## **LEGISLATIVE BILL 1092**

Approved by the Governor April 16, 2024

A BILL FOR AN ACT relating to civil liability; to adopt the Online Age Verification Liability Act.

Be it enacted by the people of the State of Nebraska,

Sections 1 to 5 of this act shall be known and may be cited as the Online Age Verification Liability Act.
Sec. 2. For purposes of the Online Age Verification Liability Act:

- (1) Commercial entity includes a corporation, limited liability company, partnership, limited partnership, sole proprietorship, or other recognized entity;
- (2) Digitized identification card means a data file that contains all of the data elements visible on the face and back of a government-issued operator's license or identification card and displays the current status of the license or card;
- (3) Distribute means to issue, sell, give, provide, deliver, transfer, transmute, circulate, or disseminate by any means;
- (4) Internet utility means an Internet service provider, a search engine, a cloud service provider or an affiliate or subsidiary of any such provider or search engine;
- (5) Material harmful to minors means any material to which all of the following apply:
- (a) The average person, applying contemporary community standards, would find, taking the material as a whole and with respect to its consumption by minors, that such material is designed to appeal to or pander to the prurient <u>interest;</u>
- (b) The material is patently offensive to prevailing standards in the adult community as a whole with respect to its consumption by minors; and
- (c) The material taken as a whole lacks serious <u>literary</u>, <u>artistic</u>, political, or scientific value for minors;
  - (6) Minor means any person under eighteen years of age;
  - (7) News-gathering organization means any of the following:
- (a) A newspaper, news publication, or news source, printed or on an online or mobile platform, of current news and public interest, or any employee of such organization while acting within the scope of employment for such organization; or
- (b) A radio broadcast station, television broadcast station, cable television operator, or wire service operator, or any employee of such organization while acting within the scope of employment for such organization;
- (8) Publish means to communicate or make information available to another person or entity on a publicly available Internet website;
- (9) Reasonable age verification method means a process to verify that the person attempting to access the material is at least eighteen years of age or older through the use of (i) a digitized identification card, including a digital copy of a driver's license, (ii) a government-issued identification, (iii) a financial document or other document that is a reliable proxy for age, or (iv) any commercially reasonable method that relies on public or private transactional data to verify the age of the person attempting to access the material;
- (10) Substantial portion means an amount which is more than one-third of the total material on a website; and
- (11) Transactional data means a sequence of information that documents an exchange, agreement, or transfer between an individual, commercial entity, or third-party used for the purpose of satisfying a request or event and includes records from mortgage, education, and employment entities.
- Sec. 3. (1) A commercial entity shall not knowingly and intentionally publish or distribute material harmful to minors on the Internet on a website that contains a substantial portion of such material unless the entity uses a reasonable age verification method to verify the age of an individual attempting to access the material.
- (2) A commercial entity or third party that performs an age verification required by this section shall not retain any identifying information of the individual after access has been granted to the material.
- Sec. 4. (1) A person aggrieved by a violation of section 3 of this act may bring a civil action against the commercial entity or third party which engaged in that violation to recover such relief as may be appropriate.
  - (2) In an action under this section, appropriate relief includes:
- (a) Such preliminary and other equitable or declaratory relief as may be appropriate;

  - (b) Damages under subsection (3) of this section; and (c) At the discretion of the court, reasonable attorney's fees and other

2024

LB1092 LB1092 2024

<u>litigation costs reasonably incurred.</u>

(3)(a) A minor or a parent or guardian of such minor aggrieved by a violation of subsection (1) of section 3 of this act may recover actual damages caused by such violation.

- (b) An individual whose information was retained in violation of subsection (2) of section 3 of this act may recover actual damages caused by such violation.
- Sec. 5. (1) The Online Age Verification Liability Act shall not apply to news-gathering organization or any bona fide news or public interest broadcast, website video, or report.
- (2) An Internet utility does not violate the Online Age Verification Liability Act solely by providing access or connection to or from a website or other information or content on the Internet or a facility, system, or network not under the Internet utility's control, including transmitting, downloading, or storing data or providing access, to the extent that such Internet utility is not responsible for the creation of the content that constitutes material <u>harmful</u> to minors.