A BILL FOR AN ACT

CONCERNING ADDITIONAL PROTECTION OF DATA RELATING TO PERSONAL PRIVACY.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill creates personal data privacy rights and:

- Applies to legal entities that conduct business or produce products or services that are intentionally targeted to Colorado residents and that either:
  - Control or process personal data of more than 100,000 consumers per calendar year; or
Derive revenue from the sale of personal data and control or process the personal data of at least 25,000 consumers; and

- Does not apply to personal data governed by listed state and federal laws, listed activities, and employment records.

Consumers have the right to opt out of the processing of their personal data; access, correct, or delete the data; or obtain a portable copy of the data. The bill defines a "controller" as a person that, alone or jointly with others, determines the purposes and means of processing personal data. A "processor" means a person that processes personal data on behalf of a controller.

The bill:

- Specifies how controllers must fulfill duties regarding consumers' assertion of their rights, transparency, purpose specification, data minimization, avoiding secondary use, care, avoiding unlawful discrimination, and sensitive data;
- Requires controllers to conduct a data protection assessment for each of their processing activities involving personal data that present a heightened risk of harm to consumers, such as processing for purposes of targeted advertising or processing sensitive data; and
- May be enforced only by the attorney general or district attorneys.

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Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, add part 13 to article 1 of title 6 as follows:

PART 13

COLORADO PRIVACY ACT

6-1-1301. Short title. The short title of this part 13 is the "COLORADO PRIVACY ACT".

6-1-1302. Legislative declaration. (1) The general assembly hereby:

(a) Finds that:

(I) The people of Colorado regard their privacy as a fundamental right and an essential element of their individual
FREEDOM:

(II) Colorado's Constitution explicitly provides the right to privacy under section 7 of article II, and fundamental privacy rights have long been, and continue to be, integral to protecting Coloradans and to safeguarding our democratic republic:

(III) Ongoing advances in technology have produced exponential growth in the volume and variety of personal data being generated, collected, stored, and analyzed and these advances present both promise and potential peril:

(IV) The ability to harness and use data in positive ways is driving innovation and brings beneficial technologies to society, but it has also created risks to privacy and freedom; and

(V) The unauthorized disclosure of personal information and loss of privacy can have devastating impacts ranging from financial fraud, identity theft, and unnecessary costs in personal time and finances to destruction of property, harassment, reputational damage, emotional distress, and physical harm;

(b) Determines that:

(I) Technological innovation and new uses of data can help solve societal problems and improve lives, and it is possible to build a world where technological innovation and privacy can coexist; and

(II) States across the United States are looking to this part 13 and similar models to enact state-based data privacy
REQUIREMENTS AND TO EXERCISE THE LEADERSHIP THAT IS LACKING AT
THE NATIONAL LEVEL; AND

(c) DECLARES THAT:

(I) BY ENACTING THIS PART 13, COLORADO WILL BE AMONG THE
STATES THAT EMPOWER CONSUMERS TO PROTECT THEIR PRIVACY AND
REQUIRE COMPANIES TO BE RESPONSIBLE CUSTODIANS OF DATA AS THEY
CONTINUE TO INNOVATE;

(II) THIS PART 13 ADDRESSES ISSUES OF STATEWIDE CONCERN
AND:

(A) PROVIDES CONSUMERS THE RIGHT TO ACCESS, CORRECT, AND
DELETE PERSONAL DATA AND THE RIGHT TO OPT OUT NOT ONLY OF THE
SALE OF PERSONAL DATA BUT ALSO OF THE COLLECTION AND USE OF
PERSONAL DATA;

(B) IMPOSES AN AFFIRMATIVE OBLIGATION UPON COMPANIES TO
SAFEGUARD PERSONAL DATA; TO PROVIDE CLEAR, UNDERSTANDABLE, AND
TRANSPARENT INFORMATION TO CONSUMERS ABOUT HOW THEIR PERSONAL
DATA ARE USED; AND TO STRENGTHEN COMPLIANCE AND ACCOUNTABILITY
BY REQUIRING DATA PROTECTION ASSESSMENTS IN THE COLLECTION AND
USE OF PERSONAL DATA; AND

(C) EMPowers THE ATTORNEY GENERAL AND DISTRICT
ATTORNEYS TO ACCESS AND EVALUATE A COMPANY’S DATA PROTECTION
ASSESSMENTS, TO IMPOSE PENALTIES WHERE VIOLATIONS OCCUR, AND TO
PREVENT FUTURE VIOLATIONS.

6-1-1303. Definitions. AS USED IN THIS PART 13, UNLESS THE
CONTEXT OTHERWISE requires:

(1) "AFFiliate" MEANS A LEGAL ENTITY THAT CONTROLS, IS
CONTROLLED BY, OR IS UNDER COMMON CONTROL WITH ANOTHER LEGAL
ENTITY. AS USED IN THIS SUBSECTION (1), "CONTROL" MEANS:

(a) OWNERSHIP OF, CONTROL OF, OR POWER TO VOTE TWENTY-FIVE PERCENT OR MORE OF THE OUTSTANDING SHARES OF ANY CLASS OF VOTING SECURITY OF THE ENTITY, DIRECTLY OR INDIRECTLY, OR ACTING THROUGH ONE OR MORE OTHER PERSONS;

(b) CONTROL IN ANY MANNER OVER THE ELECTION OF A MAJORITY OF THE DIRECTORS, TRUSTEES, OR GENERAL PARTNERS OF THE ENTITY OR OF INDIVIDUALS EXERCISING SIMILAR FUNCTIONS; OR

(c) THE POWER TO EXERCISE, DIRECTLY OR INDIRECTLY, A CONTROLLING INFLUENCE OVER THE MANAGEMENT OR POLICIES OF THE ENTITY AS DETERMINED BY THE APPLICABLE PRUDENTIAL REGULATOR, AS THAT TERM IS DEFINED IN 12 U.S.C. SEC. 5481 (24), IF ANY.

(2) "AUTHENTICATE" MEANS TO USE REASONABLE MEANS TO DETERMINE THAT A REQUEST TO EXERCISE ANY OF THE RIGHTS IN SECTION 6-1-1306 (1) IS BEING MADE BY OR ON BEHALF OF THE CONSUMER WHO IS ENTITLED TO EXERCISE THE RIGHTS.

(3) "BUSINESS ASSOCIATE" HAS THE MEANING ESTABLISHED IN 45 CFR 160.103.

(4) "CHILD" MEANS AN INDIVIDUAL UNDER THIRTEEN YEARS OF AGE.

(5) "CONSENT" MEANS A CLEAR, AFFIRMATIVE ACT SIGNIFYING A CONSUMER'S FREELY GIVEN, SPECIFIC, INFORMED, AND UNAMBIGUOUS AGREEMENT, SUCH AS BY A WRITTEN STATEMENT, INCLUDING BY ELECTRONIC MEANS, OR OTHER CLEAR, AFFIRMATIVE ACTION BY WHICH THE CONSUMER SIGNIFIES AGREEMENT TO THE PROCESSING OF PERSONAL DATA. THE FOLLOWING DOES NOT CONSTITUTE CONSENT:

(a) ACCEPTANCE OF A GENERAL OR BROAD TERMS OF USE OR
SIMILAR DOCUMENT THAT CONTAINS DESCRIPTIONS OF PERSONAL DATA PROCESSING ALONG WITH OTHER, UNRELATED INFORMATION;

(b) HOVERING OVER, MUTING, PAUSING, OR CLOSING A GIVEN PIECE OF CONTENT; AND

(c) AGREEMENT OBTAINED THROUGH DARK PATTERNS.

(6) "CONSUMER":

(a) MEANS AN INDIVIDUAL WHO IS A COLORADO RESIDENT ACTING ONLY IN AN INDIVIDUAL OR HOUSEHOLD CONTEXT; AND

(b) DOES NOT INCLUDE AN INDIVIDUAL ACTING IN A COMMERCIAL OR EMPLOYMENT CONTEXT, AS A JOB APPLICANT, OR AS A BENEFICIARY OF SOMEONE ACTING IN AN EMPLOYMENT CONTEXT.

(7) "CONTROLLER" MEANS A PERSON THAT, ALONE OR JOINTLY WITH OTHERS, DETERMINES THE PURPOSES FOR AND MEANS OF PROCESSING PERSONAL DATA.

(8) "COVERED ENTITY" HAS THE MEANING ESTABLISHED IN 45 CFR 160.103.

(9) "DARK PATTERN" MEANS A USER INTERFACE DESIGNED OR MANIPULATED WITH THE SUBSTANTIAL EFFECT OF SUBVERTING OR IMPAIRING USER AUTONOMY, DECISION MAKING, OR CHOICE.

