

Testimony of JAKE LESTOCK CTIA

In Opposition to Maryland HB 33 Before the Maryland House Economic Matters Committee

February 22,2023

Chair Wilson, Vice-Chair Crosby, and members of the committee, on behalf of CTIA[®], the trade association for the wireless communications industry, I submit this testimony in opposition to House Bill 33. This bill places businesses under a strong threat of litigation with little benefit for consumers.

HB 33 is modeled after a biometric privacy law in Illinois, enacted in 2008, which has led to myriad lawsuits and little consumer protection. Maryland should not look to replicate this problematic law. The private right of action contained in HB 33 would subject companies to the risk of expensive litigation that primarily benefits the plaintiffs' bar and offers little relief to consumers. This has shown true in Illinois, where at the end of 2019, nearly 300 lawsuits were filed regarding their law – almost four times the total for 2018, the previous high watermark. Through September of 2021, according to a search of court filings, plaintiffs' lawyers have filed over 900 cases alleging violations under the BIPA law in Illinois.¹ These

¹ <u>https://instituteforlegalreform.com/research/ilr-briefly-a-bad-match-illinois-and-the-biometric-information-privacy-act/</u>

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lawsuits have targeted businesses both large and small for alleged technical violations linked to collecting, using, and sharing biometric identifiers, like those indicated in HB 33.

Moreover, for over 20 years, the Federal Trade Commission has developed and enforced an effective privacy framework that applies to all players in the internet ecosystem. The FTC is an active consumer privacy enforcer. It has brought over 500 enforcement actions protecting consumer privacy. Through these enforcement actions, as well as through extensive policy guidance, the FTC has articulated a consumer privacy framework in which more sensitive personal information including biometric or genetic information, is generally subject to heightened protections, while there is greater flexibility to collect, use, and disclose non-sensitive information. In addition, the Maryland Attorney General already has the authority to address unfair or deceptive acts or practices relating to consumer privacy under state consumer protection laws. Because of these existing federal and state measures, and other privacy laws, biometric data is already protected.

This bill raises complex issues and replicates a litigious statute, which was passed over a decade ago and has not been enacted in any other state. It is not a path that Maryland should follow. As stated, passage of this legislation open up businesses to the threat of abusive litigation. Accordingly, CTIA respectfully requests that you not move this legislation. Thank you for your consideration.

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