MAINE STATE LEGISLATURE

The following document is provided by the

LAW AND LEGISLATIVE DIGITAL LIBRARY

at the Maine State Law and Legislative Reference Library

http://legislature.maine.gov/lawlib



Reproduced from scanned originals with text recognition applied (searchable text may contain some errors and/or omissions)

ROS

1	L.D. 1088
2	Date: 6/13/25 REPORT B (Filing No. H-7/8)
3	JUDICIARY
4	Reproduced and distributed under the direction of the Clerk of the House.
5	STATE OF MAINE
6	HOUSE OF REPRESENTATIVES
7	132ND LEGISLATURE
8	FIRST SPECIAL SESSION
9 10	COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088, "An Act to Enact the Maine Consumer Data Privacy Act"
11	Amend the bill by striking out all of section 1 and inserting the following:
12	'Sec. 1. 10 MRSA c. 1057 is enacted to read:
13	CHAPTER 1057
14	MAINE CONSUMER DATA PRIVACY ACT
15	§9601. Short title
16	This chapter may be known and cited as "the Maine Consumer Data Privacy Act."
17	§9602. Definitions
18 19	As used in this chapter, unless the context otherwise indicates, the following terms have the following meanings.
20 21 22	1. Affiliate. "Affiliate" means a business or nonprofit organization that shares common branding with another business or nonprofit organization or controls, is controlled by or is under common control with another business or nonprofit organization.
23 24 25 26	2. Biometric data. "Biometric data" means data generated by automatic measurements of an individual's biological characteristics, such as a fingerprint, voiceprint, retina, iris or other unique biological pattern or characteristic that is used to identify a specific individual. "Biometric data" does not include:
27	A. A digital or physical photograph;
28	B. An audio or video recording:
29 30	C. Any data generated from a digital or physical photograph or an audio or video recording, unless the data is generated to identify a specific individual; or

Page 1 - 132LR2064(03)

to as a dark pattern.

39 40

41

42

personal data.

	/ \
1 2 3 4 5 6 7 8 9 10 11	12. Decisions that produce legal or similarly significant effects concerning the consumer. "Decisions that produce legal or similarly significant effects concerning the consumer" means decisions that result in the provision or denial to the consumer of financial or lending services, housing, insurance, education enrollment or opportunity, criminal justice, employment opportunities, health care services or access to essential goods or services. 13. De-identified data. "De-identified data" means data that cannot reasonably be used to infer information about or otherwise be linked to an identified or identifiable individual, or a device linked to an individual, if the controller that possesses the data: A. Takes reasonable measures to ensure that the de-identified data cannot be associated with an individual; B. Publicly commits to process the de-identified data only in a de-identified fashion
13	and not attempt to re-identify the data; and
14 15	C. Contractually obligates recipients of the de-identified data to satisfy the criteria set forth in paragraphs A and B.
16 17 18 19 20 21 22	14. Federally recognized Indian tribe in this State. "Federally recognized Indian tribe in this State" means the Houlton Band of Maliseet Indians, the Mi'kmaq Nation, the Passamaquoddy Tribe or the Penobscot Nation when the band, nation or tribe is acting in a governmental capacity and not in a business capacity. "Federal recognized Indian tribe in this State" does not include a business entity, including any federally chartered tribal corporation or other business entity owned or partly owned by the Houlton Band of Maliseet Indians, the Mi'kmaq Nation, the Passamaquoddy Tribe or the Penobscot Nation.
23 24 25	15. Nonprofit organization. "Nonprofit organization" means an organization that is exempt from taxation under Section 501(c)(3), Section 501(c)(4), Section 501(c)(6) or Section 501(c)(12) of the United States Internal Revenue Code of 1986, as amended.
26 27 28 29	16. Personal data. "Personal data" means information that is linked or reasonably linkable to an identified or identifiable consumer or that is linked or reasonably linkable to a device that is linked or reasonably linkable to an identified or identifiable consumer. "Personal data" does not include de-identified data or publicly available information.
30 31 32 33 34	17. Precise geolocation data. "Precise geolocation data" means information derived from technology, including, but not limited to, global positioning system level latitude and longitude coordinates, that directly identifies the specific location of an individual with precision and accuracy within a radius of 1,750 feet. "Precise geolocation data" does not include:
35	A. The content of communications; or
36 37	B. Data generated by or connected to advanced utility metering infrastructure systems or equipment for use by a utility.
38	18. Process. "Process" means an operation or set of operations performed on personal

19. Processor. "Processor" means a person that processes personal data on behalf of a controller.

data, including the collection, use, storage, disclosure, analysis, deletion or modification of

COMMITTEE AMENDMENT	"Δ	" to H.	P. 710	, L.D.	1088
---------------------	----	---------	--------	--------	------

	COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088
ROS 1 2 3 4	20. Profiling. "Profiling" means any form of solely automated process performed on personal data to evaluate, analyze or predict personal aspects related to an identified or identifiable individual's economic situation, health, personal preferences, interests reliability, behavior, location or movements.
5 6 7 8	21. Protected health information. "Protected health information" has the same meaning as in the regulations, rules, guidance and exemptions adopted pursuant to the federal Health Insurance Portability and Accountability Act of 1996, 42 United States Code, Chapter 7, Subchapter XI, Part C.
9 10 11 12 13	22. Pseudonymous data. "Pseudonymous data" means personal data that cannot be attributed to a specific individual without the use of additional information, as long as the additional information is kept separately from the personal data and is subject to appropriate technical and organizational measures to ensure that the personal data is not attributed to an identified or identifiable individual.
14 15	23. Publicly available information. "Publicly available information" means information that:
16 17	A. Is lawfully made available to the general public through federal, state or local government records; or
18	B. Is lawfully made available to the general public through widely distributed media.
19 20 21	24. Sale of personal data. "Sale of personal data" means the exchange of personal data for monetary or other valuable consideration by the controller to a 3rd party. "Sale of personal data" does not include:
22 23	A. The disclosure of personal data to a processor that processes the personal data on behalf of the controller;
24 25	B. The disclosure of personal data to a 3rd party for purposes of providing a product or service requested by the consumer;
26	C. The disclosure or transfer of personal data to an affiliate of the controller;
27 28	D. The disclosure of personal data when the consumer directs the controller to disclose the personal data or intentionally uses the controller to interact with a 3rd party;
29	E. The disclosure of personal data that the consumer:
30 31	(1) Intentionally made available to the general public via a channel of mass media; and
32	(2) Did not restrict to a specific audience; or
33 34 35 36	F. The disclosure or transfer of personal data to a 3rd party as an asset that is part of a merger, acquisition, bankruptcy or other transaction, or a proposed merger, acquisition, bankruptcy or other transaction, in which the 3rd party assumes control of all or part of the controller's assets.

