SENATE BILL NO. 463–COMMITTEE ON EDUCATION

MARCH 23, 2015

Referred to Committee on Education

SUMMARY—Revises provisions relating education. to (BDR 34-411)

FISCAL NOTE: Effect on Local Government: May have Fiscal Impact. Effect on the State: No.

> CONTAINS UNFUNDED MANDATE (§ 8) (NOT REQUESTED BY AFFECTED LOCAL GOVERNMENT)

EXPLANATION - Matter in **bolded italics** is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to education; requiring certain providers of electronic applications used for educational purposes to provide written disclosures concerning personally identifiable information that is collected; requiring such a provider to allow certain persons to review and correct personally identifiable information about pupil а maintained by the provider; limiting the circumstances under which such a provider may collect, use, allow access to or transfer personally identifiable information concerning a pupil; requiring such a provider to establish and carry out a detailed plan for the security of data concerning pupils; requiring teachers and other licensed personnel employed by a school district or charter school to complete certain professional development; requiring disciplinary action against a teacher certain or administrator for willful breaches in security or confidentiality of certain examinations; providing a civil penalty for certain violations; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Section 5 of this bill requires a school service provider to provide to the board of trustees of a school district or the governing body of a school, as applicable, and ĩ a teacher who uses a school service, a written disclosure of: (1) the types of personally identifiable information collected by the school service provider; (2) the





5 manner in which such information is used; (3) a description of the plan for security 6 of data concerning pupils which has been established by the school service 7 provider; and (4) any material change to such a plan. Section 3 of this bill defines 89 the term "school service" to mean, with certain exceptions, an Internet website, online service or mobile application that: (1) collects or maintains personally 10 identifiable information concerning a pupil; (2) is used primarily for educational 11 purposes; (3) is designed and marketed for use in public schools; and (4) is used at 12 the direction of teachers and other educational personnel. Section 5 requires a 13 school service provider to: (1) allow certain pupils or the parent or guardian of a 14 pupil to review personally identifiable information about the pupil maintained by 15 the school service provider; and (2) establish a process for making any corrections 16 to such information.

17 Section 6 of this bill limits the circumstances under which a school service 18 provider may collect, use, allow access to or transfer personally identifiable 19 information concerning a pupil. Section 6 requires a school service provider to delete personally identifiable information concerning a pupil at the request of the board of trustees of the school district or the governing body of the school, as applicable. Section 6 requires any agreement entered into by a school service provider that provides for the disclosure of personally identifiable information to limit the circumstances under which the person or governmental entity to whom the information is disclosed may collect, use or transfer such information to circumstances authorized by law. Section 6 also subjects any school service provider that violates these requirements to a civil penalty.

20 21 22 23 24 25 26 27 28 29 30 31 32 33 4 35 36 37 38 Section 7 of this bill requires a school service provider to establish and carry out a detailed plan for the security of any data concerning pupils that is collected or maintained by the school service provider. Section 8 of this bill requires each school district and the governing body of a charter school or university school for profoundly gifted pupils, as applicable, to annually provide professional development regarding the use of school service providers and the security of data concerning pupils. Section 8 also requires teachers and other licensed personnel employed by a school district or charter school to annually complete professional development regarding school service providers and the security of data concerning pupils.

Section 8.3 of this bill authorizes a school service provider to use and disclose 39 information derived from personally identifiable information to demonstrate the 40 effectiveness of the products or services of the school service provider. Section 8.5 41 of this bill prohibits a person or governmental entity from waiving or modifying 42 any right, obligation or liability provided by the provisions of sections 1.5-8.5. 43 Section 8.5 also provides that any condition, stipulation, or provision in a contract 44 that conflicts with the provisions of **sections 1.5-8.5** is void and unenforceable.

45 Existing law authorizes a teacher to be suspended, dismissed or not reemployed 46 and an administrator to be demoted, suspended, dismissed or not reemployed for 47 breaches in security or confidentiality of the questions and answers of certain 48 examinations. (NRS 391.3127) Section 9 of this bill instead requires a teacher to be 49 suspended, dismissed or not reemployed and an administrator to be demoted, 50 suspended, dismissed or not reemployed if the teacher or administrator is found, 51 through an investigation of a testing irregularity, to have willfully committed such a 52 breach.





THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Chapter 388 of NRS is hereby amended by adding 1 2 thereto the provisions set forth as sections 1.25 to 8.5, inclusive, of 3 this act. 4

Sec. 1.25. (Deleted by amendment.)