(10) "DECISIONS THAT PRODUCE LEGAL OR SIMILARLY SIGNIFICANT EFFECTS CONCERNING A CONSUMER" MEANS A DECISION THAT RESULTS IN THE PROVISION OR DENIAL 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.

(11) "DE-IDENTIFIED DATA" MEANS DATA THAT CANNOT REASONABLY BE USED TO INFERR INFORMATION ABOUT, OR OTHERWISE BE
LINKED TO, AN IDENTIFIED OR IDENTIFIABLE INDIVIDUAL, OR A DEVICE
LINKED TO SUCH AN INDIVIDUAL, IF THE CONTROLLER THAT POSSESSES THE DATA:

(a) TAKES REASONABLE MEASURES TO ENSURE THAT THE DATA CANNOT BE ASSOCIATED WITH AN INDIVIDUAL;
(b) PUBLICLY COMMITS TO MAINTAIN AND USE THE DATA ONLY IN A DE-IDENTIFIED FASHION AND NOT ATTEMPT TO RE-IDENTIFY THE DATA; AND
(c) CONTRACTUALLY OBLIGATES ANY RECIPIENTS OF THE INFORMATION TO COMPLY WITH THE REQUIREMENTS OF THIS SUBSECTION (11).

(12) "HEALTH-CARE FACILITY" MEANS ANY ENTITY THAT IS LICENSED, CERTIFIED, OR OTHERWISE AUTHORIZED OR PERMITTED BY LAW TO ADMINISTER MEDICAL TREATMENT IN THIS STATE.
(13) "HEALTH-CARE INFORMATION" MEANS INDIVIDUALLY IDENTIFIABLE INFORMATION RELATING TO THE PAST, PRESENT, OR FUTURE HEALTH STATUS OF AN INDIVIDUAL.
(14) "HEALTH-CARE PROVIDER" MEANS A PERSON LICENSED, CERTIFIED, OR REGISTERED IN THIS STATE TO PRACTICE MEDICINE, PHARMACY, CHIROPRACTIC, NURSING, PHYSICAL THERAPY, PODIATRY, DENTISTRY, OPTOMETRY, OCCUPATIONAL THERAPY, OR OTHER HEALING ARTS UNDER TITLE 12.
(16) "IDENTIFIED OR IDENTIFIABLE INDIVIDUAL" MEANS AN INDIVIDUAL WHO CAN BE READILY IDENTIFIED, DIRECTLY OR INDIRECTLY.
IN PARTICULAR BY REFERENCE TO AN IDENTIFIER SUCH AS A NAME, AN IDENTIFICATION NUMBER, SPECIFIC GEOLOCATION DATA, OR AN ONLINE IDENTIFIER.

(17) "PERSONAL DATA":
(a) MEANS INFORMATION THAT IS LINKED OR REASONABLY LINKABLE TO AN IDENTIFIED OR IDENTIFIABLE INDIVIDUAL; AND
(b) DOES NOT INCLUDE DE-IDENTIFIED DATA OR PUBLICLY AVAILABLE INFORMATION. AS USED IN THIS SUBSECTION (17)(b), "PUBLICLY AVAILABLE INFORMATION" MEANS INFORMATION THAT IS LAWFULLY MADE AVAILABLE FROM FEDERAL, STATE, OR LOCAL GOVERNMENT RECORDS AND INFORMATION THAT A CONTROLLER HAS A REASONABLE BASIS TO BELIEVE THE CONSUMER HAS LAWFULLY MADE AVAILABLE TO THE GENERAL PUBLIC.

(18) "PROCESS" OR "PROCESSING" MEANS THE COLLECTION, USE, SALE, STORAGE, DISCLOSURE, ANALYSIS, DELETION, OR MODIFICATION OF PERSONAL DATA AND INCLUDES THE ACTIONS OF A CONTROLLER DIRECTING A PROCESSOR TO PROCESS PERSONAL DATA.

(19) "PROCESSOR" MEANS A PERSON THAT PROCESSES PERSONAL DATA ON BEHALF OF A CONTROLLER.

(20) "PROFILING" MEANS ANY FORM OF AUTOMATED PROCESSING OF PERSONAL DATA TO EVALUATE, ANALYZE, OR PREDICT PERSONAL ASPECTS CONCERNING AN IDENTIFIED OR IDENTIFIABLE INDIVIDUAL’S ECONOMIC SITUATION, HEALTH, PERSONAL PREFERENCES, INTERESTS, RELIABILITY, BEHAVIOR, LOCATION, OR MOVEMENTS.

(21) "PROTECTED HEALTH INFORMATION" HAS THE MEANING ESTABLISHED IN 45 CFR 160.103.

(22) "PSEUDONYMOUS DATA" MEANS PERSONAL DATA THAT CAN
NO LONGER BE ATTRIBUTED TO A SPECIFIC INDIVIDUAL WITHOUT THE USE
OF ADDITIONAL INFORMATION IF THE ADDITIONAL INFORMATION IS KEPT
SEPARATELY AND IS SUBJECT TO TECHNICAL AND ORGANIZATIONAL
MEASURES TO ENSURE THAT THE PERSONAL DATA ARE NOT ATTRIBUTED
TO A SPECIFIC INDIVIDUAL.

(23) (a) "Sale", "sell", or "sold" means the exchange of
personal data for monetary or other valuable consideration by
a controller to a third party.

(b) "Sale", "sell", or "sold" does not include the
following:

(I) The disclosure of personal data to a processor that
processes the personal data on behalf of a controller;

(II) The disclosure of personal data to a third party for
purposes of providing a product or service requested by the
consumer;

(III) The disclosure or transfer of personal data to an
affiliate of the controller;

(IV) The disclosure or transfer to a third party of
personal data as an asset that is part of a proposed or actual
merger, acquisition, bankruptcy, or other transaction in which
the third party assumes control of all or part of the
controller's assets; or

(V) The disclosure of personal data:

(A) That a consumer directs the controller to disclose or
intentionally discloses by using the controller to interact with
a third party; or

(B) Intentionally made available by a consumer to the
GENERAL PUBLIC VIA A CHANNEL OF MASS MEDIA.

(24) "SENSITIVE DATA" MEANS:

(a) PERSONAL DATA REVEALING RACIAL OR ETHNIC ORIGIN, RELIGIOUS BELIEFS, A MENTAL OR PHYSICAL HEALTH CONDITION OR DIAGNOSIS, SEX LIFE OR SEXUAL ORIENTATION, OR CITIZENSHIP OR CITIZENSHIP STATUS;

(b) GENETIC OR BIOMETRIC DATA THAT MAY BE PROCESSED FOR THE PURPOSE OF UNIQUELY IDENTIFYING AN INDIVIDUAL; OR

(c) PERSONAL DATA FROM A KNOWN CHILD.

(25) "TARGETED ADVERTISING":

(a) MEANS DISPLAYING TO A CONSUMER AN ADVERTISEMENT THAT IS SELECTED BASED ON PERSONAL DATA OBTAINED OR INFERRED OVER TIME FROM THE CONSUMER'S ACTIVITIES ACROSS NONAFFILIATED WEBSITES, APPLICATIONS, OR ONLINE SERVICES TO PREDICT CONSUMER PREFERENCES OR INTERESTS; AND

(b) DOES NOT INCLUDE:

(I) ADVERTISING TO A CONSUMER IN RESPONSE TO THE CONSUMER'S REQUEST FOR INFORMATION OR FEEDBACK;

(II) ADVERTISEMENTS BASED ON ACTIVITIES WITHIN A CONTROLLER'S OWN WEBSITES OR ONLINE APPLICATIONS;

(III) ADVERTISEMENTS BASED ON THE CONTEXT OF A CONSUMER'S CURRENT SEARCH QUERY, VISIT TO A WEBSITE, OR ONLINE APPLICATION;

OR

(IV) PROCESSING PERSONAL DATA SOLELY FOR MEASURING OR REPORTING ADVERTISING PERFORMANCE, REACH, OR FREQUENCY.

(26) "THIRD PARTY" MEANS A PERSON, PUBLIC AUTHORITY, AGENCY, OR BODY OTHER THAN A CONSUMER, CONTROLLER, PROCESSOR,
6-1-1304. Applicability of part. (1) Except as specified in subsection (2) of this section, this part 13 applies to a controller that:

(a) conducts business in Colorado or produces or delivers commercial products or services that are intentionally targeted to residents of Colorado; and

(b) satisfies one or both of the following thresholds:

(I) controls or processes the personal data of one hundred thousand consumers or more during a calendar year; or

(II) derives revenue or receives a discount on the price of goods or services from the sale of personal data and processes or controls the personal data of twenty-five thousand consumers or more.