25. Sensitive data. "Sensitive data" means personal data that includes:

A. Data revealing racial or ethnic origins, religious beliefs, medical history, mental or physical health conditions, diagnoses made by a medical professional, sexual orientation or citizenship or immigration status;

B. Genetic or biometric data;

37

38 39

40 41

Page 4 - 132LR2064(03)

COMMITTEE AMENDMENT

ROS		COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088
	1	C. Personal data collected from a consumer known to be a child;
	2	D. Precise geolocation data;
	3	E. A social security number, driver's license number or nondriver identification card
	4 5	number, except that "sensitive data" does not include the last 4 digits of a social security number, driver's license number or nondriver identification card number;
	6	F. A consumer's account number, log-in information, financial account number or
	7 8	credit or debit card number that, in combination with any required security code, access code or password, permits access to a consumer's financial account; or
	9	G. Data concerning an individual's status as a victim of a crime. For the purposes of
	10 11	this paragraph, "victim" has the same meaning as in Title 17-A, section 2101, subsection 2.
	12	26. Targeted advertising. "Targeted advertising" means displaying an advertisement
	13	to a consumer when the advertisement is selected based on personal data obtained or
	14 15	inferred from that consumer's activities over time and across nonaffiliated publicly accessible websites or online applications to predict that consumer's preferences or
	16	interests. "Targeted advertising" does not include:
	17 18	A. Advertisements based on activities within a controller's own publicly accessible websites or online applications;
	19 20	B. Advertisements based on the context of a consumer's current search query, visit to a publicly accessible website or online application;
, martiness and a second	21 22	C. Advertisements directed to a consumer in response to the consumer's request for information or feedback; or
7	23 24	D. Processing personal data solely to measure or report advertising frequency, performance or reach.
	25 26	27. Trade secret. "Trade secret" has the same meaning as in section 1542, subsection 4.
	27	§9603. Scope
	28	1. Applicability; July 1, 2026 to December 31, 2027. From July 1, 2026 to December
	29	31, 2027, the provisions of this chapter apply to persons that conduct business in this State
	30 31	or persons that produce products or services that are targeted to residents of this State and that during the preceding calendar year:
	32	A. Controlled or processed the personal data of not less than 100,000 consumers,
	33	excluding personal data controlled or processed solely for the purpose of completing a
	34	payment transaction: or

payment transaction; or B. Controlled or processed the personal data of not less than 25,000 consumers and derived more than 25% of gross revenue from the sale of personal data.

2. Applicability; beginning January 1, 2028. Beginning January 1, 2028, the provisions of this chapter apply to persons that conduct business in this State or persons that produce products or services that are targeted to residents of this State and that during the preceding calendar year:

35 36

37

38 39

40

ROS,	COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088
1 2 3	A. Controlled or processed the personal data of not less than 50,000 consumers, excluding personal data controlled or processed solely for the purpose of completing a payment transaction; or
4 5	B. Controlled or processed the personal data of not less than 25,000 consumers and derived more than 25% of gross revenue from the sale of personal data.
6	3. Exempt entities. The provisions of this chapter do not apply to:
7 8	A. A body, authority, board, bureau, commission, district or agency of this State, a political subdivision of this State or a federally recognized Indian tribe in this State;
9 10	B. A national securities association that is registered under the federal Securities Exchange Act of 1934, 15 United States Code, Section 78a et seq.;
11 12 13	C. A financial institution or affiliate of a financial institution, including a service corporation, that is subject to Title V of the federal Gramm-Leach-Bliley Act, 15 United States Code, Section 6801 et seq. (1999), as amended;
14 15	D. A person or entity that qualifies as a licensee under Title 24-A, section 2263, subsection 8;
16	E. A covered entity or business associate;
17	F. A nonprofit organization that:
18	(1) Does not receive any revenue from the sale of personal data; or
19 20	(2) That is established to detect and prevent fraudulent acts in connection with insurance; or
21 22	G. A person or entity that is a motor vehicle dealer franchisee as described in section 1171, subsection 7.
23	4. Exempt data. The provisions of this chapter do not apply to:
24 25 26	A. Nonpublic personal information regulated under and collected, processed, sold or disclosed in accordance with the requirements of the federal Gramm-Leach-Bliley Act, 15 United States Code, Section 6801 et seq. (1999), as amended;
27 28	B. Health care information as defined in Title 22, section 1711-C, subsection 1, paragraph E;
29 30 31	C. Protected health information under the federal Health Insurance Portability and Accountability Act of 1996, 42 United States Code, Chapter 7, Subchapter XI, Part C, and the regulations, rules, guidance and exemptions adopted pursuant to that Act;
32 33	D. Patient-identifying information as described in 42 United States Code, Section 290dd-2;
34	E. Identifiable private information for the protection of human subjects in research

under 45 Code of Federal Regulations, Part 46;

Pharmaceuticals for Human Use or successor organization;

3536

37

38 39

Page 6 - 132LR2064(03)

