BILL SUMMARY

1st Session of the 60th Legislature

Bill No.: SB626 Version: FA1

Request Number:

 Author:
 Rep. Pfeiffer

 Date:
 5/7/2025

 Impact:
 FY26: \$31,250

 FY27 annuals \$62,500

FY27 onward: \$62,500

Research Analysis

The floor amendment for SB626 corrects a reference error and deletes a provision that would have allowed the Attorney General to promulgate rules on the security breach notification process.

As amended, the measure expands the definition of *personal information* within the Security Breach Notification Act and requires any individual or entity that owns or licenses computerized data that includes personal information to provide notice of a security breach to the Attorney General. A single security breach that affects less than 500 residents of the state is exempt from the notice requirement. A breach of a security system maintained by a credit union where fewer than 1000 residents are affected is also exempt from the notice requirement.

Failure to comply with the act may result in civil penalties of up to \$150,000 per breach, based upon the magnitude of the breach. Violators may also be required to pay actual damages and a civil penalty of \$75,000 if they fail to use reasonable safeguards to ensure that the personal information under their purview is secure.

Prepared By: Ouven Do

Fiscal Analysis

The Engrossed version of SB626 sets forth duties to be administered by the Office of the Attorney General (OAG) in specific privacy breach cases. According to officials from the OAG, implementing and enforcing the provisions of the measure will require 0.5 FTE at a pro-rated cost of \$31,250 for FY26 based on the measure's effective date, and \$62,500 annually for each subsequent fiscal year. The agency would seek additional appropriations to defray these costs.

According to officials from the OAG, the FA1 does not change the impact of the measure, therefore the fiscal impact remains to be as described above.

Prepared By: Robert Flipping IV, House Fiscal Staff

Other Considerations

None.

