

119<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

# H. R. 7280

To amend title 38, United States Code, to prohibit the Secretary of Veterans Affairs from entering into a contract pursuant to which the contractor may sell sensitive personal information maintained by the Secretary and to ensure the protection of personal information in certain contracts of the Department.

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## IN THE HOUSE OF REPRESENTATIVES

JANUARY 30, 2026

Ms. BUDZINSKI (for herself and Mr. BARRETT) introduced the following bill;  
which was referred to the Committee on Veterans' Affairs

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## A BILL

To amend title 38, United States Code, to prohibit the Secretary of Veterans Affairs from entering into a contract pursuant to which the contractor may sell sensitive personal information maintained by the Secretary and to ensure the protection of personal information in certain contracts of the Department.

1        *Be it enacted by the Senate and House of Representa-*  
2        *tives of the United States of America in Congress assembled,*

3        **SECTION 1. SHORT TITLE.**

4        This Act may be cited as the “Veteran Data Account-  
5        ability for Third-party Actors Act” or the “Veteran DATA  
6        Act”.

1 **SEC. 2. PROHIBITION OF THE SALE OF SENSITIVE PER-**  
2 **SONAL INFORMATION MAINTAINED BY THE**  
3 **SECRETARY OF VETERANS AFFAIRS.**

4 Section 5725 of title 38, United States Code, is  
5 amended by adding at the end the following new sub-  
6 section:

7 “(d) PROHIBITION OF SALE OF SENSITIVE PER-  
8 SONAL INFORMATION.—The Secretary may not enter into  
9 a contract that permits the contractor to sell (or otherwise  
10 disclose for consideration) sensitive personal information  
11 to another entity.”.

12 **SEC. 3. PROTECTION OF PERSONAL INFORMATION IN CON-**  
13 **TRACTS OF THE DEPARTMENT OF VETERANS**  
14 **AFFAIRS.**

15 (a) IN GENERAL.—Not later than one year after the  
16 date of the enactment of this Act, the Secretary of Vet-  
17 erans Affairs shall—

18 (1) ensure that each covered contract includes,  
19 or is modified to include, a clause prohibiting cov-  
20 ered information from being monetized, sold, or oth-  
21 erwise misused by any contractor, including any sub-  
22 contractor or affiliate thereof, or other non-Depart-  
23 ment of Veterans Affairs entity; and

24 (2) issue a directive or other policy providing  
25 guidance to employees and contractors of the De-  
26 partment on how to identify the monetization, sale,

1 or misuse of covered information in order to ensure  
2 contractors are in compliance with clauses in covered  
3 contracts included pursuant to paragraph (1).

4 (b) REPORT.—Not later than one year after the date  
5 of the enactment of this Act, the Secretary shall submit  
6 to the appropriate congressional committees a report that  
7 includes—

8 (1) a copy of the contract clause required by  
9 subsection (a)(1);

10 (2) the guidance required by subsection (a)(2);  
11 and

12 (3) a summary of any other actions taken to  
13 comply with subsection (a).

14 (c) DEFINITIONS.—In this section:

15 (1) The term “appropriate congressional com-  
16 mittees” means the Committees on Veterans’ Affairs  
17 of the House of Representatives and the Senate.

18 (2) The term “covered contract” means a con-  
19 tract of the Department of Veterans Affairs that  
20 provides for the handling of covered information and  
21 is entered into—

22 (A) after the date of the enactment of this  
23 Act; or

1 (B) before the date of the enactment of  
2 this Act and does not expire before the date of  
3 the enactment of this Act.

4 (3) The term “covered information”—

5 (A) means protected health information or  
6 personally identifiable information, including  
7 such information that has been anonymized;  
8 and

9 (B) includes information protected  
10 under—

11 (i) section 552a of title 5, United  
12 States Code;

13 (ii) section 5701 or 7332 of title 38  
14 United States Code;

15 (iii) parts 160, 161, and 164 of title  
16 45, Code of Federal Regulations; and

17 (iv) any other provision of law, as de-  
18 termined by the Secretary.

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