## Social Media Privacy Risks Aiyaz A. Alibhai & Alizée Bilbey



## **Social Media Privacy Risks**

- 1. Social Media Platforms
- 2. Risks and Responsibility under Public Law
- 3. Risks and Responsibility under Private Law
- 4. Social Media Background Checks



## **Social Media Privacy Risks**

- 5. Web 3.0 and the Internet Of Things
- 6. Illustrative Cases
- 7. Behavioural Advertising and Privacy
- 8. Conclusions and Reflections



#### 12<sup>th</sup> Managing Privacy Compliance Course

November 6, 2015



# **Social Media Platforms**



#### **Social Media Platforms**

Social Media = a form of electronic communication through which users create online communities to share information, ideas, personal messages, and other content





# Social Media and Web 2.0

- Traditional World Wide Web (1.0) was static.
  - Data was posted on Web sites, and users simply viewed or downloaded the content.
- Web 2.0 is the current state of online technology.
  - Characterized by greater user interactivity and collaboration, more pervasive network connectivity and enhanced communication channels.
  - Users have more input into the nature and scope of Web content and exert real-time control over it.



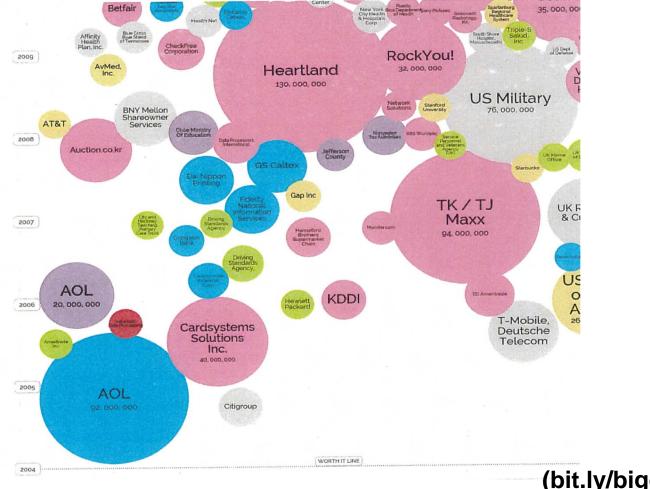
# **Social Media Platforms**

- Includes:
  - Social networking sites
  - Blogs and micro-blogs
  - File sharing sites
- Web 2.0 dynamic, interactive





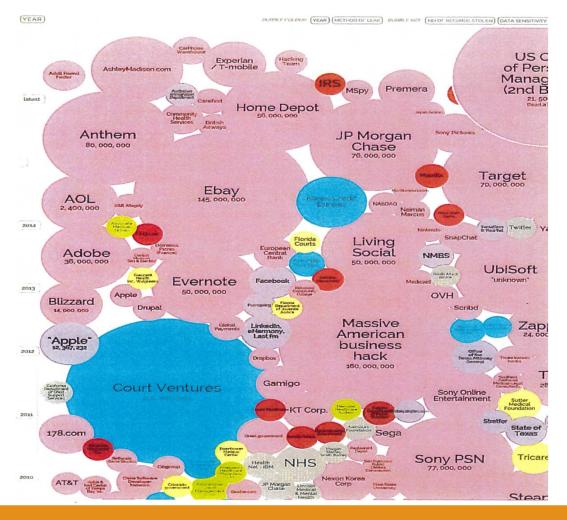
#### Data Breaches Worldwide, 2004-2009



(bit.ly/bigdatabreaches)



### Data Breaches Worldwide, 2010-2015





## **Statutory Framework**





- British Columbia
  - Privacy Act
  - Personal Information Protection Act
  - Freedom of Information and Protection of Privacy Act
- Federal
  - Privacy Act
  - Personal Information Protection and Electronic Documents Act



## **British Columbia:** *Privacy Act*

- It is a tort, actionable *without proof of damage*, for a person, wilfully and without a claim of right, to violate the privacy of another
- It is a tort, actionable without proof of damage, for a person to use the name or portrait of another for the purpose of advertising or promoting the sale of property or services, unless consent is provided



## British Columbia: PIPA vs FIPPA

#### Personal Information Protection Act

- Private sector
- "Personal information" means information about an identifiable individual and includes employee personal information but does not include (a) contact information, or (b) work product information

#### Freedom of Information and Protection of Privacy Act

- Public sector
- "Personal information" means recorded information about an identifiable individual other than contact information (includes name, position/title, business address/email/fax number)



# British Columbia: PIPA vs FIPPA (cont'd)

#### Personal Information Protection Act

- Organization must:
  - obtain consent or authorization by the Act to collect, use or disclose personal information
  - disclose the purpose for collection
  - consider what a reasonable person would consider appropriate in the circumstances

