113TH CONGRESS	\mathbf{C}	
2D Session	5.	

To amend the Family Educational Rights and Privacy Act of 1974 to ensure that student data handled by private companies is protected, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. Markey (for himself and Mr. Hatch) introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To amend the Family Educational Rights and Privacy Act of 1974 to ensure that student data handled by private companies is protected, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Protecting Student
- 5 Privacy Act of 2014".
- 6 SEC. 2. FERPA IMPROVEMENTS.
- 7 Subsection (b) of section 444 of the General Edu-
- 8 cation Provisions Act (20 U.S.C. 1232g) (commonly re-

1	ferred to as the "Family Educational Rights and Privacy
2	Act of 1974") is amended—
3	(1) by redesignating paragraphs (4) through
4	(7) as paragraphs (8) through (11), respectively;
5	(2) by inserting after paragraph (3) the fol-
6	lowing:
7	"(4) No funds shall be made available under any ap-
8	plicable program to any educational agency or institution
9	unless the educational agency or institution establishes
10	implements, and enforces policies and procedures regard-
11	ing information security practices that—
12	"(A) serve to protect the education records and
13	personally identifiable information held or main-
14	tained by the educational agency or institution; and
15	"(B) require any outside party who maintains
16	or stores such personally identifiable information, in-
17	cluding contractors, volunteers, consultants, or other
18	authorized representatives, to follow the policies and
19	procedures required under this paragraph.
20	"(5) Notwithstanding any other provision of this sec-
21	tion or paragraph (2)(A), no funds shall be made available
22	under any applicable program to any educational agency
23	or institution that has a policy or practice of using, releas-
24	ing, or otherwise providing access to personally identifiable
25	information, as described in paragraph (2), in the edu-

1	cation records of a student to advertise or market a prod
2	uct or service.
3	"(6) Each State educational agency receiving funds
4	under an applicable program, and each educational agency
5	or institution, shall ensure that any person with access
6	to education records with personally identifiable informa
7	tion who is not an employee or officer of the educational
8	agency or institution (such as any contractor, volunteer
9	consultant, other authorized representative, or any other
10	entity) complies with the following:
11	"(A) Any education records that are held by the
12	person shall be handled and stored in a manner that
13	meets or surpasses the privacy protections that
14	would be provided if the records were held or stored
15	by an educational agency or institution in accord
16	ance with this section, to include providing parents
17	with—
18	"(i) the right to access the personally iden
19	tifiable information held about their students by
20	the person, to the same extent and in the same
21	manner as provided in subsection $(a)(1)$; and
22	"(ii) a process to challenge, correct, or de
23	lete any inaccurate, misleading, or otherwise in
24	appropriate data in any education records of
25	such student that are held by the person

1	through an opportunity for a hearing by the
2	agency or institution providing the person with
3	access, in accordance with subsection $(a)(2)$.
4	"(B) The person shall maintain a record of all
5	individuals, agencies, or organizations that have re-
6	quested or obtained access to the education records
7	of a student held by the person, in the same manner
8	as is required under paragraph (8).
9	"(C) The person shall have policies or proce-
10	dures in place regarding information security prac-
11	tices regarding the education records, in accordance
12	with paragraph (4).
13	"(7) No funds under any applicable program shall be
14	made available to any educational agency or institution,
15	or any State educational agency, unless the agency or in-
16	stitution has a policy or practice that—
17	"(A) promotes data minimization in order to
18	safeguard individual privacy by meeting any request
19	for student information with information that is not
20	personally identifiable if applicable; and
21	"(B) requires that all personally identifiable in-
22	formation on an individual student held by any per-
23	son other than the agency or institution, or an em-
24	ployee of the agency or institution, be destroyed
25	when—

1	"(i) the individual ceases to be a student
2	served by the agency or enrolled at the institu-
3	tion; and
4	"(ii) the person becomes aware the indi-
5	vidual is no longer a student."; and
6	(3) in paragraph (8)(A), as redesignated by
7	paragraph (1)—
8	(A) by inserting "who are employees or of-
9	ficers of the agency or institution" after "of
10	this subsection";
11	(B) by inserting ", including all persons
12	who are not employees or officers of the agency
13	or institution that receive access to the records
14	pursuant to subparagraph (A) or (C) of para-
15	graph (1)," after "agencies, or organizations";
16	and
17	(C) by inserting "and will describe the in-
18	formation shared with such person, agency, or
19	organization" after "obtaining this informa-
20	tion".