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Representative Jordan D. Teuscher proposes the following substitute bill:

1	SOCIAL MEDIA REGULATION AMENDMENTS
2	2024 GENERAL SESSION
3	STATE OF UTAH
4	Chief Sponsor: Michael K. McKell
5	House Sponsor: Jordan D. Teuscher
6	
7	LONG TITLE
8	General Description:
9	This bill enacts provisions related to age assurance and protecting minors in the Utah
10	Minor Protection in Social Media Act (Act).
11	Highlighted Provisions:
12	This bill:
13	► defines terms;
14	 requires social media companies to verify a new account holder's age using an
15	approved system;
16	requires a social media service to:
17	 enable maximum default privacy settings on a Utah minor account holder's
18	account;
19	• provide supervisory tools and verifiable parental consent mechanisms on a Utah
20	minor account holder's account; and
21	 provide confidentiality protections for minors' data;
22	 establishes the Division of Consumer Protection's enforcement powers relating to
23	the Act;
24	 provides compliance safe harbors when social media companies implement
25	approved systems for age assurance and verifiable parental consent; and



26	contains a severability clause.
27	Money Appropriated in this Bill:
28	None
29	Other Special Clauses:
30	This bill provides a special effective date.
31	This bill provides a coordination clause.
32	Utah Code Sections Affected:
33	AMENDS:
34	13-2-1 (Effective 05/02/24), as last amended by Laws of Utah 2023, Chapters 31, 36,
35	377, 458, 477, 498, 509, and 536
36	ENACTS:
37	13-71-101, Utah Code Annotated 1953
38	13-71-102, Utah Code Annotated 1953
39	13-71-201, Utah Code Annotated 1953
40	13-71-202, Utah Code Annotated 1953
41	13-71-203, Utah Code Annotated 1953
42	13-71-204, Utah Code Annotated 1953
43	13-71-301, Utah Code Annotated 1953
44	13-71-302, Utah Code Annotated 1953
45	13-71-401, Utah Code Annotated 1953
46	Utah Code Sections Affected By Coordination Clause:
47	78B-3-1101 , Utah Code Annotated 1953
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49	Be it enacted by the Legislature of the state of Utah:
50	Section 1. Section 13-2-1 (Effective 05/02/24) is amended to read:
51	13-2-1 (Effective 05/02/24). Consumer protection division established
52	Functions.
53	(1) There is established within the Department of Commerce the Division of Consumer
54	Protection.
55	(2) The division shall administer and enforce the following:
56	(a) Chapter 10a, Music Licensing Practices Act;

87	Part 1. General Provisions
86	CHAPTER 71. UTAH MINOR PROTECTION IN SOCIAL MEDIA ACT
85	Section 2. Section 13-71-101 is enacted to read:
84	(bb) Chapter 71, Utah Minor Protection in Social Media Act.
83	(aa) Chapter 68, Lawyer Referral Consultants Registration Act[-]; and
82	(z) Chapter 67, Online Dating Safety Act; [and]
81	(y) Chapter 65, Utah Commercial Email Act;
80	(x) Chapter 64, Vehicle Value Protection Agreement Act;
79	(w) Chapter 63, Utah Social Media Regulation Act;
78	(v) Chapter 61, Utah Consumer Privacy Act;
77	(u) Chapter 57, Maintenance Funding Practices Act;
76	(t) Chapter 56, Ticket Transferability Act;
75	(s) Chapter 54, Ticket Website Sales Act;
74	(r) Chapter 53, Residential, Vocational and Life Skills Program Act;
73	(q) Chapter 52, Residential Solar Energy Disclosure Act;
72	(p) Chapter 51, Transportation Network Company Registration Act;
71	(o) Chapter 49, Immigration Consultants Registration Act;
70	(n) Chapter 42, Uniform Debt-Management Services Act;
69	(m) Chapter 41, Price Controls During Emergencies Act;
68	(l) Chapter 34, Utah Postsecondary School and State Authorization Act;
67	Transaction Information Act;
66	(k) Chapter 32a, Pawnshop, Secondhand Merchandise, and Catalytic Converter
65	(j) Chapter 28, Prize Notices Regulation Act;
64	(i) Chapter 26, Telephone Fraud Prevention Act;
63	(h) Chapter 25a, Telephone and Facsimile Solicitation Act;
62	(g) Chapter 23, Health Spa Services Protection Act;
61	(f) Chapter 22, Charitable Solicitations Act;
60	(e) Chapter 21, Credit Services Organizations Act;
59	(d) Chapter 20, New Motor Vehicle Warranties Act;
58	(c) Chapter 15, Business Opportunity Disclosure Act;
57	(b) Chapter 11, Utah Consumer Sales Practices Act;

