# **SENATE . . . . . . . . . . . . . . . . No. 184**

## The Commonwealth of Massachusetts

PRESENTED BY:

### Robyn K. Kennedy

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act relative to consumer health data.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:	
Robyn K. Kennedy	First Worcester	
Jacob R. Oliveira	Hampden, Hampshire and Worcester	2/3/2023
Jason M. Lewis	Fifth Middlesex	2/9/2023
Lindsay N. Sabadosa	1st Hampshire	2/13/2023
Steven Owens	29th Middlesex	3/14/2023
Jack Patrick Lewis	7th Middlesex	10/4/2023
Paul W. Mark	Berkshire, Hampden, Franklin and	1/2/2024
	Hampshire	

## **SENATE . . . . . . . . . . . . . . . . No. 184**

By Ms. Kennedy, a petition (accompanied by bill, Senate, No. 184) of Robyn K. Kennedy, Jacob R. Oliveira, Jason M. Lewis and Lindsay N. Sabadosa for legislation relative to consumer health data. Consumer Protection and Professional Licensure.

### The Commonwealth of Alassachusetts

In the One Hundred and Ninety-Third General Court (2023-2024)

An Act relative to consumer health data.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 SECTION 1. The General Laws, as appearing in the 2018 Official Edition, are hereby
- 2 amended by inserting after chapter 93M the following chapter:
- 3 Chapter 93M. Consumer Health Data Act
- 4 Section 1. Definitions
- 5 As used in this chapter, the following words shall, unless the context clearly requires
- 6 otherwise, have the following meanings:—
- 7 "Affiliate," a legal entity that shares common branding with another legal entity and
- 8 controls, is controlled by or is under common control with another legal entity. For the purposes
- 9 of this definition, "control" or "controlled" means:
- 10 (a) Ownership of, or the power to vote, more than fifty percent of the outstanding shares
- of any class of voting security of a company;

13 exercising similar functions; or 14 (c) The power to exercise controlling influence over the management of a company. 15 "Biometric data," an individual's physiological, biological, or behavioral characteristics 16 that can be used individually or in combination with other data to identify a consumer. Biometric 17 data includes: 18 (a) An individual's deoxyribonucleic acid (DNA); 19 (b) Imagery of the iris, retina, fingerprint, face, hand, palm, vein patterns, and voice 20 recordings, from which an identifier template can be extracted; or 21 (c) Keystroke patterns or rhythms, gait patterns or rhythms, and sleep, health, or exercise 22 data that contain identifying information. 23 "Collect," to buy, rent, access, retain, receive, or acquire Consumer Health Data in any 24 manner. 25 "Consent," a clear affirmative act by a consumer that openly communicates a consumer's freely given, informed, opt-in, voluntary, specific, and unambiguous written consent (which may 26 27 include written consent provided by electronic means). Consent cannot be obtained by: 28 (i) A consumer's acceptance of a general or broad Terms of Use agreement or a similar 29 document that contains descriptions of personal data processing along with other, unrelated 30 information; 31 (ii) A consumer hovering over, muting, pausing, or closing a given piece of content; or

(b) Control in any manner over the election of a majority of the directors or of individuals

32	(iii) A consumer's agreement obtained through the use of deceptive designs, including by	
33	the use of pre-checked or pre-selected options.	
34	"Consumer," a natural person who is a Massachusetts resident acting only in an	
35	individual or household context, however identified, including by any unique identifier. A person	
36	located in Massachusetts when their Consumer Health Data is collected by a Regulated Entity	
37	will create a presumption that the person is a Massachusetts resident for purposes of enforcing	
38	this chapter.	
39	"Consumer Health Data," personal information relating to the past, present, or future	
40	physical or mental health of a consumer, including any personal information relating to:	
41	(i) Individual health conditions, treatment, status, diseases, or diagnoses;	
42	(ii) Social, psychological, behavioral, and medical interventions;	
43	(iii) Health related surgeries or procedures;	
44	(iv) Use or purchase of medication;	
45	(v) Bodily functions, vital signs, measurements, or symptoms;	
46	(vi) Diagnoses or diagnostic testing, treatment, or medication;	
47	(vii) Efforts to research or obtain health services or supplies;	
48	(viii) Location information that could reasonably indicate a consumer's attempt to	
49	acquire or receive health services or supplies; and	

- (ix) Any information described in subparagraphs (i) through (ix) that is derived or extrapolated from non-health information (such as proxy, derivative, inferred, or emergent data by any means, including algorithms or machine learning).
  - (b) Consumer Health Data does not include:

- (i) Data processed or maintained in the course of employment, including applications for employment and the administration of benefits; or
- (ii) Personal Information that is used to engage in public or peer-reviewed scientific, historical, or statistical research in the public interest that adheres to all other applicable ethics and privacy laws and is approved, monitored, and governed by an institutional review board, human subjects research ethics review board, or a similar independent oversight entity that determines that the Regulated Entity has implemented reasonable safeguards to mitigate privacy risks associated with research, including any risks associated with reidentification, so long as consent has first been obtained;

"Deceptive design," a user interface designed or manipulated with the potential effect of subverting or impairing user autonomy, decision making, or choice.

