115TH CONGRESS 1ST SESSION	<b>S.</b>	

To amend the FAA Modernization and Reform Act of 2012 to provide guidance and limitations regarding the integration of unmanned aircraft systems into United States airspace, and for other purposes.

## IN THE SENATE OF THE UNITED STATES

Mr. Markey introduced the following	g bill; which	was read	twice	and	referred
to the Committee on					

## A BILL

- To amend the FAA Modernization and Reform Act of 2012 to provide guidance and limitations regarding the integration of unmanned aircraft systems into United States airspace, 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 "Drone Aircraft Privacy
  - 5 and Transparency Act of 2017".
  - 6 SEC. 2. FINDINGS.
  - 7 Congress finds the following:

1	(1) On February 14, 2012, President Obama
2	signed the FAA Modernization and Reform Act of
3	2012 (Public Law 112–95; 49 U.S.C. 40101 note)
4	into law, and sections 331 through 336 of such Act
5	require the Federal Aviation Administration to fully
6	integrate government, commercial, and recreational
7	unmanned aircraft systems, commonly known as
8	"drones", into United States airspace by October
9	2015.
10	(2) As the technology advances and the cost de-
11	creases—unmanned aircraft systems are already or-
12	ders of magnitude less expensive to purchase and op-
13	erate than piloted aircraft—the market for Federal,
14	State, and local government and commercial un-
15	manned aircraft systems is rapidly growing.
16	(3) It has been estimated there could be as
17	many as 2,700,000 commercial unmanned aircraft
18	systems sold annually in the United States by 2020.
19	(4) There will no doubt be many beneficial ap-
20	plications for unmanned aircraft systems, including
21	delivering goods, serving as early warning systems,
22	performing search and rescue missions, and pro-
23	viding critical aid to those in need.
24	(5) However, there also is the potential for un-
25	manned aircraft system technology to enable

1 invasive and pervasive surveillance without adequate 2 privacy protections, and currently, no explicit pri-3 vacy protections or public transparency measures 4 with respect to such system technology are built into 5 the law. 6 (6) Federal standards for informing the public 7 and protecting individual privacy with respect to un-8 manned aircraft systems are needed. SEC. 3. GUIDANCE AND LIMITATIONS REGARDING UN-10 MANNED AIRCRAFT SYSTEMS. 11 (a) IN GENERAL.—Subtitle B of title III of the FAA 12 Modernization and Reform Act of 2012 (Public Law 112– 13 95; 49 U.S.C. 40101 note) is amended by adding at the end the following new sections: 14 15 "SEC. 337. RULEMAKING. 16 "(a) IN GENERAL.—The Secretary of Transportation 17 shall establish procedures to ensure that the integration 18 of unmanned aircraft systems into the national airspace 19 system is done in compliance with the privacy principles. 20 "(b) Exception.—The procedures established under 21 subsection (a) shall not apply with respect to unmanned 22 aircraft systems operated for news-gathering activities protected by the First Amendment to the Constitution of the United States.

1	"SEC. 338. DATA COLLECTION STATEMENTS AND DATA
2	MINIMIZATION STATEMENTS.
3	"(a) In General.—Beginning on the date of the en-
4	actment of this section, the Secretary of Transportation
5	may not approve, issue, or award any certificate, license,
6	or other grant of authority to operate an unmanned air-
7	craft system in the national airspace system unless the
8	application for such certificate, license, or other grant of
9	authority includes—
10	"(1) a data collection statement in accordance
11	with the requirements of subsection (b) that provides
12	reasonable assurance that the applicant will operate
13	the unmanned aircraft system in accordance with
14	the privacy principles; and
15	"(2) in the case of such an unmanned aircraft
16	system that is to be operated by a law enforcement
17	agency or a law enforcement agency contractor or
18	subcontractor, a data minimization statement in ac-
19	cordance with the requirements of subsection (c)
20	that provides reasonable assurance that the appli-
21	cant will operate the unmanned aircraft system in
22	accordance with the privacy principles.
23	"(b) Data Collection Statement.—A data col-
24	lection statement under subsection (a), with respect to an
25	unmanned aircraft system, shall include information iden-
26	tifying—

