## STATE OF NEW YORK

1104

2017-2018 Regular Sessions

## IN SENATE

January 6, 2017

Introduced by Sen. VALESKY -- read twice and ordered printed, and when printed to be committed to the Committee on Consumer Protection

AN ACT to amend the general business law, in relation to the timeliness of disclosure of a breach of the security of a system which contains private information

## The People of the State of New York, represented in Senate and Assembly, do enact as follows:

## Section 1. Subdivision 2 of section 899-aa of the general business law, as added by chapter 442 of the laws of 2005, is amended to read as follows:

4 2. Any person or business which conducts business in New York state, and which owns or licenses computerized data which includes private 5 information shall disclose any breach of the security of the system б 7 following discovery or notification of the breach in the security of the 8 system to any resident of New York state whose private information was, 9 or is reasonably believed to have been, acquired by a person without valid authorization. The disclosure shall be made [in the most expedient 10 time possible and ] without unreasonable delay, consistent with the 11 legitimate needs of law enforcement, as provided in subdivision four of 12 13 this section, or any measures necessary to determine the scope of the 14 breach and restore the reasonable integrity of the system. Reasonable delay under this subdivision shall not exceed forty-five days, except as 15 provided in subdivision four of this section or unless the person or 16 business seeking additional time demonstrates to the attorney general 17 18 that additional time is reasonably necessary to determine the scope of 19 the breach of the security system, prevent further disclosures, conduct 20 the risk assessment, and restore the reasonable integrity of the securi-21 ty system. If the attorney general determines that additional delay is necessary the agency may extend the time period for notification for 22 23 additional periods of up to forty-five days each. Any such extension 24 shall be provided in writing.

25 § 2. This act shall take effect immediately.

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

LBD06866-01-7