(2) This part 13 does not apply to:

(a) protected health information that is collected, stored, and processed by a covered entity or its business associates;

(b) health-care information that is governed by part 8 of article 1 of title 25 solely for the purpose of access to medical records;

(c) patient identifying information, as defined in 42 CFR 2.11, that are governed by and collected and processed pursuant to 42 CFR 2, established pursuant to 42 U.S.C. sec. 290dd-2;

(d) identifiable private information, as defined in 45 CFR 160.920.
46.102, FOR PURPOSES OF THE FEDERAL POLICY FOR THE PROTECTION OF
HUMAN SUBJECTS PURSUANT TO 45 CFR 46; IDENTIFIABLE PRIVATE
INFORMATION THAT IS COLLECTED AS PART OF HUMAN SUBJECTS
RESEARCH PURSUANT TO THE ICH E6 GOOD CLINICAL PRACTICE
GUIDELINE ISSUED BY THE INTERNATIONAL COUNCIL FOR
HARMONISATION OF TECHNICAL REQUIREMENTS FOR PHARMACEUTICALS
FOR HUMAN USE OR THE PROTECTION OF HUMAN SUBJECTS UNDER 21 CFR
50 AND 56; OR PERSONAL DATA USED OR SHARED IN RESEARCH
CONDUCTED IN ACCORDANCE WITH ONE OR MORE OF THE CATEGORIES SET
FORTH IN THIS SUBSECTION (2)(d);

(e) INFORMATION AND DOCUMENTS CREATED BY A COVERED
ENTITY FOR PURPOSES OF COMPLYING WITH HIPAA AND ITS
IMPLEMENTING REGULATIONS;

(f) PATIENT SAFETY WORK PRODUCT, AS DEFINED IN 42 CFR 3.20,
THAT IS CREATED FOR PURPOSES OF PATIENT SAFETY IMPROVEMENT
PURSUANT TO 42 CFR 3, ESTABLISHED PURSUANT TO 42 U.S.C. SECS.
299b-21 TO 299b-26;

(g) INFORMATION THAT IS:
(I) DE-IDENTIFIED IN ACCORDANCE WITH THE REQUIREMENTS FOR
DE-IDENTIFICATION SET FORTH IN 45 CFR 164; AND
(II) DERIVED FROM ANY OF THE HEALTH-CARE-RELATED
INFORMATION DESCRIBED IN THIS SECTION,

(h) INFORMATION MAINTAINED IN THE SAME MANNER AS
INFORMATION UNDER SUBSECTIONS (2)(a) TO (2)(g) OF THIS SECTION BY:
(I) A COVERED ENTITY OR BUSINESS ASSOCIATE;
(II) A HEALTH-CARE FACILITY OR HEALTH-CARE PROVIDER; OR
(III) A PROGRAM OF A QUALIFIED SERVICE ORGANIZATION AS
DEFINED IN 42 CFR 2.11:

(i) (I) EXCEPT AS PROVIDED IN SUBSECTION (2)(i)(II) OF THIS SECTION, AN ACTIVITY INVOLVING THE COLLECTION, MAINTENANCE, DISCLOSURE, SALE, COMMUNICATION, OR USE OF ANY PERSONAL DATA BEARING ON A CONSUMER’S CREDITWORTHINESS, CREDIT STANDING, CREDIT CAPACITY, CHARACTER, GENERAL REPUTATION, PERSONAL CHARACTERISTICS, OR MODE OF LIVING BY:

(A) A CONSUMER REPORTING AGENCY AS DEFINED IN 15 U.S.C. SEC. 1681a (f):

(B) A FURNISHER OF INFORMATION AS SET FORTH IN 15 U.S.C. SEC. 1681s-2 THAT PROVIDES INFORMATION FOR USE IN A CONSUMER REPORT, AS DEFINED IN 15 U.S.C. SEC. 1681a (d); OR


(j) PERSONAL DATA:

(I) COLLECTED AND MAINTAINED FOR PURPOSES OF ARTICLE 22 OF TITLE 10;

(II) COLLECTED, PROCESSED, SOLD, OR DISCLOSED PURSUANT TO THE FEDERAL "GRAMM-LEACH-BILEY ACT", 15 U.S.C. SEC. 6801 ET SEQ., AS AMENDED, AND IMPLEMENTING REGULATIONS, IF THE COLLECTION, PROCESSING, SALE, OR DISCLOSURE IS IN COMPLIANCE WITH
THAT LAW;
(III) COLLECTED, PROCESSED, SOLD, OR DISCLOSED PURSUANT TO
SEC. 2721 ET SEQ., AS AMENDED, IF THE COLLECTION, PROCESSING, SALE,
OR DISCLOSURE IS REGULATED BY THAT LAW, INCLUDING IMPLEMENTING
RULES, REGULATIONS, OR EXEMPTIONS;
(IV) REGULATED BY THE FEDERAL "CHILDREN'S ONLINE PRIVACY
PROTECTION ACT OF 1998", 15 U.S.C. SECS. 6501 TO 6506, AS AMENDED,
IF COLLECTED, PROCESSED, AND MAINTAINED IN COMPLIANCE WITH THAT
LAW; OR
(V) REGULATED BY THE FEDERAL "FAMILY EDUCATIONAL RIGHTS
AND PRIVACY ACT OF 1974", 20 U.S.C. SEC. 1232g ET SEQ., AS AMENDED,
AND ITS IMPLEMENTING REGULATIONS:
(k) DATA MAINTAINED FOR EMPLOYMENT RECORDS PURPOSES;
(l) AN AIR CARRIER AS DEFINED IN AND REGULATED UNDER 49
AMENDED;
(m) A NATIONAL SECURITIES ASSOCIATION REGISTERED PURSUANT
TO THE FEDERAL "SECURITIES EXCHANGE ACT OF 1934", 15 U.S.C. SEC.
78o-3, AS AMENDED, OR IMPLEMENTING REGULATIONS;
(n) CUSTOMER DATA MAINTAINED BY A PUBLIC UTILITY AS
DEFINED IN SECTION 40-1-103 (1)(a)(I) OR AN AUTHORITY AS DEFINED IN
SECTION 43-4-503 (1), IF THE DATA ARE NOT COLLECTED, MAINTAINED,
DISCLOSED, SOLD, COMMUNICATED, OR USED EXCEPT AS AUTHORIZED BY
STATE AND FEDERAL LAW;
(o) DATA MAINTAINED BY A STATE INSTITUTION OF HIGHER
EDUCATION, AS DEFINED IN SECTION 23-18-102 (10), THE STATE, THE
JUDICIAL DEPARTMENT OF THE STATE, OR A COUNTY, CITY AND COUNTY, OR MUNICIPALITY IF THE DATA IS COLLECTED, MAINTAINED, DISCLOSED, COMMUNICATED, AND USED AS AUTHORIZED BY STATE AND FEDERAL LAW FOR NONCOMMERCIAL PURPOSES. THIS SUBSECTION (2)(o) DOES NOT EFFECT ANY OTHER EXEMPTION AVAILABLE UNDER THIS PART 13.

(p) INFORMATION USED AND DISCLOSED IN COMPLIANCE WITH 45 CFR 164.512; OR


(3) THE OBLIGATIONS IMPOSED ON CONTROLLERS OR PROCESSORS UNDER THIS PART 13 DO NOT:

(a) RESTRICT A CONTROLLER'S OR PROCESSOR'S ABILITY TO:

(I) COMPLY WITH FEDERAL, STATE, OR LOCAL LAWS, RULES, OR REGULATIONS;

(II) COMPLY WITH A CIVIL, CRIMINAL, OR REGULATORY INQUIRY, INVESTIGATION, SUBPOENA, OR SUMMONS BY FEDERAL, STATE, LOCAL, OR OTHER GOVERNMENTAL AUTHORITIES;

(III) COOPERATE WITH LAW ENFORCEMENT AGENCIES CONCERNING CONDUCT OR ACTIVITY THAT THE CONTROLLER OR PROCESSOR REASONABLY AND IN GOOD FAITH BELIEVES MAY VIOLATE FEDERAL, STATE, OR LOCAL LAW;

(IV) INVESTIGATE, EXERCISE, PREPARE FOR, OR DEFEND ACTUAL OR ANTICIPATED LEGAL CLAIMS;

(V) CONDUCT INTERNAL RESEARCH TO IMPROVE, REPAIR, OR
DEVELOP PRODUCTS, SERVICES, OR TECHNOLOGY;

(VI) IDENTIFY AND REPAIR TECHNICAL ERRORS THAT IMPAIR EXISTING OR INTENDED FUNCTIONALITY;