1	"(1) the individuals or entities that will have
2	the power to use the unmanned aircraft system;
3	"(2) the specific locations in which the un-
4	manned aircraft system will operate;
5	"(3) the maximum period for which the un-
6	manned aircraft system will operate in each flight;
7	"(4) whether the unmanned aircraft system will
8	collect information or data about individuals or
9	groups of individuals, and if so—
10	"(A) the circumstances under which the
11	system will be used; and
12	"(B) the specific kinds of information or
13	data the system will collect about individuals or
14	groups of individuals and how such information
15	or data, as well as conclusions drawn from such
16	information or data, will be used, disclosed, and
17	otherwise handled, including—
18	"(i) how the collection or retention of
19	such information or data that is unrelated
20	to the specified use will be minimized;
21	"(ii) whether such information or data
22	might be sold, leased, or otherwise pro-
23	vided to third parties, and if so, under
24	what circumstances it might be so sold or
25	leased;

1	"(iii) the period for which such infor-
2	mation or data will be retained; and
3	"(iv) when and how such information
4	or data, including information or data no
5	longer relevant to the specified use, will be
6	destroyed;
7	"(5) the possible impact the operation of the
8	unmanned aircraft system may have upon the pri-
9	vacy of individuals;
10	"(6) the specific steps that will be taken to
11	mitigate any possible impact identified under para-
12	graph (5), including steps to protect against unau-
13	thorized disclosure of any information or data de-
14	scribed in paragraph (4), such as the use of
15	encryption methods and other security features that
16	will be used;
17	"(7) a telephone number or electronic mail ad-
18	dress that an individual with complaints about the
19	operation of the unmanned aircraft system may use
20	to report such complaints and to request confirma-
21	tion that personally identifiable data relating to such
22	individual has been collected;
23	"(8) in a case in which personally identifiable
24	data relating to an individual has been collected, a
25	reasonable process for the individual to request to

1	obtain such data in a timely and an intelligible man-
2	ner;
3	"(9) in a case in which a request described in
4	paragraph (8) is denied, a process by which the indi-
5	vidual may obtain the reasons for the denial and
6	challenge the denial; and
7	"(10) in a case in which personally identifiable
8	data relating to an individual has been collected, a
9	process by which the individual may challenge the
10	accuracy of such data and, if the challenge is suc-
11	cessful, have such data erased or amended.
12	"(c) Data Minimization Statement.—A data
13	minimization statement described in this subsection, with
14	respect to an unmanned aircraft system operated by a law
15	enforcement agency, contractor, or subcontractor de-
16	scribed in subsection (a)(2), shall detail the applicable—
17	"(1) policies adopted by the agency, contractor,
18	or subcontractor, as the case may be, that—
19	"(A) minimize the collection by the un-
20	manned aircraft system of information and data
21	unrelated to the investigation of a crime under
22	a warrant;
23	"(B) require the destruction of such infor-
24	mation and data, as well as of information and
25	data collected by the unmanned aircraft system

1	that is no longer relevant to the investigation of
2	a crime under a warrant or to an ongoing
3	criminal proceeding; and
4	"(C) establish procedures for the method
5	of such destruction; and
6	"(2) audit and oversight procedures adopted by
7	the agency, contractor, or subcontractor, as the case
8	may be, that will ensure that the agency, contractor,
9	or subcontractor, as the case may be, uses the un-
10	manned aircraft system in accordance with the pa-
11	rameters outlined in the data collection statement
12	and the statement required by this subsection.
13	"(d) Exception.—The procedures established under
14	subsections (a), (b), and (c) shall not apply with respect
15	to unmanned aircraft systems operated for news-gathering
16	activities protected by the First Amendment to the Con-
17	stitution of the United States.
18	"SEC. 339. DISCLOSURE OF APPROVED CERTIFICATES, LI-
19	CENSES, AND OTHER GRANTS OF AUTHORITY.
20	"(a) In General.—The Administrator of the Fed-
21	eral Aviation Administration shall make available on the
22	public Internet website of the Federal Aviation Adminis-
23	tration in a searchable format—

