

The new draft EU General Data Protection Regulation: key changes

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What we will cover

- Aims, legal effect of the Regulation & timing
- Territorial scope, one stop shop & fines
- Data handling & accountability
- Export from the EU
- New rights
- Processor liability



Aims, legal effect & timing

- Harmonisation of rules & enforcement
- Increased consumer control
- Cutting red tape

Regulation vs Directive

When will the Regulation become law?



Territorial scope, one stop shop & fines

- Controllers not established in the EU
 - processing personal data of data subjects residing in the EU
 - where activities are related to:
 - offering of goods of services to data subjects residing in the EU; or
 - the monitoring of their behaviour
- Single EU regulator for all EU processing for controllers/ processors with a main establishment in one EU member state
- Sanctions up to 2% of worldwide turnover



Data handling & accountability

- Best practice becomes law
- Compliance systems, documentation & audit
- Privacy by design & privacy impact assessments
- Security risk assessments
- 24 hour data breach notification requirements
- Mandatory Data Protection Officer to make it all happen
- Up to 2% fines for failure to implement most of these provisions



Export from the EU

- Export without regulators
 - EU Model Clauses no further approvals

- Export with regulators
 - Binding Corporate Rules recognised and process streamlined
 - BCRs for processors
 - Non-standard contractual clauses



New rights

- Right to be forgotten
 - Enhanced version of existing rights
- Data portability
 - Conflict with IP and trade secrets

- Oversell & consumer expectations
- Difficulty in dealing with exemptions



Processors

- Pre-Regulation position: liability all with controller (except by contract)
- <u>Post-Regulation position</u>: responsible with controller for evaluating and implementing security
- Liable to data subjects & regulator for breaches

Impact on service provider contracts



Conclusion

- Includes positives and negatives for all stakeholders
- Best practice becomes law
- Changes to administration of EU data protection system
- Sanctions the price of non-compliance will rise



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