F. Identifiable private information that is otherwise information collected as part of

human subjects in research pursuant to the good clinical practice guidelines issued by the International Council for Harmonisation of Technical Requirements for

COMMITTEE AMENDMENT

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

1 2 3 4 5	G. The protection of human subjects in research under 21 Code of Federal Regulations. Parts 50 and 56, or personal data used or shared in research, as defined in 45 Code of Federal Regulations, Section 164.501, that is conducted in accordance with the standards set forth in paragraphs E and F, or other research conducted in accordance with applicable law;
6 7	H. Information and documents created for purposes of the federal Health Care Quality Improvement Act of 1986, 42 United States Code, Section 11101 et seq;
8 9 10 11 12	I. Information derived from health care-related information listed in this subsection that is de-identified in accordance with the requirements for de-identification pursuant to the federal Health Insurance Portability and Accountability Act of 1996, 42 United States Code, Chapter 7, Subchapter XI, Part C, and the regulations, rules, guidance and exemptions adopted pursuant to that Act;
13 14 15 16 17	J. Information that originates from information described in paragraphs C to I, or information that is intermingled so as to be indistinguishable from information described in paragraphs C to I, that a covered entity, business associate or program or activity relating to substance use disorder as described in 42 United States Code, Section 290dd-2, creates, processes or maintains in the same manner as is required under the applicable laws and regulations cited in paragraphs C to I;
19 20 21 22	K. Information used for public health activities and purposes as authorized by the federal Health Insurance Portability and Accountability Act of 1996, 42 United States Code, Chapter 7, Subchapter XI, Part C, and the regulations, rules, guidance and exemptions adopted pursuant to that Act;
23 24 25 26 27 28 29	L. The collection, maintenance, disclosure, sale, communication or use of personal information bearing on a consumer's creditworthiness, credit standing, credit capacity, character, general reputation, personal characteristics or mode of living by a consumer reporting agency, furnisher or user that provides information for use in a consumer report, and by a user of a consumer report, but only to the extent that such activity is regulated by and authorized under the federal Fair Credit Reporting Act, 15 United States Code, Section 1681 et seq.;
30 31	M. Personal data collected, processed, sold or disclosed in compliance with the federal Driver's Privacy Protection Act of 1994, 18 United States Code, Section 2721 et seq.;
32 33	N. Personal data regulated by the federal Family Educational Rights and Privacy Act of 1974, 20 United States Code, Section 1232g;
34 35	O. Personal data collected, processed, sold or disclosed in compliance with the federal Farm Credit Act of 1971, 12 United States Code, Section 2001 et seq.;
36	P. Data processed or maintained:
37 38 39	(1) In the course of an individual applying to, employed by or acting as an agent or independent contractor of a controller, processor or 3rd party, to the extent that the data is collected and used within the context of that role;
40	(2) As the emergency contact information of an individual under this chapter used

for emergency contact purposes; or

		COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088
ROS	1 2 3	(3) That is necessary to retain to administer benefits for another individual relating to the individual who is the subject of the information under subparagraph (1) and used for the purposes of administering those benefits; or
	4 5 6 7 8	Q. Personal data collected, processed, sold or disclosed in relation to price, route or service, as such terms are used in the federal Airline Deregulation Act of 1978, 49 United States Code, Section 40101 et seq., by an air carrier subject to that Act, to the extent this chapter is preempted by the federal Airline Deregulation Act of 1978, 49 United States Code, Section 41713.
	9 10 11	5. Compliance with COPPA. Controllers and processors that comply with the verifiable parental consent requirements of COPPA are deemed to be compliant with an obligation to obtain parental consent pursuant to this chapter.
	12	§9604. Consumer rights
	13	1. Consumer rights. A consumer has a right to:
	14 15 16	A. Confirm whether or not a controller is processing the consumer's personal data and to access that personal data, unless such confirmation or access would require the controller to reveal a trade secret;
	17 18	B. Correct inaccuracies in the consumer's personal data, taking into account the nature of the personal data and the purposes of the processing of the consumer's personal data;
	19	C. Delete personal data provided by, or obtained about, the consumer;
	20 21 22 23 24	D. Obtain a copy of the consumer's personal data processed by the controller, in a portable and, to the extent technically feasible, readily usable format that allows the consumer to transmit the data to another controller without hindrance, when the processing is carried out by automated means, as long as the controller is not required to reveal a trade secret; and
	25	E. Opt out of the processing of the consumer's personal data for purposes of:
	26	(1) Targeted advertising:
	27	(2) The sale of personal data; or
	28 29	(3) Profiling in furtherance of solely automated decisions that produce legal or similarly significant effects concerning the consumer.
	30 31 32 33 34	2. Exercise of consumer rights. A consumer may communicate and access the information necessary to exercise rights under this section by a secure and reliable means established by the controller and described to the consumer in the controller's privacy notice. A consumer may designate an authorized agent in accordance with section 9605 to exercise the rights of the consumer to opt out of the processing of the consumer's personal
	35 36	data as specified in subsection 1, paragraph E, subparagraphs (1) and (2). In the case of processing personal data of a consumer known to be a child, the parent or legal guardian
	37	may exercise consumer rights on the child's behalf. In the case of processing personal data

concerning a consumer subject to a guardianship, conservatorship or other protective

arrangement, the guardian or the conservator of the consumer may exercise rights on the

38

39

40

consumer's behalf.

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

- 3. Responding to exercise of consumer rights. Except as otherwise provided in this chapter, a controller shall comply with a request by a consumer to exercise the consumer's rights authorized pursuant to this chapter as follows.