"Homepage," the introductory page of an internet website and any internet web page where personal information is collected. In the case of an online service, such as a mobile application, homepage means the application's platform page or download page, and a link within the application, such as from the application configuration, "About," "Information," or settings page.

"Personal Information," information that identifies, relates to, describes, is reasonably capable of being associated with, or linked, directly or indirectly, with a particular consumer. Personal information does not include publicly available information. For purposes of this paragraph, "publicly available" means information that is lawfully made available from federal, state, or local government records. Any biometric data collected about a consumer by a business without the consumer's knowledge is not publicly available information.

"Regulated Entity," any legal entity that (a) conducts business in Massachusetts or produces products or services that are targeted to consumers in Massachusetts and (b) collects, shares, or sells Consumer Health Data. Regulated Entity does not mean government agencies, tribal nations, or an individual acting in a non-commercial manner.

"Sell" or "Sale," the sharing of Consumer Health Data for monetary or other valuable consideration. Sell or Sale does not include the sharing of Consumer Health Data for monetary or other valuable consideration to:

- (i) A third party as an asset that is part of a merger, acquisition, bankruptcy, or other transaction in which the third party assumes control of all or part of the Regulated Entity's assets that shall comply with the requirements and obligations in this chapter;
  - (ii) A third party at the direction of a consumer; or
- (iii) A third party where the Regulated Entity maintains control and ownership of the Consumer Health Data, and the third-party only uses the Consumer Health Data at direction from the Regulated Entity and consistent with the purpose for which it was collected and disclosed to the consumer.

"Share" or "Sharing," to release, disclose, disseminate, divulge, make available, provide access to, license, or otherwise communicate orally, in writing, or by electronic or other means, Consumer Health Data by a Regulated Entity to a third party where the Regulated Entity maintains control and/or ownership of the Consumer Health Data. The term share or sharing does not include:

- (i) The disclosure of Consumer Health Data to an entity who collects and/or processes the personal data on behalf of the Regulated Entity, when the Regulated Entity maintains control and ownership of the data and the third party only uses the Consumer Health Data at direction from the Regulated Entity and consistent with the purpose for which it was collected and disclosed to the consumer;
- (ii) The disclosure of Consumer Health Data to a third party with whom the consumer has a direct relationship for purposes of providing a product or service requested by the consumer when the Regulated Entity maintains control and ownership of the data and the third party only uses the Consumer Health Data at direction from the Regulated Entity and consistent with the purpose for which it was collected and disclosed to the consumer; or
- (iii) The disclosure or transfer of personal data to a third party as an asset that is part of a merger, acquisition, bankruptcy, or other transaction in which the third party assumes control of all or part of the Regulated Entity's assets and shall comply with the requirements and obligations in this chapter.
  - Section 2. Consumer Health Data Privacy Policy.
- (1) A Regulated Entity shall maintain a Consumer Health Data Privacy Policy that clearly and conspicuously discloses:

113 (a) The specific types of Consumer Health Data collected and the purpose for which the 114 data is collected, including the specific ways in which it will be used; 115 (b) The specific sources from which the Consumer Health Data is collected; 116 (c) The specific Consumer Health Data that is shared; 117 (d) A list of specific third parties and affiliates with whom the Regulated Entity shares 118 the Consumer Health Data, including an active electronic mail address or other online 119 mechanism that the consumer may use to contact these third parties and affiliates; and 120 (e) How a consumer can exercise the rights provided in Section 6. 121 (2) A Regulated Entity shall prominently publish its Consumer Health Privacy Policy on 122 its homepage. 123 (3) A Regulated Entity shall not collect or share additional categories of Consumer 124 Health Data not disclosed in the Consumer Health Data Privacy Policy without first disclosing 125 the additional categories and obtaining the consumer's affirmative consent prior to the collection 126 or sharing of such Consumer Health Data. 127 (4) A Regulated Entity shall not collect or share Consumer Health Data for additional 128 purposes not disclosed in the Consumer Health Data Privacy Policy without first disclosing the 129 additional purposes and obtaining the consumer's affirmative consent prior to the collection or 130 sharing of such Consumer Health Data. 131 Section 3. Consent to Collect and Share Consumer Health Data.

