

FLOOR ALERT SB 327 (JACKSON) - OPPOSE

May 18, 2017

- TO: Members, California State Senate
- FROM: California Chamber of Commerce Advance Medical Technology Association Alliance of Automobile Manufacturers Association for Unmanned Vehicle Systems International Association of Home Appliance Manufacturers Association of National Advertisers California Automotive Business Coalition California Cable and Telecommunications Association

California Manufacturers and Technology Association California Retailers Association Civil Justice Association of California Computing Technology Industry Association - CompTIA **Consumer Technology Association** CTIA - The Wireless Association Data and Marketing Association Entertainment Software Association Internet Coalition Internet Association National Electrical Manufacturers Association Retail Industry Leaders Association Security Industry Association Self-Driving Coalition for Safer Streets State Privacy and Security Coalition TechNet Toy Association

SUBJECT: SB 327 (JACKSON) INFORMATION PRIVACY: CONNECTED DEVICES OPPOSE – AS AMENDED MARCH 20, 2017

The California Chamber of Commerce and the above organizations **STRONGLY OPPOSE SB 327.** This bill places unworkable, unnecessary and ineffective mandates on devices that connect to the Internet.

SB 327 is unworkable.

SB 327 would require manufacturers of connected devices to reengineer virtually every device sold in California. The bill requires all personal Internet connected devices to provide users with a visual, auditory or other warning when it is collecting information and the bill requires consumer consent for the collection of information. Today, many devices are not designed with this functionality because the collection of information is inherent to these devices. Ongoing notifications would be annoying at best and may interfere with the operation of the device. **SB 327** also requires notice on the packaging of connected devices that is more likely to confuse customers than help them make informed decisions about their purchase.

SB 327 is unnecessary.

There are federal and state laws that cover these devices so the requirements in **SB 327** are not necessary to provide protections to California residents. Existing law already requires manufacturers to implement reasonable privacy protections appropriate to the nature of the information they collect. Additionally, California's Online Privacy Protection Act was the first state law in the nation to require websites to post their privacy policies.

SB 327 may also be in conflict with the Children's Online Privacy Protection Act (COPPA), which gives parents control over what information can be collected from their children. COPPA covers a broad range of personal information and it preempts state laws that are inconsistent with its provisions, but the law allows for enforcement by state Attorneys General.

SB 327 is ineffective.

Because of the plethora of disclosures and warnings mandated by **SB 327**, consumers will be inundated by the information they receive and may ultimately ignore the warnings and protections they most need to see.

Everyday in California, new Internet connected devices are being developed to improve people's health, help the environment and save lives. SB 327 will impede the creation of these devices without providing benefits to consumers. VOTE NO ON SB 327!

cc: The Honorable Hannah-Beth Jackson Tom Dyer, Office of the Governor Mike Petersen, Senate Republican Caucus Senate Floor Analyses Margie Estrada Caniglia, Senate Judiciary Committee District Offices, Members, California State Senate