## Citizens' summary

# Radio frequency ID chips – EU privacy and data protection recommendations

#### WHAT'S THE ISSUE?

Many Europeans are concerned their privacy could be breached by the growing use of <u>radio frequency</u> <u>identification (RFID)</u> chips. These chips are becoming more widespread, e.g. in:

- contactless smart-cards used to pay fares on public transport, for instance
- new passports in some countries
- consumer products to help retailers with restocking.

Some people are uneasy about how the chips could be used, either to **track their movements** or **collect data on what kind of products they buy**.

Privacy rights are already protected under the:

- EU charter of fundamental rights and
- EU data protection directive (95/46).

The new recommendations say how these general rules should be applied to radio ID chips.

#### WHO WILL BENEFIT FROM THE RECOMMENDATIONS?

- the **public** through better information on how RFID systems work, and more effective protection of their rights
- companies that develop or use RFID chips a clearer line on how the chips can be used will help them know whether the technology is worth investing in, and how it should be developed

#### WHY IS EU ACTION NEEDED?

- The issues dealt with by the recommendations go beyond national borders.
- EU laws on privacy and data protection already exist guidelines on how to apply them also have to come from the EU.

#### WHAT DO THE RECOMMENDATIONS SAY?

Any organisation using RFID systems should:

- assess the possible impact on privacy and data protection
- take action to minimise any risk of infringing people's rights

- inform anyone who may be affected that the systems are in use through an established logo
- inform people who is operating the system, what its purpose is and where they can get additional information.

### National authorities should:

- raise awareness of the technology among the public and small businesses
- stimulate **research and development** for secure, privacy-friendly radio ID systems.

#### Retailers should:

- use an established logo to indicate products containing an RFID tag
- **routinely deactivate or remove** the tag if there is any risk to the customer's privacy or personal data and **offer** to deactivate or remove it even if there is no risk.

#### WHEN WILL ANY CHANGES COME INTO EFFECT?

Commission recommendations are not legally binding, but action is expected over the **next few months** – for both new and existing radio ID systems.

The Commission will report on how the recommendation has been implemented in 2-3 years' time and, if necessary, change it or propose further measures.