(VII) PERFORM INTERNAL OPERATIONS THAT ARE REASONABLY ALIGNED WITH THE EXPECTATIONS OF THE CONSUMER BASED ON THE CONSUMER’S EXISTING RELATIONSHIP WITH THE CONTROLLER;

(VIII) PROVIDE A PRODUCT OR SERVICE SPECIFICALLY REQUESTED BY A CONSUMER OR THE PARENT OR GUARDIAN OF A CHILD, PERFORM A CONTRACT TO WHICH THE CONSUMER IS A PARTY, OR TAKE STEPS AT THE REQUEST OF THE CONSUMER PRIOR TO ENTERING INTO A CONTRACT;

(IX) PROTECT THE VITAL INTERESTS OF THE CONSUMER OR OF ANOTHER INDIVIDUAL;

(X) PREVENT, DETECT, PROTECT AGAINST, OR RESPOND TO SECURITY INCIDENTS, IDENTITY THEFT, FRAUD, HARASSMENT, OR MALICIOUS, DECEPTIVE, OR ILLEGAL ACTIVITY; PRESERVE THE INTEGRITY OR SECURITY OF SYSTEMS; OR INVESTIGATE, REPORT, OR PROSECUTE THOSE RESPONSIBLE FOR ANY SUCH ACTION;

(XI) PROCESS PERSONAL DATA FOR REASONS OF PUBLIC INTEREST IN THE AREA OF PUBLIC HEALTH, BUT SOLELY TO THE EXTENT THAT THE PROCESSING:

(A) IS SUBJECT TO SUITABLE AND SPECIFIC MEASURES TO SAFEGUARD THE RIGHTS OF THE CONSUMER WHOSE PERSONAL DATA ARE PROCESSED; AND

(B) IS UNDER THE RESPONSIBILITY OF A PROFESSIONAL SUBJECT TO CONFIDENTIALITY OBLIGATIONS UNDER FEDERAL, STATE, OR LOCAL LAW;

OR

(XII) ASSIST ANOTHER PERSON WITH ANY OF THE ACTIVITIES SET
FORTH IN THIS SUBSECTION (3):

(b) APPLY WHERE COMPLIANCE BY THE CONTROLLER OR PROCESSOR WITH THIS PART 13 WOULD VIOLATE AN EVIDENTIARY PRIVILEGE UNDER COLORADO LAW;

(c) PREVENT A CONTROLLER OR PROCESSOR FROM PROVIDING PERSONAL DATA CONCERNING A CONSUMER TO A PERSON COVERED BY AN EVIDENTIARY PRIVILEGE UNDER COLORADO LAW AS PART OF A PRIVILEGED COMMUNICATION;

(d) APPLY TO INFORMATION MADE AVAILABLE BY A THIRD PARTY THAT THE CONTROLLER HAS A REASONABLE BASIS TO BELIEVE IS PROTECTED SPEECH PURSUANT TO APPLICABLE LAW; AND

(e) APPLY TO THE PROCESSING OF PERSONAL DATA BY AN INDIVIDUAL IN THE COURSE OF A PURELY PERSONAL OR HOUSEHOLD ACTIVITY.

(4) PERSONAL DATA THAT ARE PROCESSED BY A CONTROLLER PURSUANT TO AN EXCEPTION PROVIDED BY THIS SECTION:

(a) SHALL NOT BE PROCESSED FOR ANY PURPOSE OTHER THAN A PURPOSE EXPRESSLY LISTED IN THIS SECTION OR AS OTHERWISE AUTHORIZED BY THIS PART 13; AND

(b) SHALL BE PROCESSED SOLELY TO THE EXTENT THAT THE PROCESSING IS NECESSARY, REASONABLE, AND PROPORTIONATE TO THE SPECIFIC PURPOSE OR PURPOSES LISTED IN THIS SECTION OR AS OTHERWISE AUTHORIZED BY THIS PART 13.

(5) 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 REQUIREMENTS IN SUBSECTION (4) OF THIS
6-1-1305. Responsibility according to role. (1) Controllers and processors shall meet their respective obligations established under this Part 13.

(2) Processors shall adhere to the instructions of the controller and assist the controller to meet its obligations under this Part 13. Taking into account the nature of processing and the information available to the processor, the processor shall assist the controller by:

(a) Taking appropriate technical and organizational measures, insofar as this is possible, for the fulfillment of the controller’s obligation to respond to consumer requests to exercise their rights pursuant to Section 6-1-1306;

(b) Helping to meet the controller’s obligations in relation to the security of processing the personal data and in relation to the notification of a breach of the security of the system pursuant to Section 6-1-716; and

(c) Providing information to the controller necessary to enable the controller to conduct and document any data protection assessments required by Section 6-1-1309. The controller and processor are each responsible for only the measures allocated to them.

(3) Notwithstanding the instructions of the controller, a processor shall:

(a) Ensure that each person processing the personal data is subject to a duty of confidentiality with respect to the data; and
(b) Engage a subcontractor only after providing the controller with an opportunity to object and pursuant to a written contract in accordance with subsection (5) of this section that requires the subcontractor to meet the obligations of the processor with respect to the personal data.

(4) Taking into account the context of processing, the controller and the processor shall implement appropriate technical and organizational measures to ensure a level of security appropriate to the risk and establish a clear allocation of the responsibilities between them to implement the measures.

(5) Processing by a processor must be governed by a contract between the controller and the processor that is binding on both parties and that sets out:

(a) The processing instructions to which the processor is bound, including the nature and purpose of the processing;

(b) The type of personal data subject to the processing, and the duration of the processing;

(c) The requirements imposed by this subsection (5) and subsections (3) and (4) of this section; and

(d) The following requirements:

(I) At the choice of the controller, the processor shall 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;

(II) (A) The processor shall make available to the controller all information necessary to demonstrate
COMPLIANCE WITH THE OBLIGATIONS IN THIS PART 13; AND

(B) THE PROCESSOR SHALL ALLOW FOR, AND CONTRIBUTE TO,

REASONABLE AUDITS AND INSPECTIONS BY THE CONTROLLER OR THE
CONTROLLER'S DESIGNATED AUDITOR. ALTERNATIVELY, THE PROCESSOR
MAY, WITH THE CONTROLLER'S CONSENT, ARRANGE FOR A QUALIFIED AND
INDEPENDENT AUDITOR TO CONDUCT, AT LEAST ANNUALLY AND AT THE
PROCESSOR'S EXPENSE, AN AUDIT OF THE PROCESSOR'S POLICIES AND
TECHNICAL AND ORGANIZATIONAL MEASURES IN SUPPORT OF THE
OBLIGATIONS UNDER THIS PART 13 USING AN APPROPRIATE AND ACCEPTED
CONTROL STANDARD OR FRAMEWORK AND AUDIT PROCEDURE FOR THE
AUDITS AS APPLICABLE. THE PROCESSOR SHALL PROVIDE A REPORT OF THE
AUDIT TO THE CONTROLLER UPON REQUEST.

(6) IN NO EVENT MAY A CONTRACT RELIEVE A CONTROLLER OR A
PROCESSOR FROM THE LIABILITIES IMPOSED ON THEM BY VIRTUE OF ITS
ROLE IN THE PROCESSING RELATIONSHIP AS DEFINED BY THIS PART 13.

(7) 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 ARE TO BE PROCESSED. A PERSON
THAT IS NOT LIMITED IN ITS PROCESSING OF PERSONAL DATA PURSUANT TO
A CONTROLLER'S INSTRUCTIONS, OR THAT 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 A PROCESSOR
BEGINS, ALONE OR JOINTLY WITH OTHERS, DETERMINING THE PURPOSES
AND MEANS OF THE PROCESSING OF PERSONAL DATA, IT IS A CONTROLLER
WITH RESPECT TO THE PROCESSING,

(8) (a) A CONTROLLER OR PROCESSOR THAT DISCLOSES PERSONAL DATA TO ANOTHER CONTROLLER OR PROCESSOR IN COMPLIANCE WITH THIS PART 13 DOES NOT VIOLATE THIS PART 13 IF THE RECIPIENT PROCESSES THE PERSONAL DATA IN VIOLATION OF THIS PART 13, AND, AT THE TIME OF DISCLOSING THE PERSONAL DATA, THE DISCLOSING CONTROLLER OR PROCESSOR DID NOT HAVE ACTUAL KNOWLEDGE THAT THE RECIPIENT INTENDED TO COMMIT A VIOLATION.