(1) A Regulated Entity shall not collect any Consumer Health Data except:

133 (a) With consent from the consumer for such collection for a specified purpose; or 134 (b) To the extent strictly necessary to provide a product or service that the consumer to 135 whom such Consumer Health Data relates has requested from such Regulated Entity. 136 (2) A Regulated Entity shall not share any Consumer Health Data except: 137 (a) With consent from the consumer for such sharing that is separate and distinct from the 138 consent obtained to collect Consumer Health Data; or 139 (b) To the extent strictly necessary to provide a product or service that the consumer to 140 whom such Consumer Health Data relates has requested from such Regulated Entity. 141 (3) Consent required under this section must be obtained prior to the collection or 142 sharing, as applicable, of any Consumer Health Data, and the request for consent must clearly 143 and conspicuously disclose: 144 (a) the categories of Consumer Health Data collected or shared, 145 (b) the purpose of the collection or sharing of the Consumer Health Data, including the 146 specific ways in which it will be used, and

(4) A Regulated Entity shall not discriminate against a consumer for exercising any rights included in this chapter including by means of a) refusing to do business with the consumer, b) charging a higher price to the consumer or c) providing a lower quality product or service to the consumer.

(c) how the consumer can withdraw consent from future collection or sharing of their

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Consumer Health Data.

153 Section 4. Consumer Health Data Rights. 154 (1) A consumer has the right to know whether a Regulated Entity is collecting or sharing 155 their Consumer Health Data. 156 (2) A consumer has the right to withdraw consent from the Regulated Entity's collection 157 and sharing of their Consumer Health Data. 158 (3) A consumer has the right to have their Consumer Health Data deleted by informing 159 the Regulated Entity of their request for deletion. 160 (a) A Regulated Entity that receives a consumer's request to delete any of their Consumer 161 Health Data shall without unreasonable delay and no more than thirty calendar days from 162 receiving the deletion request: 163 (i) Delete the Consumer Health Data from its records, including from all parts of the 164 Regulated Entity's network or backup systems; and 165 (ii) Notify all affiliates, service providers, contractors, and other third parties with whom 166 the Regulated Entity has shared Consumer Health Data of the deletion request. 167 (b) All affiliates, service providers, contractors, other third parties that receive notice of a 168 consumer's deletion request shall honor the consumer's deletion request and delete the 169 Consumer Health Data from its records, including from all parts of its network or backup 170 systems. 171 (4) A consumer or a consumer's authorized agent may exercise the rights set forth in this

chapter by submitting a request, at any time, to a Regulated Entity. Such a request may be made:

173 (a) By contacting the Regulated Entity through the manner included in its Consumer 174 Health Privacy policy; 175 (b) By designating an authorized agent who may exercise the rights on behalf of the 176 consumer; or 177 (c) In the case of collecting Consumer Health Data concerning a consumer subject to 178 guardianship, conservatorship, or other protective arrangement under the Consumer Protection 179 Act, the guardian or the conservator of the consumer may exercise the rights of this chapter on 180 the consumer's behalf. 181 Section 5. Consumer Health Data Security and Minimization. 182 (1) A Regulated Entity shall restrict access to Consumer Health Data by the employees, 183 service providers, and contractors of such Regulated Entity to only those employees, services 184 providers, and contractors for which access is necessary to provide a product or service that the 185 consumer to whom such data and information relates has requested from such Regulated Entity. 186 (2) A Regulated Entity shall establish, implement and maintain administrative, technical 187 and physical data security practices that at least satisfy reasonable standard of care within the 188 Regulated Entity's industry to protect the confidentiality, integrity and accessibility of Consumer 189 Health Data appropriate to the volume and nature of the personal data at issue. 190 (3) A Regulated Entity shall document the measures used to ensure compliance and shall 191 make this documentation publicly available. 192 Section 6. Unlawful to Sell Consumer Health Data. 193 It shall be unlawful for a Regulated Entity to sell Consumer Health Data.

Section 7. Enforcement - Consumer Protection Act.

The legislature finds that the practices covered by this chapter are matters vitally affecting the public interest for the purpose of applying the Consumer Protection Act. A violation of this chapter is not reasonable in relation to the development and preservation of business, and is an unfair or deceptive act in trade or commerce and an unfair method of competition for the purpose of applying the Consumer Protection Act.

#### Section 8. Exemptions.

- (1) This chapter does not apply to protected health information collected, used, or disclosed by covered entities and business associates when the protected health information is collected, used, or disclosed in accordance with the federal health insurance portability and accountability act of 1996 and its implementing regulations and afforded all the privacy protections and security safeguards of that federal law. For the purpose of this subsection (1), "protected health information," "covered entity," and "business associate" have the same meaning as in the federal health insurance portability and accountability act of 1996 and its implementing regulations.
  - (2) Nothing in this chapter shall be construed to prohibit disclosure as required by law.
- (3) If any provision of this chapter, or the application thereof to any person or circumstance, is held invalid, the remainder of this chapter and the application of such provision to other persons not similarly situated or to other circumstances shall not be affected by the invalidation.