 A. A controller shall respond to the consumer without undue delay, but not later than the 45th day after receipt of the request. The controller may extend the response period by 45 days when reasonably necessary considering the complexity and number of the consumer's requests, as long as the controller informs the consumer of the extension within the initial 45-day response period.
 - B. If a controller declines to take action regarding the consumer's request, the controller shall inform the consumer without undue delay, but not later than the 45th day after receipt of the request, of the justification for declining to take action and instructions for how to appeal the decision.
 - C. The controller shall provide information in response to a consumer's request, free of charge, once during any 12-month period. If requests from a consumer are manifestly unfounded, excessive or repetitive, the controller may charge the consumer a reasonable fee to cover the administrative costs of complying with the request or decline to act on the request. The controller bears the burden of demonstrating the manifestly unfounded, excessive or repetitive nature of the request.
 - D. If a controller is unable to authenticate a request to exercise a right afforded under subsection 1, using commercially reasonable efforts, the controller is not required to comply with a request to initiate an action pursuant to this section and shall provide notice to the consumer that the controller is unable to authenticate the request to exercise the right until the consumer provides additional information reasonably necessary to authenticate the consumer and the consumer's request to exercise the right.
 - E. A controller that has obtained personal data about a consumer from a source other than the consumer is in compliance with a consumer's request to delete that data pursuant to subsection 1, paragraph C by:
 - (1) Retaining a record of the deletion request and the minimum data necessary for the purpose of ensuring that the consumer's personal data remains deleted from the controller's records and not using the retained data for any other purpose pursuant to the provisions of this chapter; or
 - (2) Opting the consumer out of the processing of the personal data for any purpose other than the purposes exempted from the provisions of this chapter.
- 4. Appeals. A controller shall establish a process for a consumer to appeal the controller's inaction on a request within a reasonable period of time after the consumer's receipt of the decision. The appeal process must be conspicuously available and similar to the process for submitting requests to initiate action pursuant to this section. Not later than the 60th day after receipt of an appeal, a controller shall inform the consumer in writing of action taken or not taken in response to the appeal, including a written explanation of the reasons for the decisions. If the appeal is denied, the controller shall also provide the consumer with an online mechanism, if available, or other method through which the consumer may contact the Attorney General to submit a complaint.
- §9605. Authorized agent

ROS	COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088
-----	--

A consumer may designate another person to serve as the consumer's authorized agent,
and act on the consumer's behalf, to opt out of the processing of the consumer's personal
data for the purposes specified in section 9604, subsection 1, paragraph E, subparagraphs
(1) and (2). The consumer may designate an authorized agent by way of, among other
methods, technology, including, but not limited to, an Internet link or a browser setting,
browser extension or global device setting, indicating the consumer's intent to opt out of
such processing. A controller shall comply with an opt-out request received from an
authorized agent if the controller is able to verify, using commercially reasonable efforts,
the identity of the consumer and the authorized agent's authority to act on the consumer's
behalf.

§9606. Actions of controllers

- 1. Data minimization. A controller must comply with the requirements of this subsection.
 - A. A controller shall limit the collection of personal data to what is adequate, relevant and reasonably necessary in relation to the purposes for which the data is processed, as disclosed to the consumer.
 - B. Except as otherwise provided in this chapter, a controller may not process personal data for purposes that are neither reasonably necessary for, nor compatible with, the disclosed purposes for which the data is processed, as disclosed to the consumer, unless the controller obtains the consumer's consent.
 - C. A controller shall process the minimum amount of personal data that is reasonably necessary, adequate or relevant for each purpose for which data is processed, as disclosed to the consumer.

2. Duties. A controller shall:

- A. Establish, implement and maintain reasonable administrative, technical and physical data security practices to protect the confidentiality, integrity and accessibility of personal data appropriate to the volume and nature of the personal data;
- B. In the case of the processing of sensitive data concerning a consumer known to be a child, process the data in accordance with COPPA; and
 - C. Provide an effective mechanism for a consumer to revoke the consumer's consent under this section that is at least as easy as the mechanism by which the consumer provided the consumer's consent and, upon revocation of the consent, cease to process the data as soon as practicable, but not later than 15 days after the receipt of the request.

3. Prohibitions. A controller may not:

- A. Process sensitive data concerning a consumer unless the controller obtains the consumer's consent;
- B. Process personal data in violation of the laws of this State and federal laws that prohibit unlawful discrimination against consumers;
- C. When the controller, under the circumstances, has actual knowledge or willfully
 disregards that the consumer is at least 13 years of age but has not attained 16 years of
 age:

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

1 2	(1) Process the personal data of the consumer for purposes of targeted advertising; or
3	(2) Sell the consumer's personal data without the consumer's consent; or
4 5 6 7 8	D. Retaliate against a consumer for exercising a consumer right in this chapter or for not agreeing to the collection or processing of personal data for a separate product or service, including by denying goods or services, charging different prices or rates for goods or services or providing a different level of quality of goods or services to the consumer.
9 10 11 12 13 14 15	4. Loyalty and rewards programs. Subsection 3 may not be construed to require a controller to provide a product or service that requires the personal data of a consumer that the controller does not collect or maintain or prohibit a controller from offering a different rate, level, quality or selection of goods or services to a consumer, including offering goods or services for no fee, if the offering is in connection with a consumer's voluntary participation in a bona fide loyalty, rewards, premium features, discounts or club card program.
16 17 18	5. Privacy notice. A controller shall provide consumers with an accessible, clear and meaningful privacy notice in plain language that is understandable by a reasonable consumer that includes:
19	A. The categories of personal data processed by the controller;
20	B. The purpose for processing personal data;
21 22	C. How consumers may exercise their consumer rights, including how a consumer may appeal a controller's decision with regard to the consumer's request;
23	D. The categories of personal data that the controller shares with 3rd parties, if any;
24 25	E. The categories of 3rd parties, if any, with which the controller shares personal data; and
26 27	F. An active e-mail address or other mechanism that the consumer may use to contact the controller.
28 29 30 31 32 33 34 35	6. Consumer rights request mechanism. A controller shall establish, and shall describe in a privacy notice, one or more secure and reliable means for consumers to submit a request to exercise a consumer right pursuant to this chapter. The design of the secure and reliable means must take into account the ways in which consumers normally interact with the controller, the need for secure and reliable communication of requests and the ability of the controller to verify the identity of the consumer making the request. A controller may not require a consumer to create a new account in order to exercise a consumer right, but may require a consumer to use an existing account.
36 37 38 39 40	7. Notice of sale and targeted advertising; opt-out mechanism. If a controller sells personal data to a 3rd party or processes personal data for targeted advertising, the controller shall clearly and conspicuously disclose such processing, as well as the manner in which a consumer may exercise the right to opt out of such processing. The disclosure required under this section must include:
41 42	A. A clear and conspicuous link titled "Do Not Sell My Personal Data" or bearing a substantially similar title on the controller's publicly accessible website that directs the

