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Protecting Kids Online – Part II



By Julia Jacobson, Alan Friel & Sasha Kiosse on February 27, 2024

In 2023, we analyzed the laws in <u>Arkansas</u>, <u>Texas</u> and <u>Utah</u> that require age verification and parental consent before allowing minors to create accounts on social media and other interactive platforms. A similar law – <u>Secure Online Child Interaction And Age Limitation (SOCIAL) Act</u> – was passed in Louisiana, which has an in-force date of July 1, 2024. Ohio legislators also enacted

the <u>Parental Notification by Social Media Operators Act</u> (Ohio Act). All of these laws have requirements that are similar to the proposed federal law titled "Kids Online Safety Act" (<u>KOSA</u>), which we explain in a <u>companion post</u>).

We also <u>reported</u> on the constitutional challenges to the Arkansas Social Media Safety Act (SMSA). NetChoice, an industry group, sued Arkansas, calling SMSA "the latest attempt in a long line of government efforts to restrict new forms of expression based on concerns that they harm minors." NetChoice's complaint <u>alleges</u> that SMSA violates Arkansans' First Amendment rights and also contravenes the <u>Commerce Clause</u> of the U.S. Constitution by regulating "commercial and speech-related activities that occur wholly outside Arkansas" (Count Four), among other arguments. SMSA was preliminarily <u>enjoined</u> on August 31, 2023.

NetChoice also <u>sued</u> the State of Ohio to enjoin enforcement of the Ohio Act. On January 9, 2024,U.S. District Court Judge Algenon Marbley issued an <u>Opinion and Order</u> preventing Ohio's Attorney General from enforcing the Ohio Act. On December 18, 2023, NetChoice filed a similar <u>lawsuit</u> in Utah's U.S. District Court against Utah's Attorney General seeking to enjoin enforcement of Utah's SMRA.

Despite these federal injunctions, Florida's legislature **just** (February 23, 2024) passed a **law** requiring certain social media platforms to prohibit certain Florida minors from creating new accounts and to verify the age of account holders. The Florida law consists of three operative sections that take effect on July 1, 2024. Section 1 relates to age verification for minor social accounts and certain parental controls, Section 2 relates to age verification for online access to "material harmful to minors and Section 3 sets out the requirements for an "anonymous age verification method." The Florida Attorney General's Office may issue regulations for Part 1 and Part 2.

Section 1

- Section 1 applies to a "social media platform", which is defined as online forum that uses "algorithms" or has "addictive features" (Fla.Stat.§ 501.1736(1)(g)). If 10% of the "daily active users" (i.e., unique users who use the social media platform at least "80% of the days during the previous 12 months" (Fla.Stat.§ 501.1736(1)(d)) who are under age 16 use the social media platform an average of at least 2 hours per day, then the social media platform must:
 - i. Not enter into a "contract" with the user to become an account holder, which is defined as a Florida resident identifiable by a unique identifier (Fla.Stat.§ 501.1736(2)(a)1); allowing a user to use the social media platform is deemed entering into a contract with the minor (Fla.Stat. § 501.1736(7))

- ii. Verify the age of each account holder and deny an account to anyone who is not verified as age 16 or older (Fla.Stat.§ 501.1736(2)(a)2)
- iii. Terminate the account of an account holder that the social media platform knows or "has reason to believe" is under age 16 but subject to the account holder's right to dispute termination by verifying age (Fla.Stat.§ 501.1736(3)(b)1)
- iv. Allow the minor or the minor's parent to terminate the account (Fla.Stat. § 501.1736(3) (b)2-3)
- v. Permanently delete and personal information associated with the terminated account unless required by law to retain (Fla.Stat.§ 501.1736(3)(b)4).
- Age verification must use a "standard" method" and/or an "anonymous age verification method" (described below).
- A knowing or reckless violation of the above requirements is subject to enforcement by the Florida Attorney General's Office with civil penalties up to \$50,000 per violation plus attorney fees and court cost plus punitive damages for a consistent pattern of violation.
- A private right of action in the name of the minor is available if the social media platform fails to terminate the account within the required time, i.e., within five (5) business days (for a minor's request) and 10 business days (for a parent's request) (Fla.Stat.§ 501.1736(4)(a)). The court may award up to \$10,000 per claimant if the civil action is brought within one year after the violation.

<u>Section 2</u>

- Any business that operates an online service through which the business knowingly and
 intentionally publishes or distributes material harmful to minors online must use an
 anonymous age verification method (described below) to prevent access to minors (under
 age 18). The online service also must include 33.3% or more of material harmful to minors.
- In Section 2, material harmless to minors is broadly and indefinitely defined as material that:
 - "The average person applying contemporary community standards would find, taken as a whole, appeals to the prurient interest;
 - Depicts or describes, in a patently offensive way, sexual conduct as specifically defined in <u>s. 847.001(19)</u>; and
 - When taken as a whole, lacks serious literary, artistic, political, or scientific value for minors.