1	"(1) the name of each person or agency author-
2	ized to conduct civil or public unmanned aircraft
3	system operations;
4	"(2) the name of the owner of each unmanned
5	aircraft system described in paragraph (1);
6	"(3) the expiration date of the authorization de-
7	scribed in paragraph (1);
8	"(4) the contact information for each person
9	identified under paragraph (1) or (2), including a
10	telephone number and electronic mail address, sub-
11	ject to applicable privacy laws;
12	"(5) the tail number or other specific identifica-
13	tion number of each unmanned aircraft system au-
14	thorized to conduct operations, with a link to the
15	owner of the unmanned aircraft system;
16	"(6) the approved certificate, license, or other
17	grant of authority for each unmanned aircraft sys-
18	tem awarded a certificate, license, or other grant of
19	authority to operate in the national airspace system,
20	including any such certificate, license, or other grant
21	of authority awarded prior to the date of the enact-
22	ment of this section;
23	"(7) information detailing where, when, and for
24	what purpose each unmanned aircraft system will be
25	operated;

1	"(8) information detailing any data security
2	breach that occurs with regard to information col-
3	lected by an unmanned aircraft system;
4	"(9) a description of the technical capability of
5	each unmanned aircraft system, including whether
6	the system has cameras, thermal imaging capabili-
7	ties, mobile phone interception capabilities, facial
8	recognition capabilities, and license plate readers;
9	and
10	"(10) in the case of a certificate, license, or
11	other grant of authority awarded on or after the
12	date of the enactment of this section to operate an
13	unmanned aircraft system in the national airspace
14	system, the data collection statement described in
15	section 339(b) and, if applicable, the data minimiza-
16	tion statement described in section 339(c) required
17	with respect to such unmanned aircraft system.
18	"(b) Deadline.—The Administrator shall complete
19	the requirements under subsection (a) with regard to each
20	unmanned aircraft system—
21	"(1) in the case of a certificate, license, or
22	other grant of authority awarded before the date of
23	the enactment of this section, not later than 90 days
24	after such date of enactment; and

1	"(2) in the case of a certificate, license, or
2	other grant of authority awarded on or after the
3	date of the enactment of this section, as soon as is
4	practicable after the date of approval of such certifi-
5	cate, license, or other grant of authority.
6	"SEC. 340. WARRANTS REQUIRED FOR GENERALIZED SUR-
7	VEILLANCE.
8	"(a) In General.—A governmental entity (as de-
9	fined in section 2711 of title 18, United States Code) may
10	not use an unmanned aircraft system or request informa-
11	tion or data collected by another person using an un-
12	manned aircraft system for protective activities, or for law
13	enforcement or intelligence purposes, except pursuant to
14	a warrant issued using the procedures described in the
15	Federal Rules of Criminal Procedure (or, in the case of
16	a State court, issued using State warrant procedures) by
17	a court of competent jurisdiction, or as permitted under
18	the Foreign Intelligence Surveillance Act of 1978 (50
19	U.S.C. 1801 et seq.).
20	"(b) Exceptions.—
21	"(1) In general.—Subsection (a) shall not
22	apply in a case in which a governmental entity is
23	using an unmanned aircraft system in exigent cir-
24	cumstances (as defined in paragraph (2)).

1	"(2) Exigent circumstances defined.—Ex-
2	igent circumstances exist when—
3	"(A) a law enforcement entity reasonably
4	believes there is an imminent danger of death
5	or serious physical injury; or
6	"(B) a law enforcement entity reasonably
7	believes there is a high risk of an imminent ter-
8	rorist attack by a specific individual or organi-
9	zation and the Secretary of Homeland Security
10	has determined that credible intelligence indi-
11	cates there is such a risk.
12	"(3) REQUIRED DOCUMENTATION.—In the case
13	of a person operating an unmanned aircraft system
14	under an exception under paragraph (1), documenta-
15	tion justifying the exception shall be submitted to
16	the Secretary of Transportation not later than 7
17	days after the date of the relevant unmanned air-
18	craft system flight.
19	"(4) Information or data unrelated to
20	EXIGENT CIRCUMSTANCES.—A person operating an
21	unmanned aircraft system under an exception under
22	paragraph (1) shall minimize the collection by the
23	unmanned aircraft system of information and data
24	unrelated to the reason for the exception. If the un-
25	manned aircraft system incidentally collects any