§9607. Responsibilities of processors and controllers

39

40

41 42 1. Processor responsibilities. A processor shall adhere to the instructions of a controller and shall assist the controller in meeting the controller's obligations under this chapter. Assistance provided under this section must include:

42 43

44

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

	COMMITTEE THANKS AND THE TAX TO T
1 2 3	A. Taking into account the nature of processing and the information available to the processor, by appropriate technical and organizational measures, so far as is reasonably practicable, to fulfill the controller's obligation to respond to a consumer rights request;
4 5 6 7 8	B. Taking into account the nature of processing and the information available to the processor, by assisting the controller in meeting the controller's obligations in relation to the security of processing the personal data and in relation to the notification of a breach of security, as required by chapter 210-B, of the system of the processor, in order to meet the controller's obligations; and
9 10	C. Providing necessary information to enable the controller to conduct and document data protection assessments.
11 12 13 14 15 16	2. Contractual requirements. A contract between a controller and a processor must govern the processor's data processing procedures with respect to processing performed on behalf of the controller. The contract must clearly set forth instructions for processing data, the nature and purpose of processing, the type of data subject to processing, the duration of processing and the rights and obligations of both parties. The contract must require that the processor:
17 18	A. Ensure that each person processing personal data is subject to a duty of confidentiality with respect to the data;
19 20 21	B. At the controller's direction, delete or return all personal data to the controller as requested at the end of the provision of services, unless retention of the personal data is required by law;
22 23 24	C. On the reasonable request of the controller, make available to the controller all information in the processor's possession necessary to demonstrate the processor's compliance with the obligations in this chapter;
25 26 27 28 29 30 31	D. Allow and cooperate with reasonable assessments by the controller or the controller's designated assessor or arrange for a qualified and independent assessor to conduct an assessment of the processor's policies and technical and organizational measures in support of the obligations in this chapter, using an appropriate and accepted control standard or framework and assessment procedure for the assessment. The processor shall provide a report of the assessment to the controller upon request; and
32 33	E. Engage a subcontractor pursuant to a written contract that requires the subcontractor to meet the obligations of the processor with respect to the personal data.
34 35 36 37	3. Processing relationship liability. This section may not be construed to relieve a controller or processor from the liabilities imposed on the controller or processor by virtue of the controller's or processor's role in the processing relationship as described in this chapter.
38 39 40	4. Fact-based determination. Determining whether a person is acting as a controller or processor with respect to a specific processing of data is a fact-based determination that depends upon the context in which personal data is to be processed. A person who is not

limited in the person's processing of personal data pursuant to a controller's instructions, or

who fails to adhere to the instructions, is a controller and not a processor with respect to a

specific processing of data. A processor that continues to adhere to a controller's instructions with respect to a specific processing of personal data remains a processor. If

ROS

1 2

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

a processor begins, alone or jointly with other persons, determining the purposes and means of the processing of personal data, the processor acts as a controller with respect to the processing and may be subject to an enforcement action under section 9611.

§9608. Data protection assessments

- 1. Documentation. A controller shall conduct and document a data protection assessment for each of the controller's processing activities that presents a heightened risk of harm to a consumer. For the purposes of this section, "processing activity that presents a heightened risk of harm to a consumer" includes:
 - A. The processing of personal data for the purposes of targeted advertising;
- B. The sale of personal data;
 - C. The processing of personal data for the purposes of profiling, when profiling presents a reasonably foreseeable risk of:
 - (1) Unfair or deceptive treatment of, or unlawful disparate impact on, consumers;
 - (2) Financial, physical or reputational injury to consumers;
 - (3) A physical or other intrusion upon the solitude or seclusion, or the private affairs or concerns, of consumers, when the intrusion would be offensive to a reasonable person; or
 - (4) Other substantial injury to consumers; and
 - D. The processing of sensitive data.
 - 2. Required elements. Data protection assessments conducted pursuant to subsection 1 must identify and weigh the benefits that may flow, directly and indirectly, from the processing to the controller, the consumer, other stakeholders and the public against the potential risks to the rights of the consumer associated with the processing, as mitigated by safeguards that can be employed by the controller to reduce the risks. The controller shall factor into the data protection assessment the use of de-identified data and the reasonable expectations of consumers, as well as the context of the processing and the relationship between the controller and the consumer whose personal data will be processed.
 - 3. Attorney General disclosure; exemption from public records. The Attorney General may require that a controller disclose a data protection assessment that is relevant to an investigation conducted by the Attorney General, and the controller shall make the data protection assessment available to the Attorney General. The Attorney General may evaluate the data protection assessment for compliance with the responsibilities set forth in this chapter. A data protection assessment is confidential and exempt from disclosure under Title 1, chapter 13. To the extent information contained in a data protection assessment disclosed to the Attorney General includes information subject to attorney-client privilege or work product protection, the disclosure does not constitute a waiver of that privilege or protection.
 - 4. Processing activity. A single data protection assessment may address a comparable set of processing operations that include similar activities.
 - 5. Reciprocity. If a controller conducts a data protection assessment for the purpose of complying with another applicable law or regulation, the data protection assessment satisfies the requirements established in this section if the data protection assessment is

