First Regular Session Sixty-ninth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 13-0049.01 Kristen Forrestal x4217

HOUSE BILL 13-1046

HOUSE SPONSORSHIP

Williams,

SENATE SPONSORSHIP

Ulibarri,

House Committees

Senate Committees

Business, Labor, Economic, & Workforce Development Appropriations

A BILL FOR AN ACT

101 CONCERNING EMPLOYER ACCESS TO PERSONAL INFORMATION 102 THROUGH ELECTRONIC COMMUNICATION DEVICES.

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://www.leg.state.co.us/billsummaries.)

The bill prohibits an employer from requiring an employee or applicant for employment to disclose a user name, password, or other means for accessing a personal account or service through an electronic communications device. This does not include access to nonpersonal accounts or services that provide access to the employer's internal computer or information systems. The bill also prohibits an employer from discharging, disciplining, penalizing, or refusing to hire an employee or applicant who does not provide access to personal accounts or services.

The bill clarifies that an employer may investigate an employee to ensure compliance with securities or financial law or for suspected unauthorized downloading of proprietary information based on the receipt of information about these activities.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, add 8-2-126 as 3 follows: 4 8-2-126. Prohibitions of employer - requiring access to 5 personal electronic communication devices - definitions - rules. 6 (1) AS USED IN THIS SECTION: (a) "APPLICANT" MEANS AN APPLICANT FOR EMPLOYMENT. 7 8 (b) "ELECTRONIC COMMUNICATIONS DEVICE" MEANS A DEVICE 9 THAT USES ELECTRONIC SIGNALS TO CREATE, TRANSMIT, AND RECEIVE 10 INFORMATION, INCLUDING COMPUTERS, TELEPHONES, PERSONAL DIGITAL 11 ASSISTANTS, AND OTHER SIMILAR DEVICES. (c) "EMPLOYER" MEANS A PERSON ENGAGED IN A BUSINESS, 12 13 INDUSTRY, PROFESSION, TRADE, OR OTHER ENTERPRISE IN THE STATE OR 14 A UNIT OF STATE OR LOCAL GOVERNMENT. "EMPLOYER" INCLUDES AN 15 AGENT, A REPRESENTATIVE, OR A DESIGNEE OF THE EMPLOYER. 16 "EMPLOYER" DOES NOT INCLUDE THE DEPARTMENT OF CORRECTIONS, 17 COUNTY CORRECTIONS DEPARTMENTS, OR ANY STATE OR LOCAL LAW 18 ENFORCEMENT AGENCY. (2) (a) AN EMPLOYER MAY NOT SUGGEST, REQUEST, OR REQUIRE 19 20 THAT AN EMPLOYEE OR APPLICANT DISCLOSE, OR CAUSE AN EMPLOYEE OR

