

The KCDPA (effective January 1, 2026) governs certain entities that control ("controllers") or process ("processors") and, as applicable, sell, the personal data of Kentucky residents, other than in the employment or business-to-business contexts ("consumers"). It also grants Kentucky residents certain rights with respect to their personal data.

Applicability

The KCDPA applies to persons or entities conducting business in Kentucky or producing products or services targeted to Kentucky residents, and who during the preceding calendar year either:

- Controlled or processed the personal data of at least 100,000 consumers, or
- control or process the personal data of at least **25,000** consumers and derive more than **50%** of gross revenue from the sale of personal data.

Practical Application for Businesses

Consumer Rights:

- (1) **<u>Right to Access</u>**: the right to confirm whether a controller is processing personal data and access such data, unless it would require the controller to reveal a trade secret.
- (2) **<u>Right to Correct</u>**: the right to correct inaccuracies in the consumer's personal data (taking into account the nature of the personal data and the purposes of processing the data).
- (3) Right to Delete: the right to delete personal data concerning the consumer.
- (4) <u>Right to Data Portability</u>: the right to obtain the personal data in a portable and, to the extent technically practicable, readily usable format that allows the consumer to transmit the data to another entity without hindrance, where the processing is carried out by automated means, provided the controller will not be required to reveal any trade secret.
- (5) <u>Right to Opt Out</u>: the right to opt out of the processing of personal data for purposes of (i) targeted advertising, (ii) the sale of personal data, or (iii) profiling for decisions that significantly affect a consumer.

Controller Obligations:

- Publish a privacy notice that contains requisite details and is reasonably accessible, clear, and meaningful.
- Obtain consent to collect sensitive data and process sensitive data of any consumers under **13** in compliance with COPPA.
- Provide consumers with sufficient methods to exercise their rights.
- Act on consumer requests within 45 days; provide notice of extensions and the appeals process as necessary.
- Enter into binding data processing agreements with requisite limitations for third-party processors.
- Limit processing of personal data to that which is reasonably necessary with disclosed purposes.
- Conduct and document protection assessment for each processing activity that poses a "heightened risk of harm" to the consumer (e.g., selling personal data, processing sensitive data, or targeted advertising or profiling with certain foreseeable risks).

Recommendations for Controllers:

- Regularly update data maps to detail personal data collection, including sensitive data and targeted advertising.
- Train employees how to handle consumer inquiries and requests.
- Maintain clear and executable data retention policies and procedures.

Penalties:

- The Kentucky Attorney General has exclusive enforcement authority and may seek injunctive relief and civil penalties **up to \$7,500 per violation**.
- There is a 30-day cure period to correct violations following notice from the Kentucky Attorney General.