Page 14 - 132LR2064(03)

39 40

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

	A
1 2	reasonably similar in scope and effect to the data protection assessment that would otherwise be conducted pursuant to this section.
3 4	6. Application. A controller is not required to conduct a data protection assessment under this section for any processing activity created or initiated before July 1, 2026.
5	§9609. De-identified and pseudonymous data
6 7	1. De-identified data requirements. A controller in possession of de-identified data shall:
8 9	A. Take reasonable measures to ensure that the data cannot be associated with an individual;
10 11	B. Publicly commit to maintaining and using de-identified data without attempting to re-identify the data; and
12 13	C. Contractually obligate recipients of the de-identified data to comply with all provisions of this chapter.
14 15	2. De-identified data and pseudonymous re-identification of data. This chapter may not be construed to require a controller or processor to:
16	A. Re-identify de-identified data or pseudonymous data; or
17 18 19	B. Maintain data in identifiable form, or collect, obtain, retain or access data or technology, in order to be capable of associating an authenticated consumer request with personal data.
20 21	3. Consumer requests. This chapter may not be construed to require a controller or processor to comply with an authenticated consumer rights request if the controller:
22 23 24	A. Is not reasonably capable of associating the request with the personal data, or it would be unreasonably burdensome for the controller to associate the request with the personal data;
25 26 27	B. Does not use the personal data to recognize or respond to the consumer who is the subject of the personal data, or associate the personal data with other personal data about the same consumer; and
28 29 30	C. Does not sell the personal data to a 3rd party or otherwise voluntarily disclose the personal data to a 3rd party other than a processor, except as otherwise permitted in this section.
31 32 33 34 35	4. Pseudonymous data requirements. The rights afforded under section 9604, subsection 1 do not apply to pseudonymous data in cases when the controller is able to demonstrate that information necessary to identify the consumer is kept separately and is subject to effective technical and organizational controls that prevent the controller from accessing the information.
36 27	5. Contractual oversight. A controller that discloses pseudonymous data or de-

identified data shall exercise reasonable oversight to monitor compliance with contractual commitments to which the pseudonymous data or de-identified data is subject and shall take appropriate steps to address breaches of those contractual commitments.

ture upprepriate steps to udures distance of mode solitanessay solita

§9610. Controller and processor; duties and obligations

COMMITTEE AMENDMENT "	" to H.P. 710, L.D. 1088
<i>i</i>	•

ROS

1 2	1. Exempt controller and processor activities. This chapter may not be construed to restrict a controller's or processor's ability to:
3	A. Comply with federal laws or regulations or the laws or rules of a state;
4 5 6	B. Comply with a civil, criminal or regulatory inquiry, investigation, subpoena or summons by federal or state governmental authorities or governmental authorities of a federally recognized Indian tribe in this State;
7 8 9	C. Cooperate with federal, tribal or state law enforcement agencies concerning conduct or activity that the controller or processor reasonably and in good faith believes may violate federal laws or regulations or the laws and rules of a state;
10	D. Investigate, establish, exercise, prepare for or defend legal claims;
11	E. Provide a product or service specifically requested by a consumer;
12 13	F. Perform under a contract to which a consumer is a party, including fulfilling the terms of a written warranty;
14	G. Take steps at the request of a consumer prior to entering into a contract;
15 16 17	H. Take immediate steps to protect an interest that is essential for the life or physical safety of the consumer or another individual and when the processing cannot be manifestly based on another legal basis;
18 19 20 21	I. Prevent, detect, protect against or respond to security incidents, identity theft, fraud, harassment, malicious or deceptive activities or illegal activity or preserve the integrity or security of systems or investigate, report or prosecute those responsible for an action described in this paragraph;
22 23 24 25	J. Engage in public or peer-reviewed scientific 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 that determines, or similar independent oversight entities that determine:
26 27	(1) Whether the deletion of the information is likely to provide substantial benefits that do not exclusively accrue to the controller;
28	(2) Whether the expected benefits of the research outweigh the privacy risks; and
29 30 31	(3) Whether the controller has implemented reasonable safeguards to mitigate privacy risks associated with research, including risks associated with re-identification;
32 33	K. Assist another controller, processor or 3rd party with obligations under this chapter; or
34 35	L. Process personal data for reasons of public interest in the area of public health, but solely to the extent that the processing is:
36 37	(1) Subject to suitable and specific measures to safeguard the rights of the consumer whose personal data is being processed; and
38 39	(2) Under the responsibility of a professional subject to confidentiality obligations under federal or state laws or local ordinances.

Page 16 - 132LR2064(03)

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

1	2. Internal use. The obligations imposed on controllers or processors under this
2	chapter do not restrict a controller's or processor's ability to collect, use or retain data for internal use to:
4 5	A. Conduct internal research to develop, improve or repair products, services or technology;
6	B. Effectuate a product recall;
7	C. Identify and repair technical errors that impair existing or intended functionality:
8	or
9	D. Perform internal operations that are reasonably aligned with the expectations of the
10	consumer or reasonably anticipated based on the consumer's existing relationship with
11	the controller, or are otherwise compatible with processing data in furtherance of the
12 13	provision of a product or service specifically requested by a consumer or the performance of a contract to which the consumer is a party.
14	3. Evidentiary privilege. The obligations imposed on controllers or processors under
15	this chapter do not apply when compliance with this chapter by the controller or processor
16	would violate an evidentiary privilege under the laws of this State. This chapter may not
17	be construed to prevent a controller or processor from providing personal data concerning
18	a consumer to a person covered by an evidentiary privilege under the laws of this State as
19	part of a privileged communication.
20	4. Liability. A controller or processor that discloses personal data to a 3rd-party
21	processor or 3rd-party controller in accordance with this chapter has not violated this
22	chapter if the 3rd-party processor or 3rd-party controller that receives and processes the
23	personal data violates this chapter, as long as, at the time the disclosing controller or
24	processor disclosed the personal data, the disclosing controller or processor did not have
25 26	actual knowledge that the receiving 3rd-party processor or 3rd-party controller would violate this chapter. A 3rd-party controller or 3rd-party processor receiving personal data
20 27	from a controller or processor in compliance with this chapter is likewise not in violation
28	of this chapter for the transgressions of the controller or processor from which the 3rd-party
29	controller or 3rd-party processor receives the personal data.
30	5. Exemptions. This chapter may not be construed to:
31	A. Impose an obligation on a controller or processor that adversely affects the rights
32	or freedoms of a person, including, but not limited to, the rights of a person:
33	(1) To freedom of speech or freedom of the press guaranteed in the United States
34	Constitution, Amendment I; or
35	(2) Under Title 16, section 61; or
36	B. Apply to a person's processing of personal data in the course of the person's purely
37	personal or household activities.
38	6. Limitations. Personal data processed by a controller or processor pursuant to this
39	section may be processed only to the extent that the processing is:
40	A. Reasonably necessary and proportionate to the purposes listed in this section; and
41	B. Adequate, relevant and limited to what is reasonably necessary in relation to the