(b) A CONTROLLER OR PROCESSOR RECEIVING PERSONAL DATA FROM A CONTROLLER OR PROCESSOR IN COMPLIANCE WITH THIS PART 13 AS SPECIFIED IN SUBSECTION (8)(a) OF THIS SECTION DOES NOT VIOLATE THIS PART 13 IF THE CONTROLLER OR PROCESSOR FROM WHICH IT RECEIVES THE PERSONAL DATA FAILS TO COMPLY WITH APPLICABLE OBLIGATIONS UNDER THIS PART 13.

6-1-1306. Consumer personal data rights - repeal.

(1) CONSUMERS MAY EXERCISE THE FOLLOWING RIGHTS BY SUBMITTING A REQUEST USING THE METHODS SPECIFIED BY THE CONTROLLER IN THE PRIVACY NOTICE REQUIRED UNDER SECTION 6-1-1308 (1)(a). THE METHOD MUST TAKE INTO ACCOUNT THE WAYS IN WHICH CONSUMERS NORMALLY INTERACT WITH THE CONTROLLER, THE NEED FOR SECURE AND RELIABLE COMMUNICATION RELATING TO THE REQUEST, AND THE ABILITY OF THE CONTROLLER TO AUTHENTICATE THE IDENTITY OF THE CONSUMER MAKING THE REQUEST. CONTROLLERS SHALL NOT REQUIRE A CONSUMER TO CREATE A NEW ACCOUNT IN ORDER TO EXERCISE CONSUMER RIGHTS PURSUANT TO THIS SECTION BUT MAY REQUIRE A CONSUMER TO USE AN EXISTING ACCOUNT. A CONSUMER MAY SUBMIT A REQUEST AT ANY TIME TO A CONTROLLER SPECIFYING WHICH OF THE FOLLOWING RIGHTS THE
CONSUMER WISHES TO EXERCISE:

(a) Right to opt out. (I) A CONSUMER HAS THE RIGHT TO OPT OUT OF THE PROCESSING OF PERSONAL DATA CONCERNING THE CONSUMER FOR PURPOSES OF:

(A) Targeted advertising;

(B) The sale of personal data; or

(C) Profiling in furtherance of decisions that produce legal or similarly significant effects concerning a consumer.

(II) A CONSUMER MAY AUTHORIZE ANOTHER PERSON, ACTING ON THE CONSUMER’S BEHALF, TO OPT OUT OF THE PROCESSING OF THE CONSUMER’S PERSONAL DATA FOR ONE OR MORE OF THE PURPOSES SPECIFIED IN SUBSECTION (1)(a)(I) OF THIS SECTION, INCLUDING THROUGH A TECHNOLOGY INDICATING THE CONSUMER’S INTENT TO OPT OUT SUCH AS A WEB LINK INDICATING A PREFERENCE OR BROWSER SETTING, BROWSER EXTENSION, OR GLOBAL DEVICE SETTING. A CONTROLLER SHALL COMPLY WITH AN OPT-OUT REQUEST RECEIVED FROM A PERSON AUTHORIZED BY THE CONSUMER TO ACT ON THE CONSUMER’S BEHALF IF THE CONTROLLER IS ABLE TO AUTHENTICATE, WITH COMMERCIAL REASONABLE EFFORT, THE IDENTITY OF THE CONSUMER AND THE AUTHORIZED AGENT’S AUTHORITY TO ACT ON THE CONSUMER’S BEHALF.

(III) A CONTROLLER THAT PROCESSES PERSONAL DATA FOR PURPOSES OF TARGETED ADVERTISING OR THE SALE OF PERSONAL DATA SHALL PROVIDE A CLEAR AND CONSPICUOUS METHOD TO EXERCISE THE RIGHT TO OPT OUT OF THE PROCESSING OF PERSONAL DATA CONCERNING THE CONSUMER PURSUANT TO SUBSECTION (1)(a)(I) OF THIS SECTION. THE CONTROLLER SHALL PROVIDE THE OPT-OUT METHOD CLEARLY AND CONSPICUOUSLY IN ANY PRIVACY NOTICE REQUIRED TO BE PROVIDED TO
CONSUMERS UNDER THIS PART 13, AND IN A CLEAR, CONSPICUOUS, AND
READILY ACCESSIBLE LOCATION OUTSIDE THE PRIVACY NOTICE.

(IV) (A) A CONTROLLER THAT PROCESSES PERSONAL DATA FOR
PURPOSES OF TARGETED ADVERTISING OR THE SALE OF PERSONAL DATA
MAY ALLOW CONSUMERS TO EXERCISE THE RIGHT TO OPT OUT OF THE
PROCESSING OF PERSONAL DATA CONCERNING THE CONSUMER FOR
PURPOSES OF TARGETED ADVERTISING OR THE SALE OF PERSONAL DATA
PURSUANT TO SUBSECTIONS (1)(a)(I)(A) AND (1)(a)(I)(B) OF THIS SECTION
BY CONTROLLERS THROUGH A USER-SELECTED UNIVERSAL OPT-OUT
MECHANISM THAT MEETS THE TECHNICAL SPECIFICATIONS ESTABLISHED
BY THE ATTORNEY GENERAL PURSUANT TO SECTION 6-1-1313. THIS
SUBSECTION (1)(a)(IV)(A) IS REPEALED, EFFECTIVE JULY 1, 2024.

(B) EFFECTIVE JULY 1, 2024, A CONTROLLER THAT PROCESSES
PERSONAL DATA FOR PURPOSES OF TARGETED ADVERTISING OR THE SALE
OF PERSONAL DATA SHALL ALLOW CONSUMERS TO EXERCISE THE RIGHT TO
OPT OUT OF THE PROCESSING OF PERSONAL DATA CONCERNING THE
CONSUMER FOR PURPOSES OF TARGETED ADVERTISING OR THE SALE OF
PERSONAL DATA PURSUANT TO SUBSECTIONS (1)(a)(I)(A) AND (1)(a)(I)(B)
OF THIS SECTION BY CONTROLLERS THROUGH A USER-SELECTED
UNIVERSAL OPT-OUT MECHANISM THAT MEETS THE TECHNICAL
SPECIFICATIONS ESTABLISHED BY THE ATTORNEY GENERAL PURSUANT TO
SECTION 6-1-1313.

(C) NOTWITHSTANDING A CONSUMER'S DECISION TO EXERCISE THE
RIGHT TO OPT OUT OF THE PROCESSING OF PERSONAL DATA THROUGH A
UNIVERSAL OPT-OUT MECHANISM PURSUANT TO SUBSECTION (1)(a)(IV)(B)
OF THIS SECTION, A CONTROLLER MAY ENABLE THE CONSUMER TO
CONSENT, THROUGH A WEB PAGE, APPLICATION, OR A SIMILAR METHOD, TO
THE PROCESSING OF THE CONSUMER'S PERSONAL DATA FOR PURPOSES OF TARGETED ADVERTISING OR THE SALE OF PERSONAL DATA, AND THE CONSENT TAKES PRECEDENCE OVER ANY CHOICE REFLECTED THROUGH THE UNIVERSAL OPT-OUT MECHANISM. BEFORE OBTAINING A CONSUMER'S CONSENT TO PROCESS PERSONAL DATA FOR PURPOSES OF TARGETED ADVERTISING OR THE SALE OF PERSONAL DATA PURSUANT TO THIS SUBSECTION (1)(a)(IV)(C), A CONTROLLER SHALL PROVIDE THE CONSUMER WITH A CLEAR AND CONSPICUOUS NOTICE INFORMING THE CONSUMER ABOUT THE CHOICES AVAILABLE UNDER THIS SECTION, DESCRIBING THE CATEGORIES OF PERSONAL DATA TO BE PROCESSED AND THE PURPOSES FOR WHICH THEY WILL BE PROCESSED, AND EXPLAINING HOW AND WHERE THE CONSUMER MAY WITHDRAW CONSENT. THE WEB PAGE, APPLICATION, OR OTHER MEANS BY WHICH A CONTROLLER OBTAINS A CONSUMER'S CONSENT TO PROCESS PERSONAL DATA FOR PURPOSES OF TARGETED ADVERTISING OR THE SALE OF PERSONAL DATA MUST ALSO ALLOW THE CONSUMER TO REVOKE THE CONSENT AS EASILY AS IT IS AFFIRMATIVELY PROVIDED.

(b) **Right of access.** A CONSUMER HAS THE RIGHT TO CONFIRM WHETHER A CONTROLLER IS PROCESSING PERSONAL DATA CONCERNING THE CONSUMER AND TO ACCESS THE CONSUMER'S PERSONAL DATA.

(c) **Right to correction.** A CONSUMER HAS THE RIGHT TO 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.

(d) **Right to deletion.** A CONSUMER HAS THE RIGHT TO DELETE PERSONAL DATA CONCERNING THE CONSUMER.