- 1 such information or data while being operated under
- 2 that exception, the person operating the unmanned
- 3 aircraft system shall destroy the information and
- 4 data.
- 5 "(c) Prohibition on Information Sharing.—A
- 6 person may not intentionally divulge information collected
- 7 in accordance with this section with any other person, ex-
- 8 cept as authorized by law.
- 9 "(d) Prohibition on Use as Evidence.—If infor-
- 10 mation has been collected by means of use of an un-
- 11 manned aircraft system, no part of the contents of that
- 12 information and no evidence derived from that information
- 13 may be received in evidence in any trial, hearing, or other
- 14 proceeding in or before any court, grand jury, department,
- 15 officer, agency, regulatory body, legislative committee, or
- 16 other authority of the United States, a State, or a political
- 17 subdivision thereof unless that information is collected in
- 18 accordance with this section.
- 19 "(e) Injunction.—A person injured by an act in vio-
- 20 lation of this section may bring in an appropriate State
- 21 court or an appropriate district court of the United States
- 22 an action to enjoin such violation.".
- 23 (b) Definitions.—Section 331 of the FAA Mod-
- 24 ernization and Reform Act of 2012 (Public Law 112–95;
- 25 49 U.S.C. 40101 note) is amended—

1	(1) by redesignating paragraphs (4) through
2	(9) as paragraphs (7) through (13);
3	(2) by redesignating paragraph (3) as para-
4	graph (4);
5	(3) by inserting after paragraph (2) the fol-
6	lowing:
7	"(3) Law enforcement.—The term 'law en-
8	forcement' means—
9	"(A) any entity of the United States or of
10	a State, or political subdivision thereof, that is
11	empowered by law to conduct investigations of
12	or to make arrests for offenses; and
13	"(B) any entity or individual authorized by
14	law to prosecute or participate in the prosecu-
15	tion of such offenses."; and
16	(4) by inserting after paragraph (4), as redesig-
17	nated by paragraph (2), the following:
18	"(5) Privacy principles.—The term 'privacy
19	principles' means the principles described in Part
20	Two of the Organization for Economic Co-operation
21	and Development guidelines titled 'Annex to the
22	Recommendation of the Council of 23rd September
23	1980: Guidelines Governing The Protection Of Pri-
24	vacy And Transborder Flows Of Personal Data',

15 1 adopted by the Organization for Economic Co-oper-2 ation and Development on September 23, 1980. 3 "(6) Privacy protections.—The term 'pri-4 vacy protections' means protections that relate to 5 the use, collection, and disclosure of information and 6 data about individuals and groups of individuals.". 7 SEC. 4. ENFORCEMENT. 8 (a) Prohibited Conduct.— 9 (1) In general.—It shall be unlawful for a 10 person to operate an unmanned aircraft system in a 11 manner that is not in accordance with the terms of 12 a data collection statement submitted under section 13 338(a)(1) of the FAA Modernization and Reform 14 Act of 2012, as added by section 3, or in a manner 15 that violates any portion of the final rule required 16 under section 332(b)(1) of such Act insofar as such 17 portion relates to the procedures described in section 18 337 of such Act.