- Bona fide news and public interest broadcasts and sources and ISPs and their employees are excluded.
- A knowing or reckless violation of Section 2 requirements is subject to enforcement by the Florida Attorney General's Office with civil penalties up to \$50,000 per violation plus attorney fees and court cost plus punitive damages for a consistent pattern of violation. A private right of action in the name of the minor Floridan is available if the operator fails to prohibit of block the material harmful to minors. The court may award up to \$10,000 per claimant if the civil action is brought within one year after the violation.

Section 3

- In Fla.Stat. § 501.1738, an "anonymous age verification method" must be conducted by a U.S. non-governmental independent third party. The third party is not permitted to retain, use or share personal information for any purpose other than age verification and must deploy reasonable security procedures to protection the personal information from unlawful processing. The Florida law does not provide any specifications for a "standard age verification method" other than the method must be "commercially reasonable" and "approved by the social media platform" (Fla.Stat. § 501.1736(1)(h)).
- A social media platform that knowingly or recklessly violates the requirements for an anonymous age verification method is subject to enforcement by the Florida Attorney General's Office with civil penalties up to \$50,000 per violation plus attorney fees and court costs (Fla.Stat. § 501.1736(1)3b).

So far, Louisiana's SOCIAL Act and the Texas SCOPE Act have both escaped a similar challenge in federal court. NetChoice has actively opposed Louisiana's SOCIAL Act (see <u>testimony</u> and <u>debate</u>). Texas is, however, currently party to two lawsuits involving constitutional claims. One relates to a law that restricts minors' online access to "sexual material harmful to minors", which was preliminarily <u>enjoined</u> on August 31, 2023 and is under appeal. Texas and Florida also are <u>defending</u> their social media content moderation laws before the U.S. Supreme Court. The issue before the Court is whether the <u>First Amendment</u> to the U.S. Constitution prohibits social media platforms from making editorial choices about whether and how to publish and disseminate content. (The Florida law was <u>enjoined</u> by the 11th Circuit but the <u>Texas law</u> was upheld by the 5th Circuit.) Oral arguments were heard on February 26, 2024.

Please see our table below comparing the Arkansas, Texas and Utah laws updated to include the similar laws in Louisiana, Ohio and Florida.

Please contact the authors for more information.

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The following is a chart comparing key provisions of the minor social media accounts laws in Utah, Arkansas, Texas, Louisiana, Ohio, and Florida (as of February 23, 2024)

Торіс	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
Applies to*	"Social media	"Social media	"Digital service	"Social media	"Operators"	"Social media
	platforms" and	platforms" and	providers"	platforms" and	that operate	platform",
	"social media	"social media	which means	"social media	an online	which is
	companies,"	companies,"	controllers	companies,"	service that	defined
	which are	which are	that	which are	behaves as a	broadly and
	defined	defined	own/operate a	defined	social media	requires that
	broadly. The	broadly. The	digital service	broadly. The	platform. The	the platform
	law contains	law contains	that behaves	law contains	law contains 2	uses
	24 exceptions	15 exceptions	as a social	24 exemptions	exemptions	algorithms or
	that generally	that generally	media	that generally	that generally	has addictive
	track the	track the	platform	track the	track the	features. Emai
	typical	typical	broadly. The	typical	typical	and direct
	definition of a	definition of a	law includes 11	definition of	definition of	messaging
	social media	social media	exceptions	social media	social media	services are
	platform. The	platform. The	that generally	platform. The	platform.	exempt.
	law applies to	law applies to	track the	law applies to		
	social media	social media	typical	social media		
	companies	platforms that	definition of a	companies		
	with at least 5	have	social media	with at least 5		
	million users	generated at	platform.	million account		
	worldwide.	least \$100		holders		
		million in		worldwide.		
		annual gross				
		revenue.				
In force	March 1, 2024	September 1,	September 1,	July 1, 2024	January 15,	July 1, 2024
	(challenged by	2023	2024		2024	
	<u>lawsuit filed</u>	(enforcement			(enforcement	
	<u>December 18,</u>	enjoined as of			enjoined as of	
	<u>2023</u>)				01/09/24)	

Торіс	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
		August 31, 2023)				
Regulations forthcoming	Yes	n/a	Yes – By the Texas Education Agency* and only for school districts and open enrollment charter schools. Requires a joint legislative committee to conduct a study about the "effects of media on minors".	Yes – "May adopt rules that provide examples" of acceptable processes for a social media company to conduct age verification; for an individual to verify age and for a parent/ guardian to confirm consent (§1752.D).	n/a	Yes