88	<u>13-71-101.</u> Definitions.
89	(1) "Account holder" means a person who has, creates, or opens an account or profile
90	to use a social media service.
91	(2) "Age assurance system" means measures reasonably calculated to enable a social
92	media company to identify whether a current or prospective Utah account holder is a minor
93	with an accuracy rate of at least 95%.
94	(3) "Connected account" means an account on the social media service that is directly
95	connected to:
96	(a) the minor account holder's account; or
97	(b) an account that is directly connected to an account directly connected to the minor
98	account holder's account.
99	(4) "Content" means any information, visual depictions, tools, features, links, software,
100	or other materials that appear on or are available or enabled through a social media service.
101	(5) "Directly connected" means an account on the social media service that is
102	connected to another account by:
103	(a) sending a request to connect to another account holder and having the request to
104	connect accepted by the other account holder; or
105	(b) receiving a request to connect from another account holder and accepting the
106	request to connect.
107	(6) "Director" means the director of the division.
108	(7) "Division" means the Division of Consumer Protection created in Section 13-2-1.
109	(8) "Minor" means an individual under 18 years old that:
110	(a) has not been emancipated as that term is defined in Section 80-7-102; or
111	(b) has not been married.
112	(9) "Parent" includes a legal guardian.
113	(10) (a) "Personal information" means information that is linked or can be reasonably
114	linked to an identified individual or an identifiable individual.
115	(b) "Personal information" includes a person's:
116	(i) first and last name;
117	(ii) date of birth;
118	(iii) home or physical address, including street name and city;

119	(iv) screen or user name that reveals an individual's email address, first name, or last
120	name;
121	(v) telephone number;
122	(vi) Social Security number;
123	(vii) photograph, video, or audio file containing a person's image or voice;
124	(viii) geolocation information sufficient to identify street name and city; and
125	(ix) any other identifier that a person may use to contact a specific individual.
126	(11) "Resident" means the same as that term is defined in Section 53-3-102.
127	(12) "Social media company" means an entity that owns or operates a social media
128	service.
129	(13) (a) "Social media service" means a public website or application that:
130	(i) displays content that is primarily generated by account holders and not by the social
131	media company;
132	(ii) permits an individual to register as an account holder and create a profile that is
133	made visible to the general public or a set of other users defined by the account holder;
134	(iii) connects account holders to allow users to interact socially with each other within
135	the website or application;
136	(iv) makes available to each account holder a list or lists of other account holders with
137	whom the account holder shares a connection within the system; and
138	(v) allows account holders to post content viewable by other users.
139	(b) "Social media service" does not include:
140	(i) email;
141	(ii) cloud storage; or
142	(iii) document viewing, sharing, or collaboration services.
143	(14) "User" means an individual who accesses or uses a social media service.
144	(15) (a) "Utah account holder" means a person who is a Utah resident and an account
145	holder.
146	(b) "Utah account holder" includes a Utah minor account holder.
147	(16) "Utah minor account holder" means a Utah account holder who is a minor.
148	(17) "Verifiable parental consent" means authorization from a parent for a social media
149	service to collect, use, and disclose personal information of a Utah minor account holder, that

150	complies with the following verifiability requirements:
151	(a) the social media service shall provide advance notice to the parent describing
152	information practices related to the minor account holder's personal information; and
153	(b) the social media service shall receive confirmation that the parent received the
154	notice described in Subsection (17)(a).
155	Section 3. Section 13-71-102 is enacted to read:
156	13-71-102. Legislative findings.
157	The Legislature finds that:
158	(1) the state has a compelling interest in safeguarding the well-being and privacy of
159	minors in the state;
160	(2) the proliferation of social media services has led to the widespread collection and
161	utilization of personal information, exposing minors to potential privacy and identity related
162	<u>harms;</u>
163	(3) the addictive design features of certain social media services contribute to excessive
164	use of a social media service by minors, impacting sleep patterns, academic performance, and
165	overall health;
166	(4) social media services are designed without sufficient tools to allow adequate
167	parental oversight, exposing minors to risks that could be mitigated with proper parental
168	involvement and control;
169	(5) the state has enacted safeguards around products and activities that pose risks to
170	minors, including regulations on motor vehicles, medications, and products and services
171	targeted to children;
172	(6) prolonged and unregulated social media use has been linked to adverse effects on
173	the mental health of minors, including increased rates of anxiety, depression, and social
174	isolation;
175	(7) existing measures employed by social media companies to protect minors have
176	proven insufficient; and
177	(8) the state should ensure that minors' personal data is given special protection, as
178	minors may have less awareness of the risks, consequences, and safeguards related to a social
179	media company's processing of minors' personal data.
180	Section 4. Section 13-71-201 is enacted to read:

181	Part 2. General Requirements
182	13-71-201. Age assurance required.
183	(1) A social media company shall implement an age assurance system to determine
184	whether a current or prospective Utah account holder on the social media company's social
185	media service is a minor.
186	(2) A Utah account holder that the social media company identifies as a minor through
187	the use of an age assurance system is subject to the requirements in Sections 13-71-202 and
188	<u>13-71-203.</u>
189	(3) A social media company shall:
190	(a) implement a review process allowing account holders to appeal the account holder's
191	age designation by submitting documentary evidence to establish the account holder's age
192	range; and
193	(b) review evidence submitted by the account holder and make a determination within
194	30 days of submission of the evidence.
195	(4) A social media company shall segregate any personal information gathered
196	specifically within the age assurance system and shall not use the personal information for any
197	other purposes except for the purposes listed in Subsections 13-71-204(4)(a) through (g).
198	Section 5. Section 13-71-202 is enacted to read:
199	13-71-202. Requirements for Utah minor account holders.
200	A social media company shall, for Utah minor account holders on the social media
201	service:
202	(1) set default privacy settings to prioritize maximum privacy, including settings that:
203	(a) restrict the visibility of a Utah minor account holder's account to only connected
204	accounts;
205	(b) limit the Utah minor account holder's ability to share content to only connected
206	accounts;
207	(c) restrict any data collection and sale of data from a Utah minor account holder's
208	account that is not required for core functioning of the social media service;
209	(d) disable search engine indexing of Utah minor account holder profiles;
210	(e) restrict a Utah minor account holder's direct messaging capabilities to only allow
211	direct messaging to connected accounts; and

212	(f) allow a Utah minor account holder to download a file with all information
213	associated with the Utah minor account holder's account;
214	(2) implement and maintain reasonable security measures, including data encryption, to
215	protect the confidentiality, security, and integrity of personal information collected from a Utah
216	minor account holder;
217	(3) provide an easily accessible and understandable notice that:
218	(a) describes any information the social media company collects from a Utah minor
219	account holder; and
220	(b) explains how the information may be used or disclosed;
221	(4) upon request of a Utah minor account holder:
222	(a) delete the personal information of the Utah minor account holder, unless the
223	information is required to be retained under Section 13-61-203, or a different provision of state
224	or federal law; and
225	(b) remove any information or material the Utah minor account holder made publicly
226	available through the social media service; and
227	(5) disable the following features that prolong user engagement:
228	(a) autoplay functions that continuously play content without user interaction;
229	(b) scroll or pagination that loads additional content as long as the user continues
230	scrolling; and
231	(c) except for direct messages from connected accounts, push notifications prompting
232	repeated user engagement.
233	Section 6. Section 13-71-203 is enacted to read:
234	13-71-203. Supervisory tools.
235	(1) A social media company shall offer supervisory tools for a Utah minor account
236	holder that the Utah minor account holder may decide to activate.
237	(2) The supervisory tools described in Subsection (1) shall include capabilities for an
238	individual selected by the Utah minor account holder to:
239	(a) set time limits for the Utah minor account holder's daily social media service usage
240	across devices;
241	(b) schedule mandatory breaks for the Utah minor account holder during selected days
242	and times across devices;

243	(c) view:
244	(i) data detailing the Utah minor account holder's total and average daily time spent on
245	the social media service across devices;
246	(ii) a list of connected accounts;
247	(iii) a list of accounts blocked by the Utah minor account holder;
248	(iv) the Utah minor account holder's:
249	(A) privacy settings;
250	(B) content sensitivity settings; and
251	(C) direct messaging settings and permissions; and
252	(d) receive notifications when the Utah minor account holder changes an account
253	setting described in this Subsection (2).
254	Section 7. Section 13-71-204 is enacted to read:
255	13-71-204. Parental consent Data privacy for Utah minor accounts.
256	(1) A social media company may not allow a Utah minor account holder to change the
257	default data privacy setting described in Subsection 13-71-202(1) without first obtaining
258	verifiable parental consent.
259	(2) A social media company's terms of service related to a Utah minor account holder
260	shall be presumed to include an assurance of confidentiality for the Utah minor account
261	holder's personal information.
262	(3) The presumption of confidentiality in Subsection (2) may be overcome if the social
263	media company obtains verifiable parental consent.
264	(4) The presumption of confidentiality in Subsection (2) does not apply to a social
265	media company's internal use or external sharing of a Utah minor account holder's personal
266	information if the use or sharing is necessary to:
267	(a) maintain or analyze functioning of the social media service;
268	(b) enable network communications;
269	(c) personalize the user's experience based on the user's age and location;
270	(d) display a username chosen by the Utah minor account holder;
271	(e) obtain age assurance information as required under Section 13-71-201; or
272	(f) comply with the requirements of this chapter or other federal or state laws.
273	Section 8. Section 13-71-301 is enacted to read:

274	Part 3. Division Enforcement Powers
275	13-71-301. Enforcement powers.
276	(1) The division shall administer and enforce the provisions of Part 2, General
277	Requirements, in accordance with Chapter 2, Division of Consumer Protection.
278	(2) The attorney general, upon request, shall give legal advice to, and act as counsel
279	for, the division in the exercise of the division's responsibilities under this part.
280	(3) (a) In addition to the division's enforcement powers under Chapter 2, Division of
281	Consumer Protection:
282	(i) the division director may impose an administrative fine of up to \$2,500 for each
283	violation of this chapter; and
284	(ii) the division may bring an action in court to enforce a provision of this chapter.
285	(b) In a court action by the division to enforce a provision of this chapter, the court
286	may:
287	(i) declare that the act or practice violates a provision of this chapter;
288	(ii) enjoin actions that violate this chapter;
289	(iii) order disgorgement of any money received in violation of this chapter;
290	(iv) order payment of disgorged money to an injured purchaser or consumer;
291	(v) impose a civil penalty of up to \$2,500 for each violation of this chapter;
292	(vi) award actual damages to an injured purchaser or consumer; and
293	(vii) award any other relief that the court deems reasonable and necessary.
294	(c) If a court grants judgment or injunctive relief to the division, the court shall award
295	the division:
296	(i) reasonable attorney fees;
297	(ii) court costs; and
298	(iii) investigative fees.
299	(4) (a) A person who violates an administrative or court order issued for a violation of
300	this chapter is subject to a civil penalty of no more than \$5,000 for each violation.
301	(b) A civil penalty authorized under this section may be imposed in any civil action
302	brought by the division, or by the attorney general on behalf of the division.
303	(5) All money received for the payment of a fine or civil penalty imposed under this
304	section shall be deposited into the Consumer Protection Education and Training Fund

303	established in Section 13-2-6.
306	Section 9. Section 13-71-302 is enacted to read:
307	13-71-302. Age assurance and verifiable parental consent safe harbor.
308	(1) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
309	division shall make rules:
310	(a) to establish processes and means by which a social media company may:
311	(i) assure whether an account holder is a minor in accordance with Section 13-71-201;
312	<u>and</u>
313	(ii) obtain verifiable parental consent in accordance with Section 13-71-203; and
314	(b) to establish criteria a social media company may use to determine whether the
315	social media company's age assurance system is 95% accurate.
316	(2) A social media company is not subject to an enforcement action for a violation of
317	Section 13-71-201 if the social media company implements and maintains an age assurance
318	system that complies with rules made by the division as described in Subsection (1)(a)(i).
319	(3) A social media company is considered to have obtained verifiable parental consent
320	if the social media company obtains parental consent through a mechanism that complies with
321	the rules made by the division as described in Subsection (1)(a)(ii).
322	Section 10. Section 13-71-401 is enacted to read:
323	<u>13-71-401.</u> Severability.
324	(1) If any provision of this chapter or the application of any provision to any person or
325	circumstance is held invalid by a final decision of a court of competent jurisdiction, the
326	remainder of this chapter shall be given effect without the invalid provision or application.
327	(2) The provisions of this chapter are severable.
328	(3) Nothing in this chapter shall displace any other available remedies or rights
329	authorized under the laws of this state or the United States.
330	Section 11. Effective date.
331	This bill takes effect on October 1, 2024.
332	Section 12. Coordinating S.B. 194 with H.B. 464.
333	If S.B. 194, Social Media Regulation Amendments, and H.B. 464, Social Media
334	Amendments, both pass and become law, the Legislature intends that, on October 1, 2024:
335	(1) Subsection 78B-3-1101(1) enacted in H.B. 464 be amended to read:

2nd Sub. (Salmon) S.B. 194

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336	"(1) "Account holder" means the same as that term is defined in Section 13-71-101.";
337	(2) Subsection 78B-3-1101(4) enacted in H.B. 464 be amended to read:
338	"(4) "Content" means the same as that term is defined in Section 13-71-101.";
339	(3) Subsection 78B-3-1101(8) enacted in H.B. 464 be amended to read:
340	"(8) "Minor" means the same as that term is defined in Section 13-71-101."; and
341	(4) Subsections 78B-3-1101(12) through (16) enacted in H.B. 464 be amended to read:
342	"(12) "Social media company" means the same as that term is defined in Section
343	<u>13-71-101.</u>
344	(13) "Social media service" means the same as that term is defined in Section
345	<u>13-71-101.</u>
346	(14) "User" means the same as that term is defined in Section 13-71-101.
347	(15) "Utah account holder" means the same as that term is defined in Section
348	<u>13-71-101.</u>
349	(16) "Utah minor account holder" means the same as that term is defined in Section
350	<u>13-71-101.".</u>