- (2) Regulations.—The Commission may promulgate regulations in accordance with section 553 of title 5, United States Code, to carry out paragraph (1) with respect to persons, partnerships, and corporations described in subsection (b)(3).
- 24 (b) Enforcement by Federal Trade Commis-
- 25 SION.—

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(1) UNFAIR OR DECEPTIVE ACTS OR PRAC-
TICES.—A violation of subsection (a) or the regula-
tions promulgated under such subsection shall be
treated as a violation of a regulation under section
18(a)(1)(B) of the Federal Trade Commission Act
(15 U.S.C. 57a(a)(1)(B)) regarding unfair or decep-
tive acts or practices.
(2) Powers of Commission.—The Commis-
sion shall enforce subsection (a) and the regulations
promulgated under such subsection in the same
manner, by the same means, and with the same
powers and duties as though all applicable terms
and provisions of the Federal Trade Commission Act
(15 U.S.C. 41 et seq.) were incorporated into and
made a part of this Act, and any violator shall be
subject to the penalties and entitled to the privileges
and immunities provided in the Federal Trade Com-
mission Act.
(3) Applicability.—Paragraphs (1) and (2)
shall apply—
(A) with respect to persons, partnerships
and corporations over which the Commission
has jurisdiction under section 5(a)(2) of the
Federal Trade Commission Act (15 U.S.C.
45(a)(2)) (except to the extent such person,

1	partnership, or corporation is a law enforce-
2	ment contractor or subcontractor); and
3	(B) notwithstanding such section, with re-
4	spect to air carriers and foreign air carriers.
5	(c) ACTIONS BY STATES.—
6	(1) CIVIL ACTIONS.—In any case in which the
7	attorney general of a State, or an official or agency
8	of a State, has reason to believe that an interest of
9	the residents of that State has been or is threatened
10	or adversely affected by an act or practice in viola-
11	tion of subsection (a) or a regulation promulgated
12	under such subsection, or by the operation of an un-
13	manned aircraft system in violation of the terms of
14	a data minimization statement submitted under sec-
15	tion 338(a)(2) of the FAA Modernization and Re-
16	form Act of 2012, as added by section 3, the State
17	may bring a civil action on behalf of the residents
18	of the State in an appropriate State court or an ap-
19	propriate district court of the United States to—
20	(A) enjoin the violation;
21	(B) enforce compliance with such sub-
22	section, regulation, or statement;
23	(C) obtain damages, restitution, or other
24	compensation on behalf of residents of the
25	State; or

1	(D) obtain such other legal and equitable
2	relief as the court may consider to be appro-
3	priate.
4	(2) Notice.—Before filing an action under this
5	subsection against a person, partnership, or corpora-
6	tion over which the Commission has jurisdiction
7	under section 5(a)(2) of the Federal Trade Commis-
8	sion Act (15 U.S.C. 45(a)(2)) (except to the extent
9	such person, partnership, or corporation is a law en-
10	forcement contractor or subcontractor) or an air car-
11	rier or foreign air carrier, the attorney general, offi-
12	cial, or agency of the State involved shall provide to
13	the Commission a written notice of that action and
14	a copy of the complaint for that action. If the attor-
15	ney general, official, or agency determines that it is
16	not feasible to provide the notice described in this
17	paragraph before the filing of the action, the attor-
18	ney general, official, or agency shall provide written
19	notice of the action and a copy of the complaint to
20	the Commission immediately upon the filing of the
21	action.
22	(3) Authority of the commission.—
23	(A) IN GENERAL.—On receiving notice
24	under paragraph (2) of an action under this

1	subsection, the Commission shall have the
2	right—
3	(i) to intervene in the action;
4	(ii) upon so intervening, to be heard
5	on all matters arising therein; and
6	(iii) to file petitions for appeal.
7	(B) Limitation on state action while
8	FEDERAL ACTION IS PENDING.—If the Commis-
9	sion or the Attorney General of the United
10	States has instituted a civil action for violation
11	of subsection (a) or a regulation promulgated
12	under such subsection (referred to in this sub-
13	paragraph as the "Federal action"), no State
14	attorney general, official, or agency may bring
15	an action under this subsection during the
16	pendency of the Federal action against any de-
17	fendant named in the complaint in the Federal
18	action for any violation as alleged in that com-
19	plaint.
20	(4) Rule of Construction.—For purposes of
21	bringing a civil action under this subsection, nothing
22	in this Act or any amendment made by this Act
23	shall be construed to prevent an attorney general
24	official, or agency of a State from exercising the
25	powers conferred on the attorney general, official, or