Page 17 - 132LR2064(03)

specific purposes listed in this section. Personal data collected, used or retained

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

pursuant to subsection 2 must, when applicable, take into account the nature and purpose of the collection, use or retention. The data must be subject to reasonable administrative, technical and physical measures to protect the confidentiality, integrity and accessibility of the personal data and to reduce reasonably foreseeable risks of harm to consumers relating to the collection, use or retention of personal data.

- 7. Controller burden. If a controller processes personal data pursuant to an exemption in this section, the controller bears the burden of demonstrating that the processing qualifies for the exemption and complies with the limitations in subsection 6.
- 8. Clarification of roles. Processing personal data for the purposes expressly identified in this section does not solely make a legal entity a controller with respect to the processing.

§9611. Enforcement

- 1. Violation as unfair trade practice; exclusive Attorney General enforcement. A violation of this chapter constitutes an unfair trade practice under the Maine Unfair Trade Practices Act, except that the rulemaking provisions of Title 5, section 207, subsection 2 do not apply to this chapter and except as provided in subsections 2 and 3. The Attorney General has the exclusive authority to enforce violations of this chapter under the Maine Unfair Trade Practices Act.
- 2. Notice. Notwithstanding any provision of Title 5, section 209 to the contrary, at least 30 days prior to commencement of any action under the Maine Unfair Trade Practices Act to enforce this chapter, the Attorney General shall notify the person against whom an action may be brought of the intended action and give the person an opportunity to cure the alleged violation or violations. The Attorney General may bring an action pursuant to this section only if the controller fails to cure one or more of the alleged violations described in the notice within 30 days of receiving the notice.
- 3. No private right of action. Notwithstanding Title 5, section 213, this chapter may not be construed as creating a private right of action under this chapter or any other provision of law against any person based on a violation of any provision of this chapter or any other law.
- 4. Preemption. This chapter supersedes and preempts any ordinance, resolution, rule or other regulation adopted by a political subdivision of the State regarding the processing of personal data by a controller or processor.

§9612. Maine Privacy Fund established

- 1. Establishment; purpose. The Maine Privacy Fund, referred to in this section as the "fund," is established within the Department of the Attorney General as a nonlapsing fund to providing funding for the staff and activities of the department necessary to enforce the provisions of this chapter.
- 2. Administration. The Department of the Attorney General shall administer the fund. The fund must be established and held separate and apart from any other funds or money of the State or the department and must be used and administered exclusively for purposes authorized in this section. The fund consists of:
 - A. Any civil penalties, attorney's fees or costs awarded to the State in an action brought by the Attorney General to enforce a violation of this chapter;

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$500
ATTORNEY GENERAL, DEPARTMENT OF THE DEPARTMENT TOTALS	2025-26	2026-27
GENERAL FUND	\$0	\$440,508
OTHER SPECIAL REVENUE FUNDS	\$0	\$500
DEPARTMENT TOTAL - ALL FUNDS	\$0	\$441,008

10 11

12

Amend the bill by relettering or renumbering any nonconsecutive Part letter or section number to read consecutively.

13 14

15

16 17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

42

43

44

SUMMARY

This amendment, which is a minority report of the committee, replaces the bill.

The amendment enacts the Maine Consumer Data Privacy Act, which takes effect July 1, 2026. The Act regulates the collection, use, processing, disclosure, sale and deletion of nonpublicly available personal data that is linked or reasonably linkable to an individual who is a resident of the State, referred to in the Act as a "consumer," or that is linked or reasonably linkable to an identifiable consumer's device, by a person that conducts business in this State or that produces products or services targeted to residents of this State, referred to in the Act as a "controller." Under the Act, a controller must limit the collection of personal data to what is adequate, relevant and reasonably necessary in relation to the purposes for which the controller processes that data, as disclosed in a privacy notice specifying the categories of personal data processed by the controller, the purposes for processing the personal data, the categories of personal data transferred to 3rd parties and the categories of 3rd parties to whom personal data is shared. The controller must also process the minimum amount of personal data reasonably necessary, adequate or relevant for each disclosed processing purpose.

