Sixty-sixth Legislative Assembly of North Dakota

HOUSE BILL NO. 1138

Introduced by

Representatives Keiser, O'Brien

- 1 A BILL for an Act to amend and reenact subsection 2 of section 26.1-02-27 of the North Dakota
- 2 Century Code, relating to annual privacy notices.

3 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

4	SECTION	N 1. A	MENDMENT. Subsection 2 of section 26.1-02-27 of the North Dakota
5	Century Code is amended and reenacted as follows:		
6	2. a.	Tł	ne commissioner shall adopt rules necessary to carry out this section.
7	b. <u>a.</u>	The	rules must be consistent with and not more restrictive than the model
8		regu	lation adopted by the national association of insurance commissioners
9		entit	led "Privacy of Consumer Financial and Health Information Regulation".
0	c. b.	Noty	vithstanding subdivision $\frac{ba}{2}$ and subject to the exceptions, including the
11		affili	ate sharing exception provided for in the national association of insurance
2		com	missioners' model regulation, the rules may prohibit the disclosure of
3		non	public personal health and financial information concerning an individual
4		unle	ss an authorization is obtained from the individual whose nonpublic personal
5		heal	th and financial information is sought to be disclosed.
6	<u>C.</u>	The rules may not require an insurance company, nonprofit health service	
7		corp	oration, or health maintenance organization to provide an annual privacy
8		notic	ce if the insurance company, nonprofit health service corporation, or health
9		maintenance organization:	
20		<u>(1)</u>	Complies with nonaffiliated third party sharing rules adopted by the
21			commissioner; and
22		<u>(2)</u>	Has not changed the insurance company's, nonprofit health service
23			corporation's, or health maintenance organization's policies and practices
24			with regard to disclosing nonpublic personal information from the policies

- 1 and practices that were disclosed in the most recent notice sent to
- 2 <u>consumers.</u>