a law enforcement agency of a violation of s. 501.173 or s. 501.1735, Florida Statutes, be made confidential and exempt from s. 119.07(1), Florida Statutes, and s. 24(a), Article I of the State Constitution for the following reasons:

- (1) A notification of a violation of s. 501.173 or s. 501.1735, Florida Statutes, may result in an investigation of such violation. The premature release of such information could frustrate or thwart the investigation and impair the ability of the department to effectively and efficiently administer s. 501.173 or s. 501.1735, Florida Statutes. In addition, release of such information before completion of an active investigation could jeopardize the ongoing investigation.
- (2) Release of information to which another public record exemption applies once an investigation is completed or ceases to be active would undo the specific statutory exemption protecting that information.

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| (3) An investigation of a violation of s. 501.173 or s. |
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| 501.1735, Florida Statutes, is likely to result in the gathering |
| of sensitive personal information, including identification |
| numbers, unique identifiers, professional or employment-related |
| information, and personal financial information. Such |
| information could be used for the purpose of identity theft. The |
| release of such information could subject possible victims of |
| data privacy violations to further harm. |

- (4) Notices received by the department and information received during an investigation of a violation of s. 501.173 or s. 501.1735, Florida Statutes, are likely to contain proprietary information. Such information, including trade secrets, derives independent, economic value, actual, or potential, from being generally unknown to, and not readily ascertainable by, other persons who might obtain economic value from its disclosure or use. Allowing public access to proprietary information, including a trade secret, through a public records request could destroy the value of the proprietary information and cause a financial loss to the controller, processor, or third party submitting the information. Release of such information could give business competitors an unfair advantage and weaken the position of the entity supplying the proprietary information in the marketplace.
- (5) Information received by the department may contain a computer forensic report or information that could reveal

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| 117 | weaknesses in the data security of a controller, processor, or |
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| 118 | third party. The release of this information could result in the |
| 119 | identification of vulnerabilities in the cybersecurity system of |
| 120 | the controller, processor, or third party and be used to harm |
| 121 | the controller, processor, or third party and clients. |
| 122 | (6) The harm that may result from the release of |
| 123 | information received by the department pursuant to a |
| 124 | notification or investigation by the department or a law |
| 125 | enforcement agency of a violation of s. 501.173 or s. 501.1735, |
| 126 | Florida |

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