

A-Engrossed
Senate Bill 643

Ordered by the Senate April 21
Including Senate Amendments dated April 21

Sponsored by Senator RINGO; Representatives AVAKIAN, GALIZIO, GREENLICK, KITTS, SHIELDS

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

[Allows state institution of higher education to contract with financial institution to provide student services. Specifies conditions under which services will be provided. Prohibits state institution from releasing student's financial information without student's written consent.]

[Declares emergency, effective on passage.]

Allows state institution of higher education to contract with private contractor to provide service of facilitating disbursement of funds to students. Imposes conditions if student's personally identifiable information is necessary to administer disbursement.

Takes effect on July 1, 2006.

A BILL FOR AN ACT

Relating to higher education contracts; and prescribing an effective date.

Be It Enacted by the People of the State of Oregon:

SECTION 1. (1) As used in this section, "personally identifiable information" means a student's Social Security number and gender or a student's Social Security number and date of birth.

(2) A state institution of higher education may enter into a contract with a private contractor to provide the service of facilitating the disbursement of funds to students. If a student's personally identifiable information is necessary to administer the disbursement of funds under the contract, the institution must:

(a) Obtain from a student a written election to receive the contracted services;

(b) Provide any alternative method of disbursement of funds at no additional cost to a student who does not elect to receive those services from a private contractor;

(c) Not release to a private contractor personally identifiable information about a student who elects to receive disbursement services from the private contractor without first obtaining from the student a written consent to release the personally identifiable information; and

(d) Provide to a student a written description of the purposes for which a private contractor may use the student's personally identifiable information.

SECTION 2. Section 1 of this 2005 Act first applies to contracts entered into or renewed on or after the effective date of this 2005 Act.

SECTION 3. This 2005 Act takes effect on July 1, 2006.

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.