(e) **Right to data portability.** WHEN EXERCISING THE RIGHT TO
ACCESS PERSONAL DATA PURSUANT TO SUBSECTION (1)(b) OF THIS SECTION, A CONSUMER HAS THE RIGHT TO OBTAIN THE PERSONAL DATA IN A PORTABLE AND, TO THE EXTENT TECHNICALLY FEASIBLE, READILY USABLE FORMAT THAT ALLOWS THE CONSUMER TO TRANSMIT THE DATA TO ANOTHER ENTITY WITHOUT HINDRANCE. A CONSUMER MAY EXERCISE THIS RIGHT NO MORE THAN TWO TIMES PER CALENDAR YEAR. NOTHING IN THIS SUBSECTION (1)(e) REQUIRES A CONTROLLER TO PROVIDE THE DATA TO THE CONSUMER IN A MANNER THAT WOULD DISCLOSE THE CONTROLLER’S TRADE SECRETS.

(2) Responding to consumer requests. (a) A CONTROLLER SHALL INFORM A CONSUMER OF ANY ACTION TAKEN ON A REQUEST UNDER SUBSECTION (1) OF THIS SECTION WITHOUT UNDUE DELAY AND, IN ANY EVENT, WITHIN FORTY-FIVE DAYS AFTER RECEIPT OF THE REQUEST. THE CONTROLLER MAY EXTEND THE FORTY-FIVE-DAY PERIOD BY FORTY-FIVE ADDITIONAL DAYS WHERE REASONABLY NECESSARY, TAKING INTO ACCOUNT THE COMPLEXITY AND NUMBER OF THE REQUESTS. THE CONTROLLER SHALL INFORM THE CONSUMER OF AN EXTENSION WITHIN FORTY-FIVE DAYS AFTER RECEIPT OF THE REQUEST, TOGETHER WITH THE REASONS FOR THE DELAY.

(b) IF A CONTROLLER DOES NOT TAKE ACTION ON THE REQUEST OF A CONSUMER, THE CONTROLLER SHALL INFORM THE CONSUMER, WITHOUT UNDUE DELAY AND, AT THE LATEST, WITHIN FORTY-FIVE DAYS AFTER RECEIPT OF THE REQUEST, OF THE REASONS FOR NOT TAKING ACTION AND INSTRUCTIONS FOR HOW TO APPEAL THE DECISION WITH THE CONTROLLER AS DESCRIBED IN SUBSECTION (3) OF THIS SECTION.

(c) UPON REQUEST, A CONTROLLER SHALL PROVIDE TO THE CONSUMER THE INFORMATION SPECIFIED IN THIS SECTION FREE OF
CHARGE; EXCEPT THAT, FOR A SECOND OR SUBSEQUENT REQUEST WITHIN
A TWELVE-MONTH PERIOD, THE CONTROLLER MAY CHARGE AN AMOUNT
CALCULATED IN THE MANNER SPECIFIED IN SECTION 24-72-205 (5)(a).

(d) A CONTROLLER IS NOT REQUIRED TO COMPLY WITH A REQUEST
TO EXERCISE ANY OF THE RIGHTS UNDER SUBSECTION (1) OF THIS SECTION
IF THE CONTROLLER IS UNABLE TO AUTHENTICATE THE REQUEST USING
COMMERCIALY REASONABLE EFFORTS, IN WHICH CASE THE CONTROLLER
MAY REQUEST THE PROVISION OF ADDITIONAL INFORMATION REASONABLY
NECESSARY TO AUTHENTICATE THE REQUEST.

(3) (a) A CONTROLLER SHALL ESTABLISH AN INTERNAL PROCESS
WHEREBY CONSUMERS MAY APPEAL A REFUSAL TO TAKE ACTION ON A
REQUEST TO EXERCISE ANY OF THE RIGHTS UNDER SUBSECTION (1) OF THIS
SECTION WITHIN A REASONABLE PERIOD AFTER THE CONSUMER’S RECEIPT
OF THE NOTICE SENT BY THE CONTROLLER UNDER SUBSECTION (2)(b) OF
THIS SECTION. THE APPEAL PROCESS MUST BE CONSPICUOUSLY AVAILABLE
AND AS EASY TO USE AS THE PROCESS FOR SUBMITTING A REQUEST UNDER
THIS SECTION.

(b) WITHIN FORTY-FIVE DAYS AFTER RECEIPT OF AN APPEAL, A
CONTROLLER SHALL INFORM THE CONSUMER OF ANY ACTION TAKEN OR
NOT TAKEN IN RESPONSE TO THE APPEAL, ALONG WITH A WRITTEN
EXPLANATION OF THE REASONS IN SUPPORT OF THE RESPONSE. THE
CONTROLLER MAY EXTEND THE FORTY-FIVE-DAY PERIOD BY SIXTY
ADDITIONAL DAYS WHERE REASONABLY NECESSARY, TAKING INTO
ACCOUNT THE COMPLEXITY AND NUMBER OF REQUESTS SERVING AS THE
BASIS FOR THE APPEAL. THE CONTROLLER SHALL INFORM THE CONSUMER
OF AN EXTENSION WITHIN FORTY-FIVE DAYS AFTER RECEIPT OF THE
APPEAL, TOGETHER WITH THE REASONS FOR THE DELAY.
(c) The controller shall inform the consumer of the consumer's ability to contact the attorney general if the consumer has concerns about the result of the appeal.

6-1-1307. Processing de-identified data. (1) This part 13 does not require a controller or processor to do any of the following solely for purposes of complying with this part 13:

(a) reidentify de-identified data;

(b) comply with an authenticated consumer request to access, correct, delete, or provide personal data in a portable format pursuant to section 6-1-1306 (1), if all of the following are true:

(I) (A) the controller is not reasonably capable of associating the request with the personal data; or

(B) it would be unreasonably burdensome for the controller to associate the request with the personal data;

(II) the controller does not use the personal data to recognize or respond to the specific consumer who is the subject of the personal data or associate the personal data with other personal data about the same specific consumer; and

(III) the controller does not sell the personal data to any third party or otherwise voluntarily disclose the personal data to any third party, except as otherwise authorized by the consumer; or

(c) maintain data in identifiable form or collect, obtain, retain, or access any data or technology in order to enable the controller to associate an authenticated consumer request with personal data.
A CONTROLLER THAT USES DE-IDENTIFIED DATA SHALL
EXERCISE REASONABLE OVERSIGHT TO MONITOR COMPLIANCE WITH ANY
CONTRACTUAL COMMITMENTS TO WHICH THE DE-IDENTIFIED DATA ARE
SUBJECT AND SHALL TAKE APPROPRIATE STEPS TO ADDRESS ANY
BREACHES OF CONTRACTUAL COMMITMENTS.

(3) THE RIGHTS CONTAINED IN SECTION 6-1-1306 (1)(b) TO (1)(e)
DO NOT APPLY TO PSEUDONYMOUS DATA IF THE CONTROLLER CAN
DEMONSTRATE THAT THE 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.

(a) A CONTROLLER SHALL PROVIDE CONSUMERS WITH A REASONABLY
ACCESSIBLE, CLEAR, AND MEANINGFUL PRIVACY NOTICE THAT INCLUDES:
(I) THE CATEGORIES OF PERSONAL DATA COLLECTED OR
PROCESSED BY THE CONTROLLER OR A PROCESSOR;
(II) THE PURPOSES FOR WHICH THE CATEGORIES OF PERSONAL
DATA ARE PROCESSED;
(III) HOW AND WHERE CONSUMERS MAY EXERCISE THE RIGHTS
PURSUANT TO SECTION 6-1-1306, INCLUDING THE CONTROLLER'S CONTACT
INFORMATION AND HOW A CONSUMER MAY APPEAL A CONTROLLER'S
ACTION WITH REGARD TO THE CONSUMER'S REQUEST;
(IV) THE CATEGORIES OF PERSONAL DATA THAT THE CONTROLLER
SHARES WITH THIRD PARTIES, IF ANY; AND
(V) THE CATEGORIES OF THIRD PARTIES, IF ANY, WITH WHOM THE
CONTROLLER SHARES PERSONAL DATA.
(b) IF A CONTROLLER SELLS PERSONAL DATA TO THIRD PARTIES OR
PROCESSES PERSONAL DATA FOR TARGETED ADVERTISING, THE CONTROLLER SHALL CLEARLY AND CONSPICUOUSLY DISCLOSE THE SALE OR PROCESSING, AS WELL AS THE MANNER IN WHICH A CONSUMER MAY EXERCISE THE RIGHT TO OPT OUT OF THE SALE OR PROCESSING.