1	agency by the laws of that State to conduct inves-
2	tigations, administer oaths and affirmations, or com-
3	pel the attendance of witnesses or the production of
4	documentary and other evidence.
5	(d) Private Right of Action.—
6	(1) In general.—A person injured by an act
7	in violation of subsection (a) or the regulations pro-
8	mulgated under such subsection, or by the operation
9	of an unmanned aircraft system in violation of the
10	terms of a data minimization statement submitted
11	under section 338(a)(2) of the FAA Modernization
12	and Reform Act of 2012, as added by section 3, may
13	bring in an appropriate State court or an appro-
14	priate district court of the United States—
15	(A) an action to enjoin such violation;
16	(B) an action to recover damages for ac-
17	tual monetary loss from such violation, or to re-
18	ceive up to \$1,000 in damages for each such
19	violation, whichever is greater; or
20	(C) both such actions.
21	(2) Intentional violations.—If the defend-
22	ant committed a violation described in paragraph
23	(1), and intended to do so, the court may increase
24	the amount of the award to an amount equal to not

1	more than 3 times the amount available under para-
2	graph (1)(B).
3	(3) Costs.—The court shall award to a pre-
4	vailing plaintiff in an action under this subsection
5	the costs of such action and reasonable attorney's
6	fees, as determined by the court.
7	(4) Limitation.—An action may be com-
8	menced under this subsection not later than 2 years
9	after the date on which the person first discovered
10	or had a reasonable opportunity to discover the vio-
11	lation.
12	(5) Nonexclusive remedy.—The remedy pro-
13	vided by this subsection shall be in addition to any
14	other remedies available to the person.
15	(e) Suits Against Governmental Entities.—
16	Notwithstanding the Federal Trade Commission Act (15
17	U.S.C. 41 et seq.), a suit under subsection (c) or (d) may
18	be maintained against a governmental entity.
19	(f) LICENSE REVOCATION.—The Federal Aviation
20	Administration shall revoke the certificate, license, or
21	other grant of authority to operate an unmanned aircraft
22	system if such system is operated in a manner that—
23	(1) is not in accordance with the terms of—
24	(A) a data collection statement submitted
25	under subsection (a)(1) of section 338 of the

1	FAA Modernization and Reform Act of 2012
2	as added by section 3; or
3	(B) a data minimization statement sub
4	mitted under subsection (a)(2) of such section
5	or
6	(2) violates any portion of the final rule re
7	quired under section 332(b)(1) of such Act insofar
8	as such portion relates to the procedures described
9	in section 337 of such Act, as added by section 3
10	(g) Violations.—Each day on which each un
11	manned aircraft system is operated in violation of sub
12	section (a), or the regulations promulgated under such
13	subsection, or the terms of a data minimization statement
14	submitted under section 338(a)(2) of the FAA Moderniza
15	tion and Reform Act of 2012, as added by section 3, shall
16	be treated as a separate violation.
17	(h) Definitions.—In this section:
18	(1) AIR CARRIER; FOREIGN AIR CARRIER.—The
19	terms "air carrier" and "foreign air carrier" have
20	the meanings given those terms in section 40102 or
21	title 49, United States Code.
22	(2) Commission.—The term "Commission"
23	means the Federal Trade Commission.
24	(3) Law enforcement.—The term "law en
25	forcement" has the meaning given such term in sec

1 tion 331 of the FAA Modernization and Reform Act 2 of 2012, as amended by section 3. 3 (4) STATE.—The term "State" means each of 4 the several States, the District of Columbia, each 5 commonwealth, territory, or possession of the United 6 States, and each federally recognized Indian tribe. 7 (5) Unmanned Aircraft System.—The term "unmanned aircraft system" has the meaning given 8 9 such term in section 331 of the FAA Modernization 10 and Reform Act of 2012 (49 U.S.C. 40101 note). SEC. 5. MODEL AIRCRAFT PROVISION. 12 Nothing in this Act may be construed to apply to model aircraft (as defined in section 336(c) of the FAA

Modernization and Reform Act of 2012 (Public Law 112–

95; 49 U.S.C. 40101 note)).

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