Sec. 1.5. As used in sections 1.25 to 8.5, inclusive, of this act, 5 unless the context otherwise requires, the words and terms defined 6 in sections 2 to 4.5, inclusive, of this act have the meanings 7 8 ascribed to them in those sections.

Sec. 2. "Personally identifiable information" 9 has the meaning ascribed to it in 34 C.F.R. § 99.3. 10

Sec. 3. 1. "School service" means an Internet website, 11 online service or mobile application that: 12

(a) Collects or maintains personally identifiable information 13 14 concerning a pupil; 15

(b) Is used primarily for educational purposes; and

(c) Is designed and marketed for use in public schools and is 16 17 used at the direction of teachers and other educational personnel. 18 The term does not include:

2.

19 (a) An Internet website, online service or mobile application 20 that is designed or marketed for use by a general audience, even if the school service is also marketed to public schools; 21

(b) An internal database, system or program maintained or 22 operated by a school district, charter school or university school 23 24 for profoundly gifted pupils;

(c) A school service for which a school service provider has:

(1) Been designated by a school district, the sponsor of a 26 charter school, the governing body of a university school for 27 profoundly gifted pupils or the Department as a school official 28 pursuant to the Family Educational Rights and Privacy Act of 29 30 1974, 20 U.S.C. § 1232(g);

(2) Entered into a contract with the school district, the 31 sponsor of a charter school, the governing body of a university 32 school for profoundly gifted pupils or the Department; and 33

34 (3) Agreed to comply with and be subject to the provisions of the Family Educational Rights and Privacy Act of 1974, 20 35 *U.S.C.* § 1232(g), relating to personally identifiable information; 36

(d) Any examinations administered pursuant to NRS 389.550 37 and 389.805 or the college and career readiness assessment 38 administered pursuant to NRS 389.807; or 39

40 (e) Any instructional programs purchased by a school district, a charter school, the governing body of a university school for 41 profoundly gifted pupils or the Department. 42





Sec. 4. "School service provider" means a person that 1 operates a school service, to the extent the provider is operating in 2 3 that capacity.

4 Sec. 4.5. *"Targeted advertising" means presenting* advertisements to a pupil where the advertisement is selected based 5 on information obtained or inferred from the online behavior of a 6 pupil, the use of applications by a pupil or personally identifiable information concerning a pupil. The term does not include 7 8 advertising to a pupil at an online location based upon the current 9 visit to the location by the pupil or a single search query without 10 the collection and retention of the online activities of a pupil over 11 12 time.

13 Sec. 5. 1. Before the persons or governmental entities 14 described in subsection 3 begin using a school service, a school service provider must provide a written disclosure to such persons 15 or governmental entifies in language that is easy to understand, 16 which includes, without limitation: 17

(a) The types of personally identifiable information collected 18 by the school service provider and the manner in which such 19 information is used: and 20

(b) A description of the plan for the security of data concerning pupils which has been established by the school 21 22 23 service provider pursuant to section 7 of this act.

2. Before a school service provider makes a material change 24 25 to the plan for the security of data concerning pupils established pursuant to section 7 of this act, the school service provider must 26 27 provide notice to the persons or governmental entities set forth in 28 subsection 3.

29 3. The disclosure or notice provided pursuant to subsection 1 30 or 2, as applicable, must be provided to:

(a) The board of trustees of a school district, the governing 31 body of a charter school or the governing body of a university 32 school for profoundly gifted pupils, as applicable, that uses the 33 school service of the school service provider; and 34 35

(b) Any teacher who uses the school service.

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4. A school service provider shall:

(a) Allow a pupil who is at least 18 years of age and the parent 37 38 or legal guardian of any pupil to review personally identifiable 39 information concerning the pupil that is maintained by the school 40 service provider; and

(b) Establish a process, in accordance with any contract 41 governing the activities of a school service provider and which is 42 consistent with the provisions of sections 1.5 to 8.5, inclusive, of 43 44 this act, for the correction of such information upon the request 45 of:





1 (1) A pupil who is at least 18 years of age or the parent or 2 legal guardian of any pupil; or

3 (2) The teacher of the pupil or the board of trustees of the 4 school district in which the school that the pupil attends is located, 5 the governing body of the charter school that the pupil attends or 6 the governing body of the university school for profoundly gifted 7 pupils that the pupil attends, as applicable.