(c) A CONTROLLER SHALL NOT:

(I) REQUIRE A CONSUMER TO CREATE A NEW ACCOUNT IN ORDER TO EXERCISE A RIGHT; OR

(II) BASED SOLELY ON THE EXERCISE OF A RIGHT AND UNRELATED TO FEASIBILITY OR THE VALUE OF A SERVICE, INCREASE THE COST OF, OR DECREASE THE AVAILABILITY OF, THE PRODUCT OR SERVICE.

(d) NOTHING IN THIS PART 13 SHALL 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 TO PROHIBIT A CONTROLLER FROM OFFERING A DIFFERENT PRICE, RATE, LEVEL, QUALITY, OR SELECTION OF GOODS OR SERVICES TO A CONSUMER, INCLUDING OFFERING GOODS OR SERVICES FOR NO FEE, IF THE OFFER IS RELATED TO A CONSUMER'S VOLUNTARY PARTICIPATION IN A BONA FIDE LOYALTY, REWARDS, PREMIUM FEATURES, DISCOUNT, OR CLUB CARD PROGRAM.

(2) Duty of purpose specification. A CONTROLLER SHALL SPECIFY THE EXPRESS PURPOSES FOR WHICH PERSONAL DATA ARE COLLECTED AND PROCESSED.

(3) Duty of data minimization. A CONTROLLER'S COLLECTION OF PERSONAL DATA MUST BE ADEQUATE, RELEVANT, AND LIMITED TO WHAT IS REASONABLY NECESSARY IN RELATION TO THE SPECIFIED PURPOSES FOR WHICH THE DATA ARE PROCESSED.

(4) Duty to avoid secondary use. A CONTROLLER SHALL NOT
PROCESS PERSONAL DATA FOR PURPOSES THAT ARE NOT REASONABLY NECESSARY TO OR COMPATIBLE WITH THE SPECIFIED PURPOSES FOR WHICH THE PERSONAL DATA ARE PROCESSED, UNLESS THE CONTROLLER FIRST OBTAINS THE CONSUMER'S CONSENT.

(5) **Duty of care.** A CONTROLLER SHALL TAKE REASONABLE MEASURES TO SECURE PERSONAL DATA DURING BOTH STORAGE AND USE FROM UNAUTHORIZED ACQUISITION. THE DATA SECURITY PRACTICES MUST BE APPROPRIATE TO THE VOLUME, SCOPE, AND NATURE OF THE PERSONAL DATA PROCESSED AND THE NATURE OF THE BUSINESS.

(6) **Duty to avoid unlawful discrimination.** A CONTROLLER SHALL NOT PROCESS PERSONAL DATA IN VIOLATION OF STATE OR FEDERAL LAWS THAT PROHIBIT UNLAWFUL DISCRIMINATION AGAINST CONSUMERS.

(7) **Duty regarding sensitive data.** A CONTROLLER SHALL NOT PROCESS A CONSUMER'S SENSITIVE DATA WITHOUT FIRST OBTAINING THE CONSUMER'S CONSENT OR, IN THE CASE OF THE PROCESSING OF PERSONAL DATA CONCERNING A KNOWN CHILD, WITHOUT FIRST OBTAINING CONSENT FROM THE CHILD'S PARENT OR LAWFUL GUARDIAN.

6-1-1309. **Data protection assessments - attorney general access and evaluation - definition.** (1) A CONTROLLER SHALL NOT CONDUCT PROCESSING THAT PRESENTS A HEIGHTENED RISK OF HARM TO A CONSUMER WITHOUT CONDUCTING AND DOCUMENTING A DATA PROTECTION ASSESSMENT OF EACH OF ITS PROCESSING ACTIVITIES THAT INVOLVE PERSONAL DATA ACQUIRED ON OR AFTER THE EFFECTIVE DATE OF THIS SECTION THAT PRESENT A HEIGHTENED RISK OF HARM TO A CONSUMER.

(2) FOR PURPOSES OF THIS SECTION, "PROCESSING THAT PRESENTS A HEIGHTENED RISK OF HARM TO A CONSUMER" INCLUDES THE
FOLLOWING:

(a) **PROCESSING PERSONAL DATA FOR PURPOSES OF TARGETED ADVERTISING OR FOR PROFILING IF THE PROFILING PRESENTS A REASONABLY FORESEEABLE RISK OF:**

(I) **UNFAIR OR DECEPTIVE TREATMENT OF, OR UNLAWFUL DISPARATE IMPACT ON, CONSUMERS:**

(II) **FINANCIAL OR PHYSICAL INJURY TO CONSUMERS:**

(III) **A PHYSICAL OR OTHER INTRUSION UPON THE SOLITUDE OR SECLUSION, OR THE PRIVATE AFFAIRS OR CONCERNS, OF CONSUMERS IF THE INTRUSION WOULD BE OFFENSIVE TO A REASONABLE PERSON; OR**

(IV) **OTHER SUBSTANTIAL INJURY TO CONSUMERS:**

(b) **SELLING PERSONAL DATA; AND**

(c) **PROCESSING SENSITIVE DATA.**


(4) **A CONTROLLER SHALL MAKE THE DATA PROTECTION ASSESSMENT AVAILABLE TO THE ATTORNEY GENERAL UPON REQUEST. THE ATTORNEY GENERAL MAY EVALUATE THE DATA PROTECTION ASSESSMENT**
FOR COMPLIANCE WITH THE DUTIES CONTAINED IN SECTION 6-1-1308 AND
WITH OTHER LAWS, INCLUDING THIS ARTICLE 1. DATA PROTECTION
ASSESSMENTS ARE CONFIDENTIAL AND EXEMPT FROM PUBLIC INSPECTION
AND COPYING UNDER THE "COLORADO OPEN RECORDS ACT", PART 2 OF
ARTICLE 72 OF TITLE 24. THE DISCLOSURE OF A DATA PROTECTION
ASSESSMENT PURSUANT TO A REQUEST FROM THE ATTORNEY GENERAL
UNDER THIS SUBSECTION (4) DOES NOT CONSTITUTE A WAIVER OF ANY
ATTORNEY-CLIENT PRIVILEGE OR WORK-PRODUCT PROTECTION THAT
MIGHT OTHERWISE EXIST WITH RESPECT TO THE ASSESSMENT AND ANY
INFORMATION CONTAINED IN THE ASSESSMENT.

(5) A SINGLE DATA PROTECTION ASSESSMENT MAY ADDRESS A
COMPARABLE SET OF PROCESSING OPERATIONS THAT INCLUDE SIMILAR
ACTIVITIES.

(6) DATA PROTECTION ASSESSMENT REQUIREMENTS APPLY TO
PROCESSING ACTIVITIES CREATED OR GENERATED AFTER JULY 1, 2023,
AND ARE NOT RETROACTIVE.

6-1-1310. Liability. (1) NOTWITHSTANDING ANY PROVISION IN
PART 1 OF THIS ARTICLE 1, THIS PART 13 DOES NOT AUTHORIZE A PRIVATE
RIGHT OF ACTION FOR A VIOLATION OF THIS PART 13 OR ANY OTHER
PROVISION OF LAW. THIS SUBSECTION (1) NEITHER RELIEVES ANY PARTY
FROM ANY DUTIES OR OBLIGATIONS IMPOSED, NOR ALTERS ANY
INDEPENDENT RIGHTS THAT CONSUMERS HAVE, UNDER OTHER LAWS,
INCLUDING THIS ARTICLE 1, THE STATE CONSTITUTION, OR THE UNITED
STATES CONSTITUTION.

(2) WHERE MORE THAN ONE CONTROLLER OR PROCESSOR, OR BOTH
A CONTROLLER AND A PROCESSOR, INVOLVED IN THE SAME PROCESSING
VIOLATES THIS PART 13, THE LIABILITY SHALL BE ALLOCATED AMONG THE
PARTIES ACCORDING TO PRINCIPLES OF COMPARATIVE FAULT.

6-1-1311. Enforcement - penalties - repeal.

(1)(a) NOTWITHSTANDING ANY OTHER PROVISION OF THIS ARTICLE 1, THE ATTORNEY GENERAL AND DISTRICT ATTORNEYS HAVE EXCLUSIVE AUTHORITY TO ENFORCE THIS PART 13 BY BRINGING AN ACTION IN THE NAME OF THE STATE OR AS PARENS PATRIAE ON BEHALF OF PERSONS RESIDING IN THE STATE TO ENFORCE THIS PART 13 AS PROVIDED IN THIS ARTICLE 1, INCLUDING SEEKING AN INJUNCTION TO ENJOIN A VIOLATION OF THIS PART 13.

