Fifty-eighth Legislative Assembly of North Dakota In Regular Session Commencing Tuesday, January 7, 2003

HOUSE BILL NO. 1179
(Industry, Business and Labor Committee)
(At the request of the Insurance Commissioner)

AN ACT to amend and reenact section 26.1-02-27 of the North Dakota Century Code, relating to disclosing nonpublic personal information.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. AMENDMENT. Section 26.1-02-27 of the North Dakota Century Code is amended and reenacted as follows:

26.1-02-27. Disclosing nonpublic personal information.

- 1. An insurance company, nonprofit health service corporation, or health maintenance organization may not disclose to a nonaffiliated third party a customer's nonpublic personal information contrary to the provisions of title V of the Gramm-Leach-Bliley Act [Pub. L. 106-102; 113 Stat. 1436] or contrary to the rules adopted by the commissioner under this section.
- <u>2. a.</u> The commissioner may shall adopt rules as may be necessary to carry out this section.
 - <u>b.</u> The rules must be consistent with and not more restrictive than the model regulation adopted by the national association of insurance commissioners entitled "Privacy of Consumer Financial and Health Information Regulation".
 - c. Notwithstanding subdivision b and subject to the exceptions, including the affiliate sharing exception provided for in the national association of insurance commissioner's model regulation, the rules may prohibit the disclosure of nonpublic personal health and financial information concerning an individual unless an authorization is obtained from the individual whose nonpublic personal health and financial information is sought to be disclosed.
- 3. This section does not create a private right of action.

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	Speaker of the House					President of the Senate		
	Chief Clerk of the House					Secretary of the Senate		
								the Fifty-eighth Lo e Bill No. 1179.
House Vote	: Y	eas	88	Nays	0	Absent	6	
Senate Vote	e: Y	eas	47	Nays	0	Absent	0	
Received by the Governor at M. on _								
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Filed in this office this day of					: 			, 2003,
at	_ o'clock	ζ	M.					
						Secre	etary of State	