#### Freedom of Information and Protection of Privacy Act

- A public body may collect personal information in certain circumstances, including:
  - expressly authorized by FIPPA
  - relates directly to and is necessary for a program or activity of the body
  - individual has consented <u>and</u> a reasonable person would consider collection appropriate



# Canada: Privacy Act vs PIPEDA

#### **Privacy Act**

- Public sector
- "Personal information" means information about an identifiable individual that is recorded in any form
- Includes:
  - Race, ethnic origin, religion, age, etc;
  - Educational or medical history
  - Any identifying number, symbol
  - Address, fingerprints, blood type
  - Personal opinions or views

#### Personal Information Protection and Electronic Documents Act

- Private sector
- "Personal information" means information about an identifiable individual



#### Canada: Privacy Act vs PIPEDA (cont'd) Personal Information Privacy Act Protection and Electronic Documents Act

- No personal information shall be collected by any government institution unless it relates directly to an operating program or activity of the institution
- Shall inform the individual of the purpose for which the information is being collected (exceptions apply)
- May be disclosed in limited circumstances

- An organization may collect, use or disclose personal information only for purposes that a reasonable person would consider are appropriate in the circumstances
- Knowledge and consent of the individual required for collection, use or disclosure, except where inappropriate
- May collect information without knowledge and consent in certain circumstances





- Defamatory Statements
  - disparaging comments by employees and others on social media platform about third parties
- Slander of Title
  - untrue statements about a person, property or their business made with malice that causes damage
- Tort of intrusion upon seclusion (Ontario)

 up to \$20,000 for deliberate and significant invasions of personal privacy (financial or health records, sexual practices and orientation, employment, private correspondence)



- Infringement of Intellectual Property Rights
  - unlawful linking or use of third party trademark
  - unauthorized reproduction or transmission of material covered by copyright
- Unauthorized disclosure of confidential information and trade secrets
  - secrecy of confidential information lost
  - loss of patent rights by disclosure prior to filing



- Disclosure of Corporate Information contrary to securities laws
  - under Canadian securities laws, material information must be publicly disclosed immediately through a broadly disseminated news release
  - obligation to protect clients from the use of misleading and false statements
    - Canadian Securities Administrators (CSA) Staff Notice 31-325 – Marketing Practices of Portfolio Managers
    - S. 11.5(1) of National Instrument 31-103 Registration Requirements and Exemptions (NI 31-103)



- Employment and Workplace Management
  - restriction of personal freedom vs employers' right to manage workplace and corporate resources
- Disclosure of Personal Information
  - breach of personal information of third parties held by organization
- Breach of Privacy of Users
  - unauthorized collection and use of personal information of users



#### Social Media Background Checks



# **Social Media Background Checks**

- In March 2015, Workopolis (online job site) surveyed 355 Canadian employers:
  - 63% look up potential candidates online and check out their social media profiles before making a hiring decision
  - 48% have seen something on a social media profile that moved them to not hire a candidate



# Social Media Background Checks (cont'd)

- Statutory limitations:
  - PIPEDA: organization is required to consider what a reasonable person would consider appropriate in the circumstances
  - Privacy Act:
    - PI collected by government institution must relate directly to an operating program or activity of the institution
    - Institution inform the individual about whom the PI is collected (with exceptions)
    - Institution must not disclose the PI without the consent of the individual, except in accordance with the Act



# Social Media Background Checks (cont'd)

- Human Rights Legislation
  - Canada Human Rights Act (RSC, 1985, CH-6)
  - Human Rights Code (RSBC, 1996, Ch 210)
- Employer may face human rights complaint if the employer obtains information about personal characteristics such as race, religion, or sexual orientation if perceived to be a factor in the decision-making process



# Social Media Background Checks (cont'd)

"It is a discriminatory practice, directly or indirectly,

(a) to refuse to employ or continue to employ any individual, or

(*b*) in the course of employment, to differentiate adversely in relation to an employee,

on a prohibited ground of discrimination."

(Canada Human Rights Act, s. 7)



# Web 3.0 and the Internet of Things



# **Internet of Things**

- A term used to describe how everyday objects can send and receive information to and from the internet (David Sweet, M.P., Submission to the House of Commons Standing Committee on Industry, Science and Tech, June 18, 2015)
- Includes: home automation systems, health devices connected to a mobile application, wearable technology (i.e. Fitbit, Google Glass)



- Evolution to Web 3.0
- Machine-classified, data sharing world creates a basis for ubiquitous computing.
- Pervasive computing, is a scenario in which embedded processing in everyday objects enables intercommunication and unobtrusive data sharing throughout the user's environment.