(b) NOTWITHSTANDING ANY OTHER PROVISION OF THIS ARTICLE 1, NOTHING IN THIS PART 13 SHALL BE CONSTRUED AS PROVIDING THE BASIS FOR, OR BEING SUBJECT TO, A PRIVATE RIGHT OF ACTION FOR VIOLATIONS OF THIS PART 13 OR ANY OTHER LAW.

(c) FOR PURPOSES ONLY OF ENFORCEMENT OF THIS PART 13 BY THE ATTORNEY GENERAL OR A DISTRICT ATTORNEY, A VIOLATION OF THIS PART 13 IS A DECEPTIVE TRADE PRACTICE.

(d) PRIOR TO ANY ENFORCEMENT ACTION PURSUANT TO SUBSECTION (1)(a) OF THIS SECTION, THE ATTORNEY GENERAL OR DISTRICT ATTORNEY MUST ISSUE A NOTICE OF VIOLATION TO THE CONTROLLER IF A CURE IS DEEMED POSSIBLE. IF THE CONTROLLER FAILS TO CURE THE VIOLATION WITHIN SIXTY DAYS AFTER RECEIPT OF THE NOTICE OF VIOLATION, AN ACTION MAY BE BROUGHT PURSUANT TO THIS SECTION.

This subsection (1)(d) is repealed, effective January 1, 2025.

(2) THE STATE TREASURER SHALL CREDIT ALL RECEIPTS FROM THE IMPPOSITION OF CIVIL PENALTIES UNDER THIS PART 13 PURSUANT TO SECTION 24-31-108.

6-1-1312. Preemption - local governments. This part 13
SUPERSEDES AND PREEMPTS LAWS, ORDINANCES, RESOLUTIONS, REGULATIONS, OR THE EQUIVALENT ADOPTED BY ANY STATUTORY OR HOME RULE MUNICIPALITY, COUNTY, OR CITY AND COUNTY REGARDING THE PROCESSING OF PERSONAL DATA BY CONTROLLERS OR PROCESSORS.

6-1-1313. Rules - opt-out mechanism. (1) The attorney general may promulgate rules for the purpose of carrying out this part 13.

(2) By July 1, 2023, the attorney general shall adopt rules that detail the technical specifications for one or more universal opt-out mechanisms that clearly communicate a consumer’s affirmative, freely given, and unambiguous choice to opt out of the processing of personal data for purposes of targeted advertising or the sale of personal data pursuant to section 6-1-1306 (1)(a)(I)(A) or (1)(a)(I)(B). The attorney general may update the rules that detail the technical specifications for the mechanisms from time to time to reflect the means by which consumers interact with controllers. The rules must:

(a) Not permit the manufacturer of a platform, browser, device, or any other product offering a universal opt-out mechanism to unfairly disadvantage another controller;

(b) Require controllers to inform consumers about the opt-out choices available under section 6-1-1306 (1)(a)(I);

(c) Not adopt a mechanism that is a default setting, but rather clearly represents the consumer’s affirmative, freely given, and unambiguous choice to opt out of the processing of personal data pursuant to section 6-1-1306 (1)(a)(I)(A) or (1)(a)(I)(B);
(d) Adopt a mechanism that is consumer-friendly, clearly described, and easy to use by the average consumer;

(e) Adopt a mechanism that is as consistent as possible with any other similar mechanism required by law or regulation in the United States; and

(f) Permit the controller to accurately authenticate the consumer as a resident of this state and determine that the mechanism represents a legitimate request to opt out of the processing of personal data for purposes of targeted advertising or the sale of personal data pursuant to Section 6-1-1306 (1)(a)(I)(A) or (1)(a)(I)(B).

(3) By January 1, 2025, the attorney general may adopt rules that govern the process of issuing opinion letters and interpretive guidance to develop an operational framework for business that includes a good faith reliance defense of an action that may otherwise constitute a violation of this part 13. The rules must become effective by July 1, 2025.

SECTION 2. In Colorado Revised Statutes, amend 6-1-104 as follows:

6-1-104. Cooperative reporting. The district attorneys may cooperate in a statewide reporting system by receiving, on forms provided by the attorney general, complaints from persons concerning deceptive trade practices listed in section 6-1-105 and part 7 or 13 of this article ARTICLE 1 and transmitting such the complaints to the attorney general.

SECTION 3. In Colorado Revised Statutes, 6-1-105, add (1)(nnn) as follows:

6-1-105. Unfair or deceptive trade practices. (1) A person
engages in a deceptive trade practice when, in the course of the person's
business, vocation, or occupation, the person:

(nn) Violates any provision of part 13 of this Article 1 as
specified in section 6-1-1311 (1)(c).

SECTION 4. In Colorado Revised Statutes, 6-1-107, amend (1)
introductory portion as follows:

6-1-107. Powers of attorney general and district attorneys.
(1) When the attorney general or a district attorney has reasonable cause
to believe that any person, whether in this state or elsewhere, has engaged
in or is engaging in any deceptive trade practice listed in section 6-1-105
or part 7 or 13 of this article ARTICLE 1, the attorney general or district
attorney may:

SECTION 5. In Colorado Revised Statutes, 6-1-108, amend (1)
as follows:

6-1-108. Subpoenas - hearings - rules. (1) When the attorney
general or a district attorney has reasonable cause to believe that a person,
whether in this state or elsewhere, has engaged in or is engaging in a
deceptive trade practice listed in section 6-1-105 or part 7 or 13 of this
article 1, the attorney general or a district attorney, in addition to other
powers conferred upon him or her THE ATTORNEY GENERAL OR A DISTRICT
ATTORNEY by this article 1, may issue subpoenas to require the attendance
of witnesses or the production of documents, administer oaths, conduct
hearings in aid of any investigation or inquiry, and prescribe such forms
and promulgate such rules as may be necessary to administer the
provisions of this article 1.

SECTION 6. In Colorado Revised Statutes, 6-1-110, amend (1)
and (2) as follows:
6-1-110. Restraining orders - injunctions - assurances of discontinuance. (1) Whenever the attorney general or a district attorney has cause to believe that a person has engaged in or is engaging in any deceptive trade practice listed in section 6-1-105 or part 7 or 13 of this article, the attorney general or district attorney may apply for and obtain, in an action in the appropriate district court of this state, a temporary restraining order or injunction, or both, pursuant to the Colorado rules of civil procedure, prohibiting such person from continuing such practices, or engaging therein, or doing any act in furtherance thereof. The court may make such orders or judgments as may be necessary to prevent the use or employment by such person of any such deceptive trade practice or which may be necessary to completely compensate or restore to the original position of any person injured by means of any such practice or to prevent any unjust enrichment by any person through the use or employment of any deceptive trade practice.

(2) Where the attorney general or a district attorney has authority to institute a civil action or other proceeding pursuant to the provisions of this article, the attorney general or district attorney may accept, in lieu thereof or as a part thereof, an assurance of discontinuance of any deceptive trade practice listed in section 6-1-105 or part 7 or 13 of this article. Such assurance may include a stipulation for the voluntary payment by the alleged violator of the costs of investigation and any action or proceeding by the attorney general or a district attorney and any amount necessary to restore to any person any money or property that may have been acquired by such alleged violator by means of any such deceptive trade practice. Any such assurance of discontinuance
accepted by the attorney general or a district attorney and any such
stipulation filed with the court as a part of any such action or proceeding
shall be a matter of public record unless the attorney general or the
district attorney determines, at his or her discretion of the attorney
general or district attorney, that it will be confidential to the parties
to the action or proceeding and to the court and its employees. Upon the
filing of a civil action by the attorney general or a district attorney
alleging that a confidential assurance of discontinuance or stipulation
accepted pursuant to this subsection (2) has been violated, said the
assurance of discontinuance or stipulation shall thereupon be deemed
becomes a public record and open to inspection by any person. Proof by
a preponderance of the evidence of a violation of any such assurance or
stipulation shall constitute prima facie evidence of a deceptive trade practice for the purposes of any civil action or proceeding
brought thereafter by the attorney general or a district attorney, whether
a new action or a subsequent motion or petition in any pending action or
proceeding.

SECTION 7. Act subject to petition - effective date -
applicability. (1) This act takes effect July 1, 2023; except that, if a
referendum petition is filed pursuant to section 1 (3) of article V of the
state constitution against this act or an item, section, or part of this act
within the ninety-day period after final adjournment of the general
assembly, then the act, item, section, or part will not take effect unless
approved by the people at the general election to be held in November
2022 and, in such case, will take effect July 1, 2023, or on the date of the
official declaration of the vote thereon by the governor, whichever is
later.
(2) This act applies to conduct occurring on or after the applicable effective date of this act.