8 Sec. 6. 1. Except as otherwise provided in subsections 2 9 and 5, a school service provider may collect, use, allow access to 10 or transfer personally identifiable information concerning a pupil 11 only:

(a) For purposes inherent to the use of a school service by a
teacher in a classroom or for the purposes authorized by the board
of trustees of the school district in which the school that the pupil
attends is located, the governing body of the charter school that
the pupil attends or the governing body of the university school for
profoundly gifted pupils that the pupil attends, as applicable, so
long as it is authorized by federal and state law;

19 (b) If required by federal or state law;

20 (c) In response to a subpoena issued by a court of competent 21 jurisdiction;

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(d) To protect the safety of a user of the school service; or

(e) With the consent of any person required in a policy of the
school district, charter school or university school for profoundly
gifted pupils, as applicable, or, if none, with the consent of the
pupil, if the pupil is at least 18 years of age, or the parent or legal
guardian of the pupil if the pupil is less than 18 years of age.

28 2. A school service provider may transfer personally 29 identifiable information concerning a pupil to a third-party service 30 provider if the school service provider provides notice to any 31 person designated in a policy of the school district, charter school 32 or university school for profoundly gifted pupils, as applicable, to 33 receive such notice or, if none, to the pupil, if the pupil is at least 34 18 years of age, or the parent or guardian of the pupil and:

35 (a) Contractually prohibits the third-party service provider 36 from using any such information for any purpose other than 37 providing the contracted school services to, or on behalf of, the 38 school service provider;

(b) Prohibits the third-party service provider from disclosing
any personally identifiable information concerning a pupil unless
the disclosure is authorized pursuant to subsection 1; and

42 (c) Requires the third-party service provider to comply with the 43 requirements of sections 1.5 to 8.5, inclusive, of this act.

44 3. A school service provider shall delete any personally 45 identifiable information concerning a pupil that is collected or





1 maintained by the school service provider and that is under the control of the school service provider within a reasonable time not 2 3 to exceed 30 days after receiving a request from the board of trustees of the school district in which the school that the pupil 4 attends is located, the governing body of the charter school that 5 the pupil attends or the governing body of the university school for 6 profoundly gifted pupils that the pupil attends, as applicable. The 7 board of trustees or the governing body, as applicable, must have a 8 policy which allows a pupil who is at least 18 years of age or the 9 parent or legal guardian of any pupil to review such information 10 and request that such information about the pupil be deleted. The 11 school service provider shall delete such information upon the 12 13 request of the parent or legal guardian of a pupil if no such policy 14 exists.

4. Any agreement entered into by a school service provider
that provides for the disclosure of personally identifiable
information must require that the person or governmental entity to
whom the information will be disclosed abide by the requirements
imposed pursuant to this section.

5. A school service provider shall not:

21 (a) Use personally identifiable information to engage in 22 targeted advertising.

(b) Except as otherwise provided in this paragraph, sell 23 personally identifiable information concerning a pupil. A school 24 service provider may transfer personally identifiable information 25 concerning pupils to an entity that purchases, merges with or 26 27 otherwise acquires the school service and the acquiring entity becomes subject to the requirements of sections 1.5 to 8.5, 28 29 inclusive, of this act and any contractual provisions between the school service provider and the board of trustees of a school 30 31 district, the governing body of a charter school or the governing body of a university school for profoundly gifted pupils, as 32 33 applicable, governing such information.

(c) Use personally identifiable information concerning a pupil to create a profile of the pupil for any purpose not related to the instruction of the pupil provided by the school without the consent of the appropriate person described in paragraph (e) of subsection 1.

39 (d) Use personally identifiable information concerning a pupil 40 in a manner that is inconsistent with any contract governing the 41 activities of the school service provider for the school service in 42 effect at the time the information is collected or in a manner that 43 violates any of the provisions of sections 1.5 to 8.5, inclusive, of 44 this act.





1 (e) Knowingly retain, without the consent of the appropriate 2 person described in paragraph (e) of subsection 1, personally 3 identifiable information concerning a pupil beyond the period 4 authorized by the contract governing the activities of the school 5 service provider.

6 6. This section does not prohibit the use of personally 7 identifiable information concerning a pupil that is collected or 8 maintained by a school service provider for the purposes of:

9 (a) Adaptive learning or providing personalized or customized 10 education;

11 (b) Maintaining or improving the school service;

12 (c) Recommending additional content or services within a 13 school service;

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(d) Responding to a request for information by a pupil;

(e) Soliciting feedback regarding a school service; or

16 (f) Allowing a pupil who is at least 18 years of age or the 17 parent or legal guardian of any pupil to download, transfer, or 18 otherwise maintain data concerning a pupil.