- In 2008, the number of things connected to the internet was greater than the number of people on the planet
- By 2020, anticipating 50 billion objects connected to the internet (Cisco)
- "Internet of Everything" (Cisco)

(Daniel Caron, speaking at the Information Security Rendez-Vous in 2014)



- Wearable computing
  - The use of miniature, body-borne computer or sensory device worn on, over, under or integrated within, clothing
  - Includes: body-worn cameras and technologies
  - "The wearable era compounds and amplifies privacy risks in the mobile environment by gathering additional, and intimate, personal information"

(Canada Privacy Commissioner)



- Vast collection of personal information at low costs:
  - Intruder compromising mobile devices, televisions
  - tracking locations
  - constant surveillance at vey low costs
- Physical safety:
  - intruder hacking medical devices (pacemaker),
  - vehicle braking systems

("Internet of Things: Privacy & Security in a Connected World", US Federal Trade Commission, January 2015)



## **Risks with Automatic Collection of Data**

- What data is collected?
- Is it personal information? (likely)
- Where is it stored?
- What uses are intended for data?
- Who has access to data?



#### **Illustrative Cases**



# **Privacy Risks**

- Breach can be small- or large-scale
- Consequences of a large-scale breach can be devastating
- Consider Facebook:
  - 1.49 billion monthly active users as of June 30, 2015
  - 1.31 billion <u>mobile</u> monthly active users as of June 30, 2015
  - 968 million daily active users on average for June 2015



#### Privacy Risks (cont'd)

- Breach of one platform may result in contamination of another
- Consider the social media platforms that ask you to sign in using your Facebook account
- Risks:
  - To user
  - To third parties
  - To the business/employer



#### Privacy Risks: "Bring Your Own Device" and Big Data

- Greater move towards cloud-based big data storage solutions
- Risk created by:
  - Employees using personal devices in the workplace, and
  - Employees using personal e-mail addresses to connect to employer-provided devices



#### Privacy Risks: Eagle v Edcomm (Pa, US)

- Plaintiff Linda Eagle founded Defendant Edcomm Inc
- Eagle's employees managed her LinkedIn account
- Edcomm Inc sold, new owner locked Eagle out of her account

(Source?)



#### Privacy Risks: Eagle v Edcomm (cont'd)

- Eight causes of action:
  - Unauthorized use of name (successful)
  - Invasion of privacy by misappropriation of identity (successful)
  - Misappropriation of publicity (successful)
  - Identity theft (unsuccessful)
  - Conversion (unsuccessful)
  - Tortious interference with contract (unsuccessful)
  - Civil aiding and abetting (unsuccessful)
- Damages = \$0
- Outcome in Canada?

(Source?)



"Once conversations that should be private are undertaken in a public forum, they become theater – meant for the onlookers more than the participants."

(Rian Van Der Merwe, "Are we surrendering our privacy too easily?", Memeburn<sup>™</sup>, 2010)



#### **Privacy Risks: Harassment and Bullying**

- Bullying by e-mail and social media during work hours or after work hours may be considered harassment in the workplace: *Perez-Moreno v Kulcyzycki*, 2013 HRTO 1074
- Posting offensive messages on social media may result in termination of employment



#### Privacy Risks: Offensive and Threatening Conduct

- In 2012, a California Cold Stone Creamery employee posted racist and threatening Facebook status about President Barack Obama on her private wall
- A contact took a screenshot and shared it on Twitter – post went viral
- Employee was fired





#### **Privacy Risks: Offensive Conduct**

- In 2013, two Toronto firefighters were fired after posting misogynistic and offensive tweets
- Both challenged the dismissals – Lawaun Edwards was reinstated



@deansomerset would swat her in the back of the head been considered abuse or a way to reset the brain?

◆ Reply 13 Retweet ★ Favorite ●●● More 10:21 AM - 5 Jun 13 ♀ from Toronto, Ontario



#### **Privacy Risks: Workplace Conduct**

- In 2013, a Mr. Lube employee asked a marijuana dealer to come to the shop on Twitter
- York Regional Police tweeted in response and notified his employer

|  | York Regional Police @YRP 13 Aug<br>Awesome! Can we come too? MT @Sunith_DB8R Any dealers in<br>Vaughan wanna make a 20sac chop? Come to Keele/Langstaff Mr.<br>Lube, need a spliff. |                    |  |
|--|--|--------------------|--|
|  | Hide conversation  |                    | ← Reply 13 Retweet ★ Favorite ••• More |
|  | 4,828<br>RETWEETS  | 3,207<br>FAVORITES |  |
|  | 6:28 AM - 13 Aug 13 · Details  |                    |  |



#### **Privacy Risks: Illegal Activity**

- In 2015, a woman livestreamed herself driving while intoxicated on app Periscope
- Live stream entitled "Drunk girl driving"
- Multiple viewers contacted Lakeland Police Department
- Police downloaded the app, pinpointed landmarks from the video and located the driver