A consumer has the right, under the Act, to confirm whether a controller is processing the consumer's personal data; to require the controller to correct inaccuracies in or delete the consumer's personal data; to obtain a copy of the consumer's personal data; and to opt out of the processing of the consumer's personal data for purposes of targeted advertising, sale or profiling in furtherance of decisions about the consumer's access to financial or lending services, housing, insurance, education, criminal justice, employment opportunities, health care services and essential goods and services. The privacy notice must describe how a consumer may exercise these rights. The controller must obtain the affirmative, informed consent of a consumer before processing the consumer's sensitive data, including data revealing the consumer's race or ethnic origins, religious beliefs, medical history or mental or physical health conditions or diagnoses, sexual orientation or citizenship or immigration status; genetic or biometric data; precise geolocation data; data of a known child who has not attained 13 years of age; social security, driver's license or nondriver identification card number; information that permits access to a consumer's financial account; or data concerning the consumer's status as the victim of a crime. If the controller knows that the consumer has not attained 13 years of age, the controller may not

COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

process the consumer's data for any purpose without parental consent. If the controller knows or willfully disregards that the consumer is at least 13 years of age but has not attained 16 years of age, the controller may not process the consumer's data for targeted advertising and must obtain the consumer's consent before processing the consumer's data for sale.

The Act prohibits a controller from processing data in a manner that discriminates against a person in violation of state or federal law. A controller is also prohibited from retaliating against a consumer for exercising the consumer's rights under the Act, except that a controller may offer different prices or selection of goods in connection with a consumer's voluntary participation in a bona fide loyalty or discount program. A controller must establish, implement and maintain reasonable data security practices. Beginning July 1, 2026, if a controller engages in a data processing activity that presents a heightened risk of harm to a consumer, including processing any data for targeted advertising, sale or profiling or any processing of sensitive data, the controller must conduct and document a data protection assessment to identify and weigh the benefits and potential risks of the processing activity. The controller may be required to disclose the data protection assessment to the Attorney General, who must keep it confidential, when the assessment is relevant to an investigation conducted by the Attorney General.

The provisions of the Act do not apply to specifically enumerated persons, including the State, political subdivisions of the State and federally recognized Indian tribes in the State; financial institutions or their affiliates subject to the federal Gramm-Leach-Bliley Act; state-licensed and authorized insurers; covered entities and business associates subject to the federal Health Insurance Portability and Accountability Act of 1996; motor vehicle dealer franchisees; nonprofits that do not receive any revenue from the sale of personal data or that detect and prevent fraudulent insurance acts; and persons that both processed the personal data of fewer than 25,000 consumers in the preceding calendar year and derived no more than 25% of gross revenue from the sale of personal data. The Act also does not apply to persons that controlled or processed the personal data for purposes other than completing payment transactions of fewer than 100,000 consumers in the preceding calendar year, except that, beginning January 1, 2028, this exception applies only to persons that controlled or processed the personal data for purposes other than completing payment transactions of fewer than 50,000 consumers in the preceding calendar year.

In addition, the provisions of the Act do not apply to specifically enumerated types of data, including: nonpublic personal information regulated under the federal Gramm-Leach-Bliley Act; health care information protected under the Maine Revised Statutes, Title 22, section 1711-C; protected health information under the federal Health Insurance Portability and Accountability Act of 1996; personal data regulated by the Family Educational Rights and Privacy Act of 1974; data processed and maintained by the controller regarding an applicant for employment or employee to the extent the data is collected and used within the context of that role; and data necessary for the controller to administer benefits. The Maine Consumer Data Privacy Act also does not prohibit controllers from engaging in specifically enumerated activities, including complying with state or federal law; complying with investigations or subpoenas from governmental authorities including the Federal Government and the government of a state or a federally recognized Indian tribe in the State; cooperating with federal, state or tribal law enforcement agencies; providing a product or service specifically requested by the consumer; protecting life and physical



COMMITTEE AMENDMENT "A" to H.P. 710, L.D. 1088

safety of consumers and preventing or responding to security incidents; and conducting internal product research, effectuating a product recall or performing other internal operations aligned with the expectations of a consumer.

Violations of the Act may be enforced exclusively by the Attorney General under the Maine Unfair Trade Practices Act. The Attorney General is required to provide a potential defendant with at least 30 days' notice prior to initiating an enforcement action, during which time the potential defendant may cure any violation alleged in the notice. Any civil penalties, attorney's fees or costs awarded to the State for a violation of the Act must be deposited in the Maine Privacy Fund, which is established to provide funding for the enforcement staff and activities of the Department of the Attorney General. The Act further requires the Attorney General to submit a report by February 1, 2027 to the joint standing committee of the Legislature having jurisdiction over judiciary matters regarding the operation and implementation of the Act. The committee may report out legislation related to the report to the 133rd Legislature in 2027.

The amendment also repeals the current law governing the privacy of broadband Internet access service customer personal information because broadband Internet access service providers are subject to the provisions of the Act.

FISCAL NOTE REQUIRED
(See attached)

Page 22 - 132LR2064(03)



132nd MAINE LEGISLATURE

LD 1088

LR 2064(03)

An Act to Enact the Maine Consumer Data Privacy Act

Fiscal Note for Bill as Amended by Committee Amendment "A" (H-718)

Committee: Judiciary

Fiscal Note Required: Yes

Fiscal Note

FY 2025-26	FY 2026-27	Projections FY 2027-28	Projections FY 2028-29
\$0	\$440,508	\$457,416	\$489,920
\$0	\$440,508	\$457,416	\$489,920
\$0	\$500	\$500	\$500
	\$0 \$0	\$0 \$440,508 \$0 \$440,508	FY 2025-26 FY 2026-27 FY 2027-28 \$0 \$440,508 \$457,416 \$0 \$440,508 \$457,416

Correctional and Judicial Impact Statements

This bill may increase the number of civil suits filed in the court system. The additional workload associated with the minimal number of new cases filed in the court system does not require additional funding at this time. The collection of additional filing fees will increase General Fund revenue by minor amounts.

Fiscal Detail and Notes

The bill includes a General Fund appropriation to the Office of the Attorney General of \$440,508 in fiscal year 2026-27 for one Assistant Attorney General position, one Paralegal position, one Technician position and related costs to administer and enforce the Maine Consumer Data Privacy Act.

The bill establishes the Maine Privacy Fund with a base Other Special Revenue Funds allocation of \$500 beginning in fiscal year 2026-27.