APPLICANT TO DISCLOSE, ANY USER NAME, PASSWORD, OR OTHER MEANS

21

-2-

1	FOR ACCESSING THE EMPLOYEE'S OR APPLICANT'S PERSONAL ACCOUNT OR
2	SERVICE THROUGH THE EMPLOYEE'S OR APPLICANT'S PERSONAL
3	ELECTRONIC COMMUNICATIONS DEVICE. AN EMPLOYER SHALL NOT
4	COMPEL AN EMPLOYEE OR APPLICANT TO ADD ANYONE, INCLUDING THE
5	EMPLOYER OR HIS OR HER AGENT, TO THE EMPLOYEE'S OR APPLICANT'S
6	LIST OF CONTACTS ASSOCIATED WITH A SOCIAL MEDIA ACCOUNT OR
7	REQUIRE, REQUEST, SUGGEST, OR CAUSE AN EMPLOYEE OR APPLICANT TO
8	CHANGE PRIVACY SETTINGS ASSOCIATED WITH A SOCIAL NETWORKING
9	ACCOUNT.
10	(b) PARAGRAPH (a) OF THIS SUBSECTION (2) DOES NOT PROHIBIT
11	AN EMPLOYER FROM REQUIRING AN EMPLOYEE TO DISCLOSE ANY USER
12	NAME, PASSWORD, OR OTHER MEANS FOR ACCESSING NONPERSONAL
13	ACCOUNTS OR SERVICES THAT PROVIDE ACCESS TO THE EMPLOYER'S
14	INTERNAL COMPUTER OR INFORMATION SYSTEMS.
15	(3) AN EMPLOYER SHALL NOT:
16	(a) DISCHARGE, DISCIPLINE, OR OTHERWISE PENALIZE OR
17	THREATEN TO DISCHARGE, DISCIPLINE, OR OTHERWISE PENALIZE AN
18	EMPLOYEE FOR AN EMPLOYEE'S REFUSAL TO DISCLOSE ANY INFORMATION
19	SPECIFIED IN PARAGRAPH (a) OF SUBSECTION (2) OF THIS SECTION OR
20	REFUSAL TO ADD THE EMPLOYER TO THE LIST OF THE EMPLOYEE'S
21	CONTACTS OR TO CHANGE THE PRIVACY SETTINGS ASSOCIATED WITH A
22	SOCIAL MEDIA ACCOUNT; OR
23	(b) Fail or refuse to hire an applicant because the
24	APPLICANT REFUSES TO DISCLOSE ANY INFORMATION SPECIFIED IN
25	PARAGRAPH (a) OF SUBSECTION (2) OF THIS SECTION OR REFUSES TO ADD
26	THE EMPLOYER TO THE APPLICANT'S LIST OF CONTACTS OR TO THE CHANGE
27	THE PRIVACY SETTINGS ASSOCIATED WITH A SOCIAL MEDIA ACCOUNT.

-3-

1	(4) THIS SECTION DOES NOT PREVENT AN EMPLOYER FROM:
2	(a) CONDUCTING AN INVESTIGATION TO ENSURE COMPLIANCE WITH
3	APPLICABLE SECURITIES OR FINANCIAL LAW OR REGULATORY
4	REQUIREMENTS BASED ON THE RECEIPT OF INFORMATION ABOUT THE USE
5	OF A PERSONAL WEB SITE, INTERNET WEB SITE, WEB-BASED ACCOUNT, OR
6	SIMILAR ACCOUNT BY AN EMPLOYEE FOR BUSINESS PURPOSES; OR
7	(b) Investigating an employee's electronic
8	COMMUNICATIONS BASED ON THE RECEIPT OF INFORMATION ABOUT THE
9	UNAUTHORIZED DOWNLOADING OF AN EMPLOYER'S PROPRIETARY
10	INFORMATION OR FINANCIAL DATA TO A PERSONAL WEB SITE, INTERNET
11	WEB SITE, WEB-BASED ACCOUNT, OR SIMILAR ACCOUNT BY AN EMPLOYEE.
12	(5) A PERSON WHO IS INJURED BY A VIOLATION OF THIS
13	SECTION MAY FILE A COMPLAINT WITH THE DEPARTMENT OF LABOR AND
14	EMPLOYMENT. THE DEPARTMENT SHALL INVESTIGATE THE COMPLAINT
15	AND ISSUE FINDINGS THIRTY DAYS AFTER A HEARING. THE DEPARTMENT
16	MAY PROMULGATE RULES REGARDING PENALTIES THAT INCLUDE A FINE OF
17	UP TO ONE THOUSAND DOLLARS FOR THE FIRST OFFENSE AND A FINE NOT
18	TO EXCEED FIVE THOUSAND DOLLARS FOR EACH SUBSEQUENT OFFENSE.
19	(6) NOTHING IN THIS SECTION PROHIBITS AN EMPLOYER FROM
20	ENFORCING EXISTING PERSONNEL POLICIES THAT DO NOT CONFLICT WITH
21	THIS SECTION.
22	SECTION 2. Safety clause. The general assembly hereby finds,
23	determines, and declares that this act is necessary for the immediate
24	preservation of the public peace, health, and safety.

-4- 1046