#### **Privacy Risks: Breach of Confidentiality**

- Employee has responsibility to respect workplace confidentiality and not to damage the employer's reputation
- An employer may be able to terminate an employee that inadvertently discloses confidential information about the employer and clients



#### **Privacy Risks: Breach of Confidentiality** (cont'd)

- Chatham-Kent v National Automobile, Aerospace, Transportation & General Workers Union of Canada (2007)
  - Nursing home terminated employee who published information about and pictures of residents
- EV Logistics v. Retail Wholesale Union, Local 580 (Discharge Grievance) (2008)
  - Employee posted racist, violent and hateful comments on a public blog



## Behavioural Advertising



#### **Behavioural Advertising**

- Involves tracking online activities of a consumer, across sites and over time, to deliver advertisements targeted to the inferred interests of the consumer
- The user's actions can be monitored and converted into data
- "Free" services (i.e. Facebook, Google) are based on the currency of trading personal information



# Privacy Risks: Behavioural Advertising (cont'd)

- "The information involved in online tracking and targeting for the purpose of serving behaviourally targeted advertising to individuals will generally constitute personal information" (OPCC)
- PIPEDA the form of consent can vary:
  - Opt-in when dealing with sensitive information (express consent)
  - Opt-out when the information is less sensitive (implied consent)



#### **Bell's Relevant Advertising Program**

- August 2013: Bell announces Relevant Advertising Program ("RAP"), using opt-out consent model
- OPCC received 170 complaints alleging the RAP contravened the PIPEDA
- April 7, 2015: OPCC released its decision, in which it found that Bell's opt-out model was insufficient to obtain adequate consent for the RAP



#### AshleyMadison.com Class Action Lawsuit

- July 15, 2015: news begins to circulate that AshleyMadison.com was hacked
- August 18, 2015: media reports that 9.7 Gb of user data was posted online
- August 20, 2015: national class action proceeding filed in Ontario



#### AshleyMadison.com Class Action Lawsuit

- Notice of action alleges:
  - Breach of contract
  - Breach of the Consumer Protection Act
  - Negligence
  - Breach of Privacy and Intrusion upon Seclusion
  - Publicity Given to Private Life



#### AshleyMadison.com Class Action Lawsuit

- Damages sought:
  - General damages: \$750,000,000
  - Special damages: to be determined
  - Punitive damages: \$10,000,000



#### **Conclusions and Reflections**



#### Conclusions

- Development of Web 2.0 and 3.0 make privacy breaches inevitable from Social Media Platforms
- Consider privacy during the design of Social Media Platforms
- Consider features to minimize damage:
  - Encryption of data
  - Distribution of personal information in separate servers
  - Limiting access to data clusters or servers



### **Conclusions (cont'd)**

- Adoption of best practices for monitoring access to data
- Implement intrusion prevention and detection systems
- Acceptable Use Policy for Social Media Platforms
  - Employees
  - User Terms of Use / Privacy Policy / Community Standards
- Clear Policies for Bringing Your Own Device
  - Complex and variable passwords
  - Ability to wipe missing or stolen devices



### **Conclusions (cont'd)**

- Appropriate Informed Consent
  - Express consent for sensitive information
  - Implied consent for less sensitive information
  - Disclosure of specific use of personal information
  - Disclosure if personal information shared
- Reasonable expectation of user is considered in light of type of services, relationship of parties, etc.
- Generally, retention of personal information after withdrawal of consent and termination not permissible



### **Conclusions (cont'd)**

- Dispute resolution outside the Courts
  - Mandatory Arbitration Provisions
  - Selection of Forum (Substantive Law)
  - Selection of Seat (Place of Arbitration determined procedural laws)
  - Disclaimers and Limitation of Liability provisions
- Terms could prevent class actions in the courts



#### **Thank You**

- Aiyaz A. Alibhai, Partner 604.643.1233 <u>aalibhai@millerthomson.com</u>
- Alizée Bilbey 604.643.1220 <u>abilbey@millerthomson.com</u>



#### www.millerthomson.com

#### Added experience. Added clarity. Added value.

Follow us...





© Miller Thomson LLP, 2014. All Rights Reserved. All Intellectual Property Rights including copyright in this presentation are owned by Miller Thomson LLP. This presentation may be reproduced and distributed in its entirety provided no alterations are made to the form or content. Any other form of reproduction or distribution requires the prior written consent of Miller Thomson LLP which may be requested from the presenter(s).

This presentation is provided as an information service and is a summary of current legal issues. This information is not meant as legal opinion and viewers are cautioned not to act on information provided in this publication without seeking specific legal advice with respect to their unique circumstances.