Session of 2016

## SENATE BILL No. 424

By Committee on Judiciary

2-9

AN ACT concerning consumer protection; relating to identity theft and 1 2 identity fraud; security of personal identifying information; powers and 3 duties of the attorney general; amending K.S.A. 2015 Supp. 50-6,139 4 and repealing the existing section; also repealing K.S.A. 2015 Supp. 5 50-7a03. 6 7 Be it enacted by the Legislature of the State of Kansas: New Section 1. (a) Within the limits of available resources, the 8 9 attorney general may assist victims of identity theft, identity fraud and 10 related crimes and violations in obtaining refunds in relation to fraudulent or unauthorized charges or debits, canceling fraudulent accounts, 11 12 correcting false information in consumer reports caused by identity theft or 13 identity fraud, correcting false information in personnel files and court records, obtaining security freezes, completing identity theft affidavits, 14 filing complaints and related matters. 15 16 (b) This section shall be part of and supplemental to the Kansas 17 consumer protection act. 18 New Sec. 2. (a) As used in this section: 19 (1) "Holder of personal identifying information" means a person who, 20 in the ordinary course of business, collects, maintains or possesses, or 21 causes to be collected, maintained or possessed, the personal identifying 22 information of any person. 23 (2) "Person" means any individual, partnership, corporation, trust, 24 estate, cooperative, association, government, governmental subdivision or 25 agency or other entity. 26 (3) "Personal identifying information" has the meaning provided by 27 K.S.A. 2015 Supp. 21-6107, and amendments thereto. (4) "Record" has the meaning provided by K.S.A. 84-1-201, and 28 amendments thereto. 29 30 (b) A holder of personal identifying information shall: 31 (1) Implement and maintain reasonable procedures and practices 32 appropriate to the nature of the information, and exercise reasonable care 33 to protect the personal identifying information from unauthorized access, 34 destruction, use, modification or disclosure; and 35 (2) unless otherwise required by federal law or regulation, take 36 reasonable steps to destroy or arrange for the destruction of any records

1 within such holder's custody or control containing any person's personal 2 identifying information when such records are no longer to be retained. 3 Such destruction shall be by shredding, erasing or otherwise modifying the 4 personal identifying information in the records to make it unreadable or 5 undecipherable through any means.

6 (c) A violation of this section shall be an unconscionable act or 7 practice in violation of K.S.A. 50-627, and amendments thereto. Each record that is subject to unauthorized access, destruction, use, modification 8 9 or disclosure in violation of this section shall constitute a separate 10 unconscionable act within the meaning of K.S.A. 50-627, and amendments 11 thereto

12 (d) Notwithstanding any other provision of law to the contrary, the 13 exclusive authority to bring an action for any violation of this section shall be with the attorney general. 14

(e) This section shall be part of and supplemental to the Kansas 15 16 consumer protection act.

17 Sec. 3. K.S.A. 2015 Supp. 50-6,139 is hereby amended to read as 18 follows: 50-6,139. (a) The conduct prohibited by K.S.A. 2015 Supp. 21-19 6107, and amendments thereto, constitutes an unconscionable act or 20 practice in violation of K.S.A. 50-627, and amendments thereto, and any 21 person who engages in such conduct shall be subject to the remedies and 22 penalties provided by the Kansas consumer protection act.

23 (b) For the purposes of the remedies and penalties provided by the 24 Kansas consumer protection act:

(1) The person committing the conduct prohibited by K.S.A. 2015 25 Supp. 21-6107, and amendments thereto, shall be deemed the supplier, and 26 27 the person who is the victim of such conduct shall be deemed the 28 consumer; and

(2) proof of a consumer transaction shall not be required.

30 (c) This section shall be part of and supplemental to the Kansas 31 consumer protection act-and.

32 (d) The provisions of this section and sections 1 and 2, and 33 amendments thereto, shall be known and may be cited as the Wayne Owen 34 law act.

35 (e) The attorney general may adopt rules and regulations as deemed 36 appropriate for the administration of the Wayne Owen act. Any violation 37 of rules and regulations adopted pursuant to such authority shall be 38 considered a violation of the Wayne Owen act.

39 K.S.A. 2015 Supp. 50-6,139 and 50-7a03 are hereby repealed. Sec. 4.

40 Sec. 5. This act shall take effect and be in force from and after its 41 publication in the statute book.

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