19 7. A school service provider that violates the provisions of this 20 section is subject to a civil penalty in an amount not to exceed 21 \$5,000 per violation. The Attorney General may recover the 22 penalty in a civil action brought in the name of the State of 23 Nevada in any court of competent jurisdiction.

24 Sec. 7. 1. A school service provider shall establish and 25 carry out a detailed plan for the security of any data concerning 26 pupils that is collected or maintained by the school service 27 provider. The plan must include, without limitation:

(a) Procedures for protecting the security, privacy,
 confidentiality and integrity of personally identifiable information
 concerning a pupil; and

(b) Appropriate administrative, technological and physical
 safeguards to ensure the security of data concerning pupils.

2. A school service provider shall ensure that any successor entity understands that it is subject to the provisions of sections 1.5 to 8.5, inclusive, of this act and agrees to abide by all privacy and security commitments related to personally identifiable information concerning a pupil collected and maintained by the school service provider before allowing a successor entity to access such personally identifiable information.

40 Sec. 8. 1. Each school district and the governing body of a 41 charter school or a university school for profoundly gifted pupils, 42 as applicable, shall annually provide professional development 43 regarding the use of school service providers and the security of 44 data concerning pupils.





Teachers and other licensed educational personnel 1 2. employed by a school district, charter school or university school 2 3 for profoundly gifted pupils shall complete the professional 4 development provided pursuant to subsection 1.

5 Sec. 8.3. A school service provider may use and disclose information derived from personally identifiable information concerning a pupil to demonstrate the effectiveness of the 6 7 products or services of the school service provider, including, 8 9 without limitation, for use in advertising or marketing regarding 10 the school service so long as the information is aggregated or is 11 presented in a manner which does not disclose the identity of the 12 pupil about whom the information relates.

13 Sec. 8.5. A person or governmental entity may not waive or 14 modify any right, obligation or liability set forth in sections 1.5 to 15 8.5, inclusive, of this act. Any condition, stipulation or provision in 16 a contract which seeks to do so or which in any way conflicts with 17 the provisions of sections 1.5 to 8.5, inclusive, of this act is against 18 public policy and is void and unenforceable. 19

Sec. 9. NRS 391.31297 is hereby amended to read as follows:

391.31297 1. A teacher may be suspended, dismissed or not 20 21 reemployed and an administrator may be demoted, suspended, 22 dismissed or not reemployed for the following reasons: 23

- (a) Inefficiency;
- (b) Immorality;

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- (c) Unprofessional conduct;
- (d) Insubordination;
- 27 (e) Neglect of duty;
 - (f) Physical or mental incapacity;

(g) A justifiable decrease in the number of positions due to 29 30 decreased enrollment or district reorganization;

31 (h) Conviction of a felony or of a crime involving moral 32 turpitude;

- (i) Inadequate performance;
- (i) Evident unfitness for service;

(k) Failure to comply with such reasonable requirements as a 35 36 board may prescribe;

37 (1) Failure to show normal improvement and evidence of 38 professional training and growth;

39 (m) Advocating overthrow of the Government of the United States or of the State of Nevada by force, violence or other unlawful 40 41 means, or the advocating or teaching of communism with the intent 42 to indoctrinate pupils to subscribe to communistic philosophy;

43 (n) Any cause which constitutes grounds for the revocation of a 44 teacher's license;





1 (o) Willful neglect or failure to observe and carry out the 2 requirements of this title; 3

(p) Dishonesty;

4 (q) Breaches in the security or confidentiality of the questions 5 and answers of the examinations that are administered pursuant to NRS 389.550 or 389.805 and the college and career readiness 6

7 assessment administered pursuant to NRS 389.807.

8 (r) Intentional failure to observe and carry out the requirements 9 of a plan to ensure the security of examinations and assessments 10 adopted pursuant to NRS 389.616 or 389.620;

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(s) An intentional violation of NRS 388.5265 or 388.527;

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((t) Gross misconduct; or

(u) (t) An intentional failure to report a violation of NRS 13 14 388.135 if the teacher or administrator witnessed the violation.