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Key Requirements

Торіс	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
Verify the age of all account holders.	Yes	Yes – Verification by a third-party	Yes – Heightened verification	Yes – Using commercially reasonable	n/a – Parental consent required if	Yes – Using a standards method (i.e.,
		vendor required	requirements for digital services that	efforts appropriate to the risks"	service is "reasonably anticipated to	"commercially reasonable" and "approved
			knowingly distribute	§1752.A.	be accessed by children".	by the social media
						platform") or

Topic	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
			harmful material.			anonymous age verification method as per Fla.Stat. § 501.1738.
Minor	Age 18 or younger	Age 18 or younger	Age 18 or younger	Minor is "under the age of sixteen and is not emancipated or married"	Minor is "any consumer of an online web site, service, or product who is under the age of sixteen and who is not emancipated."	An "account holder" who is under age 16.
Parental controls for minors' account including privacy, access times and security settings.	Yes – Parental controls that allow for viewing all of the minor's posts and responses and messages sent to/by the minor account holder; change or eliminate the minor's permitted access time	n/a	Yes – Parental controls for "privacy and account settings", allowing certain otherwise restricted activities and limiting the minor's access times	Yes – "Account supervision" includes "the ability for the parent to view privacy settings of the minor's account, set daily time limits for the service, schedule breaks, and offer the minor the option to set up parental notifications when the minor reports	Operator must "present to the child's parent or legal guardian a list of the features offered by an operator's online web site, service, or product related to censoring or moderating content, including any features that can be disabled for a particular	Yes – "Confirmed" parent can request deletion of account for account holder under age 16.

Topic	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
				a person or	profile" and	
				issue"	provide "a web	
					site link at	
					which the	
					parent or legal	
					guardian may	
					access and	
					review the list	
					of features" (§	
					349.09 B)	
Heightened default privacy settings for minors' accounts.	Yes	n/a	Yes	n/a	Same as above	n/a
Handling	No collection	No retention of	Collection and	Prohibits	Same as above	Social media
personal	or use of any	any identifying	use of the	collection or		platform must
information	personal	information of	minor's	use of		delete all
	information	the minor after	personal	personal		personal
	from the	access to the	information	information		information
	minor's posts,	platform is	restricted to	other than		associated
	content,	granted	what is	information		with a
	messages,		reasonably	beyond what is		terminated
	text, or usage		necessary to	adequate,		account
	activities other		provide the	relevant, and		
	than as		digital service.	reasonably		
	necessary to			necessary in		
	comply			relation to the		
	with law			purposes for		
				which such		
				information is		
				collected, as		
				disclosed.		
				§1753		

Topic	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
Prevent minor's from engaging in financial transactions through the digital service unless parent changes such setting.	n/a	n/a	Yes	n/a	Same as above	n/a
Content filtering for minors	Yes – No "suggestions" of groups, services, posts, etc.	n/a	Yes – Prevent minor's exposure to "harmful material" or certain other content	n/a	Same as above	Yes –Any business that operates an online service (vs. social media platform only) through which the business knowingly and intentionally publishes or distributes material harmful to minors online must age verify
No advertising to minors' accounts	Yes	n/a	Yes – Digital service provider cannot display targeted ads to known	Yes – Prohibits "display of any advertising in the account based on the Louisiana	Same as above	n/a

Торіс	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
			minors and	minor account		
			must use	holder's		
			"commercially	personal		
			reasonable"	information,		
			efforts to	except age and		
			prevent	location"		
			advertisers			
			from targeted			
			known minors			
			with			
			advertising for			
			illegal			
			products/			
			services/			
			activities			

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Enforcement

Topic	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
Civil Penalties	Yes	Yes**	Yes	Yes	Yes (§1349.09 H)	Yes
Cure Period	Yes	n/a	n/a	Yes – 45 days	Yes – 90 days "if an operator is in substantial compliance with this section, the attorney general shall provide written notice to the operator	No

Торіс	UT SMRA	AR SMSA	TX SCOPE Act	LA SOCIAL Act	Ohio	Florida
					before	
					commencing a	
					civil action"	
					(§1349.09 M)	
Private Right	Yes – On and	Yes - \$2,500	Yes – The	n/a	n/a (§1349.09	Yes – if the
of Action	after March 1,	per violation or	parent or		G)	social media
	2024, \$2,500	court ordered	guardian of a			platform fails
	per violation or	damages as	minor may			to terminate
	actual	well as court	seek a			the account
	damages "for	costs and	declaratory			within the
	financial,	reasonable	judgement or			required time
	physical, and	attorney's fees.	injunction			(within five (5)
	emotional					business days
	harm incurred					when minor
	by the person					requests
	bringing the					termination
	action, if the					and 10
	court					business days
	determines					when parent
	that the harm					requests
	is a direct					termination
	consequence					
	of the					
	violation"					

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