S.B. No. 2881 1-1 By: Hughes, Hall 1-2 1-3 (In the Senate - Filed March 14, 2025; April 7, 2025, read time and referred to Committee on State Affairs; first April 15, 2025, reported favorably by the following vote: Yeas 9, Nays 0; April 15, 2025, sent to printer.) 1-4

1-6 COMMITTEE VOTE

1-7		Yea	Nay	Absent	PNV
1-8	Hughes	X	-		
1-9	Paxton	X			
1-10	Bettencourt	X			
1-11	Birdwell			X	
1-12	Hall	Χ			
1-13	Hinojosa of Nueces	X			
1-14	Middleton	X			
1-15	Parker	X			
1-16	Perry	X			
1-17	Schwertner			X	
1-18	Zaffirini	X	•		

A BILL TO BE ENTITLED 1-19 1-20 AN ACT

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relating to the access and communications settings for accounts of minor users of digital services.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subchapter B, Chapter 509, Business & Commerce as added by Chapter 795 (H.B. 18), Acts of the 88th Legislature, Regular Session, 2023, is amended by adding Section 509.0525 to read as follows:

Sec. 509.0525. ACCESS AND COMMUNICATIONS SETTINGS ACCOUNTS OF KNOWN MINORS. (a) A digital service provider shall create access and communications controls for user accounts of known minor users of the digital service in accordance with this section.

- (b) The initial default settings for the account of a known minor user of a digital service must be set to:
- (1) limit the amount of time spent using the service to one hour each day;
- (2) prohibit unsolicited messages or communications from unknown users;
- (3) prohibit any comments, likes, or reactions to content posted by a known minor user;
- (4) prohibit the public display of a known minor user's list of friends, contacts, or followers; and (5) prohibit the use of algorithms to automate the suggestion, promotion, or ranking of information or content on the
- digital service.
- (c) A verified parent of a known minor may use parental tools created under Section 509.054 to change the access and communications settings on the minor's user account at any time.
- SECTION 2. Section 509.054(b), Business & Commerce Code, as added by Chapter 795 (H.B. 18), Acts of the 88th Legislature, Regular Session, 2023, is amended to read as follows:
- (b) Parental tools under this section must allow a verified parent to:
- (1)control the known minor's privacy and account settings, including changing the default access and communications settings on the account under Section 509.0525;
- (2) alter the duties of a digital service provider under Section 509.052 with regard to the verified parent's known 1-57 1-58 1-59 minor;
- (3) if the verified parent alters the duty of a digital 1-60 service provider under Section 509.052(2)(A), restrict the ability 1-61

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2-1 of the verified parent's known minor to make purchases or engage in 2-2 financial transactions; and

(4) monitor and limit the amount of time the verified parent's known minor spends using the digital service.

SECTION 3. Section 509.056, Business & Commerce Code, as added by Chapter 795 (H.B. 18), Acts of the 88th Legislature, Regular Session, 2023, is amended to read as follows:

Sec. 509.056. USE OF ALGORITHMS. Except where the use of algorithms is prohibited under Section 509.0525, a [A] digital service provider that uses algorithms to automate the suggestion, promotion, or ranking of information to known minors on the digital service shall:

- (1) make a commercially reasonable effort to ensure that the algorithm does not interfere with the digital service provider's duties under Section 509.053; and
- (2) disclose in the digital service provider's terms of service, privacy policy, or similar document, in a clear and accessible manner, an overview of:
- (A) the manner in which the digital service uses algorithms to provide information or content;
- (B) the manner in which algorithms promote, rank, or filter information or content; and
- $\mbox{(C)}$ the personal identifying information used as inputs to provide information or content.
- SECTION 4. (a) Except as provided by Subsection (b) of this section, Section 509.0525, Business & Commerce Code, as added by this Act, applies to accounts created on digital services on or after the effective date of this Act.
- (b) Digital service providers shall ensure accounts created on digital services before the effective date of this Act comply with Section 509.0525, Business & Commerce Code, as added by this Act, not later than January 1, 2026.
 - SECTION 5. This Act takes effect September 1, 2025.

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