15 If a teacher or administrator is found, through an 2. investigation of a testing irregularity, to have willfully breached 16 17 the security or confidentiality of the questions and answers of the 18 examinations that are administered pursuant to NRS 389.550 or 389.805 or the college and career readiness assessment 19 administered pursuant to NRS 389.807, the board of trustees of a 20 21 school district, governing body of a charter school or governing 22 body of a university school for profoundly gifted pupils, as applicable, shall: 23

(a) Suspend, dismiss or fail to reemploy the teacher; or

25 (b) Demote, suspend, dismiss or fail to reemploy the 26 administrator.

3. In determining whether the professional performance of a 27 28 licensed employee is inadequate, consideration must be given to the regular and special evaluation reports prepared in accordance with 29 30 the policy of the employing school district and to any written 31 standards of performance which may have been adopted by the 32 board.

[3.] 4. As used in this section, "gross misconduct" includes any 33 34 act or omission that is in wanton, willful, reckless or deliberate 35 disregard of the interests of a school or school district or a pupil 36 thereof.

37 Sec. 10. NRS 391.313 is hereby amended to read as follows:

1. Whenever 38 391.313 an administrator charged with 39 supervision of a licensed employee believes it is necessary to 40 admonish the employee for a reason that the administrator believes 41 may lead to demotion or dismissal or may cause the employee not to be reemployed under the provisions of NRS 391.31297, the 42 43 administrator shall:

44 (a) Except as otherwise provided in subsection 3, bring the 45 matter to the attention of the employee involved, in writing, stating



the reasons for the admonition and that it may lead to the
 employee's demotion, dismissal or a refusal to reemploy him or her,
 and make a reasonable effort to assist the employee to correct
 whatever appears to be the cause for the employee's potential
 demotion, dismissal or a potential recommendation not to reemploy
 him or her; and

7 (b) Except as otherwise provided in NRS 391.314, allow 8 reasonable time for improvement, which must not exceed 3 months 9 for the first admonition.

10 \rightarrow The admonition must include a description of the deficiencies of 11 the teacher and the action that is necessary to correct those 12 deficiencies.

13 2. An admonition issued to a licensed employee who, within 14 the time granted for improvement, has met the standards set for the 15 employee by the administrator who issued the admonition must be 16 removed from the records of the employee together with all 17 notations and indications of its having been issued. The admonition 18 must be removed from the records of the employee not later than 3 19 years after it is issued.

3. An administrator need not admonish an employee pursuant to paragraph (a) of subsection 1 if his or her employment will be terminated pursuant to NRS 391.3197.

4. A licensed employee is subject to immediate dismissal or a refusal to reemploy according to the procedures provided in NRS 391.311 to 391.3197, inclusive, without the admonition required by this section, on grounds contained in paragraphs (b), (f), (g), (h), (p) and $\frac{f(t)}{f(t)}$ (s) of subsection 1 of NRS 391.31297.

Sec. 11. NRS 391.3161 is hereby amended to read as follows:

391.3161 1. Each request for the appointment of a person to
serve as a hearing officer must be submitted to the Superintendent of
Public Instruction.

32 2. Within 10 days after receipt of such a request, the
33 Superintendent of Public Instruction shall request that the Hearings
34 Division of the Department of Administration appoint a hearing
35 officer.

36 3. The State Board shall prescribe the procedures for exercising 37 challenges to a hearing officer, including, without limitation, the 38 number of challenges that may be exercised and the time limits in 39 which the challenges must be exercised.

40 4. A hearing officer shall conduct hearings in cases of 41 demotion, dismissal or a refusal to reemploy based on the grounds 42 contained in <u>subsections</u> 1 *and* 2 of NRS 391.31297.

5. This section does not preclude the employee and the
superintendent from mutually selecting an attorney who is a resident
of this State, an arbitrator provided by the American Arbitration



Association or a representative of an agency or organization that
 provides alternative dispute resolution services to serve as a hearing
 officer to conduct a particular hearing.

Sec. 12. The provisions of sections 1.5 to 8.5, inclusive, of this act:

6 1. Apply to any agreement entered into, extended or renewed 7 on or after July 1, 2015, and any provision of the agreement that is 8 in conflict with those sections is void.

9 2. Apply on July 1, 2018, to any agreement entered into before 10 July 1, 2015.

11 Sec. 13. The provisions of NRS 354.599 do not apply to any 12 additional expenses of a local government that are related to the 13 provisions of this act.

14 Sec. 14. This act becomes effective on July 1, 2015.





