

CONNECTICUTConsumer Privacy Act

PROVIDED BY BAKER DONELSON Last updated: January 2025

Please note this is a highlighted overview and not a complete overview of privacy laws for this state. If you would like a complete review of this state's privacy laws or a multi-state privacy compliance cheat sheet on specific topics, please contact Vivien Peaden at vpeaden@bakerdonelson.com.

Disclaimer: These materials do not constitute legal advice and should not be substituted for the advice of legal counsel.

BAKER_DONELSON www.bakerdonelson.com

The Connecticut Consumer Privacy Act

Effective Date: July 1, 2023, further amended by Senate Bill 3 in June 2023.

1. Applicability Thresholds: Subject to certain entity-level and data-level exemptions, this law applies to any individual or legal entity doing business in the State of Connecticut or producing products or services targeted to Connecticut residents (consumer), that during the preceding calendar year, controlled or processed either:



100,000+ Connecticut consumers' personal data (**excluding** payment transaction data);

or



25,000+ Connecticut consumers' personal data <u>and</u> derive more than **25 percent of its revenue** from the sale of personal data.

2. Key Definitions:



Sales of Personal Data: Similar to California, "sales of personal data" is broadly defined as "the exchange of personal data for monetary or other valuable consideration by a Controller to a third party."

3. Business Obligations for Processing Activities Presenting Heightened Risks to Consumers: The CTDPA imposes additional obligations on persons who, alone or jointly with others, determine the purposes and means of processing personal data (Controller):



Heightened Protection for Minors Under the Age of 18:

- The CTDPA defines "Minor" as any consumer under 18 years of age.
- Effective October 1, 2024, any Controller offering online services, products, or features to Minors shall:
 - use reasonable care to avoid a heightened risk of harm;



Enhanced Protection for Consumer Health Data: The CTDPA amendment passed in June 2023 expanded the scope of "sensitive data" to include "**consumer health data**".

- The CTDPA amendment prohibits: (1) providing consumer health data to employees or contractors unless they are subject to a contractual or statutory duty of confidentiality; (2) using geofences near mental, reproductive, and sexual health facilities for "identifying, tracking, collecting data from or sending any notification to a consumer regarding the consumer's consumer health data"; and (3) selling consumer health data without consent.
- **4. Additional Controller Obligations:** In addition to responding to various Consumer rights, a Controller must comply with the following responsibilities:



Data Processing Agreement (DPA): Processing activities by a supplier (**Processor**) shall be governed by a DPA between the Controller and Processor.



Data Protection Assessment. Yes, where processing activities present a heightened risk of harm to Consumers (including Minors), including targeted advertising, sales of personal data, and profiling among others.



Privacy Notice: A Controller must provide consumers with a privacy notice. In addition, a Controller must clearly and conspicuously disclose the sale of consumer data or the use of data for targeted advertising.



Universal Opt-out Mechanism: Beginning <u>January 1, 2025</u>, Controllers must allow consumers to opt out of any processing of consumer personal data for the purposes of targeted advertising and/or sale.

5. Consumer Rights: Subject to certain exceptions, a Connecticut consumer has the right to:



Confirm whether or not a Controller is processing its personal data, and **access** the categories of data being processed;



Correct inaccuracies in the consumer's personal data;



Delete personal data provided by, or obtained about, the consumer;



Obtain a copy of their personal data processed by the Controller (known as **Data Portability**); and



Opt-out of data processing for targeted advertising, sales of personal data, and profiling for solely automated decisions producing legal or similarly significant effects.

6. Enforcement and Penalties:



Private Right of Action: None



Penalties: Up to \$5,000 per violation in accordance with the Connecticut Unfair Trade Practices Act.



Cure Period: 60-day cure period. Beginning January 1, 2025, the Connecticut attorney general **may** grant a cure period after issuing a notice of violation, taking into consideration factors such as the number of violations, the size and complexity of the violations, the sensitivity of the data, the substantial likelihood of injury to the public, and other factors.