# **Chapter 4 – Security Regulations and Governance**

# **Information Security for Managers**

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## **GDPR**

The EU General Data Protection Regulation

## What it is

- Passed by the European Parliament in 2016
- Went into effect May 25, 2018
- Regulates
  - Processing of personal data
  - Free movement of the data

#### What it Covers

#### The EU GDPR Covers

- PROCESSING of PERSONAL DATA of DATA SUBJECTS who are IN THE EU, where either
  - Processor in the EU
  - EU doesn't have to be the primary place of busness
  - Data need not be precessed in the EU
  - Example: US companies with branches in EU are covered
  - Located or residing in the EU
  - Not limited by nationality or permanent legal residency status

#### OR

- Processor IS NOT in the EU
- Offers goods or services to data subjects in the EU
- Monitors subjects' behavior that takes place in the EU
- Example: Research of EU population, e-business data

## **Processing**

 $\label{eq:processing:any} \mbox{Processing: ANY operations performed on personal data,} \mbox{including}$ 

- Collecting
- Recording
- Storage
- Consultation
- Organization
- Erasure

## **Personal Data**

## PERSONAL DATA: Relating to an identified or identifiable person

- Fully anonymized data IS NOT subject to GDPR
- Pseudonymized data IS subject to GDPR
  - Identity can be obtained with additional information
- Sensitive personal data is subject to more stringent regulation
  - Race, ethnicity, or political views
  - Religious beliefs
  - Genetics, biometrics, or health data
  - Sexual activity or orientation
  - Criminal record

## **Consequences of Noncompliance**

Very substantial fines, up to the larger of

- 4% of total worldwide annual turnover
- € 20 million

Enforcement may be judicial or by supervisory authorities set up in Member States

# Rights of the Data Subject

- Transparancy
- Access to personal data
- Rectification of personal data
- Erasure of personal data ("right to be forgotten"
- Restriction of processing
- Data portability
- Objection to Individual Decision-making by Algorithms & Profiling
  - Including direct marketing

#### **Notice**



#### **Notice**

- Privacy Notice must be provided
  - Must use clear and plain language
  - Must be concise
- Potential pitfalls
  - If data isn't obtained from the subject
    - st Notice must be given within 1 month, or
    - \* At the time of first communication with the subject
  - Using data for purposes not originally disclosed
    - $\ast$  Triggers new notice obligation

## Right to be Forgotten



## Right to be Forgotten

# Right to request erasure of personal data applies in LIMITED CIRCUMSTANCES

- When lawful processing is complete, or
- Processing was unlawful
- Subject is a monor

## Exception - Archival

- In the public interest
- For scientific or historical research
- For statistical purposes