Social Media & Kids

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Agenda

- New COPPA Regulations
- Key COPPA Issues for Social Media
- CARU COPPA Safe Harbor
- State Developments



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New COPPA Regulations

- COPPA enacted in 1998
- FTC published original rule in 1999
- Significant revisions became effective on July 1, 2013
- FAQ guidance issued in April with ongoing updates



General Rule

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- "Operators" of commercial web sites and online services must provide notice and obtain verifiable parental consent before collecting "personal information" <u>from</u> children under 13
 - If "directed to children" or have actual knowledge a user is a child
- Online services = mobile apps, other networked services, third parties



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Compliance Program Elements

- Privacy policy
- Direct notice to parents (e.g. email)
- Verifiable parental consent
 - "Email plus" available for internal uses
- Parental data access and review
- Cannot require more data than reasonably necessary as condition of participation in activity
- Security, confidentiality, integrity
- Consider safe harbor participation





Notable Revisions

- New factors for when a site or service is "child-directed"
- Expanded definition of "personal information"
- Revised definition of "collects or collection"
- Specific rules for persistent identifiers and plug-ins





Notable Revisions

- Revised definition of "website or online service directed to children"
 - Reorganized definition sets out criteria for site/service directed to children upfront
 - Adds music and child celebrities/celebrities who appeal to children to list
 - First parties strictly liable for third-party practices
 - Third parties liable with actual knowledge they are collecting directly from users of a child-directed property (ad networks, social plug-ins)
 - Adds provision allowing child-directed site/service, which doesn't target children as its *primary* audience, to agescreen to provide COPPA protections only to users under 13





Notable Revisions

- Reasonable data retention and deletion
- Requirements for third-party oversight when personal information is shared
- Enhancements to "safe harbor" program



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Key Issues for Social Media: "Personal Information"

- Now includes:
 - Geolocation (specific to street and city)
 - Photo/video/audio
 - Screen/user names (that allow direct online contact)
 - Persistent identifiers that can be used to recognize a user over time and across different properties (e.g. cookie, IP address, device ID)



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Key Issues for Social Media: "Personal Information"

- Compliance questions:
 - Assess what information is collected by site/service or third parties operating on the property
 - Assess how the data is used; some data can be collected without notice and consent depending on how it is used:
 - Screen/user names
 - Persistent identifiers
 - Requires revision of parental notice to explain what PI is and how persistent identifiers are used so that consent is meaningful



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Key Issues for Social Media: Targeted Advertising

- Persistent identifiers limited notice/consent exception where
 - No other personal information collected
 - Used solely for "support for internal operations"
- Targeted advertising is <u>not</u> internal support, but contextual advertising is



Key Issues for Social Media: Targeted Advertising

• Compliance questions:

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- Determine whether persistent identifiers are the only personal information collected
- Determine if uses limited to "support for internal operations"
 - Serving contextual ads, frequency capping
 - Maintaining or analyzing functioning
 - Network communications
 - Authenticating users, personalizing content (not ads)
 - Security and compliance



Key Issues for Social Media: Plug-In Exception

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- Persistent identifiers limited notice/consent exception for third parties where
 - No other personal information collected
 - User interacts affirmatively with operator
 - Previous registration indicates user is not a child



Key Issues for Social Media: Plug-In Exception

• Compliance questions:

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- Determine whether persistent identifiers are the only personal information collected, and other conditions are met
- First party can use a third-party plug-in that meets these criteria without notice/consent, but cannot rely on this exception to treat users as adults



Key Issues for Social Media: Age-Screening

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- First parties (not third parties) that do not target children as primary audience can agescreen and then comply with notice/consent only for visitors that identify as children
- FTC says this is not an expansion of "childdirected" category, but has suggested more aggressive enforcement of properties that target children as secondary or lesser audience





Key Issues for Social Media: Age-Screening

- Compliance questions:
 - What is your "primary" audience?
 - Consider intended, likely, and actual audience
 - Reexamine over time
 - Child-directed sites may not block children from entering, but can treat child users differently
 - General audience sites <u>can</u> block children



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Key Issues for Social Media: Push Notifications

- FAQ guidance: information used to send push notification is "online contact information," thus personal information under COPPA
 - "Online contact information" is email or any substantially similar identifier that permits direct contact with a person online



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Key Issues for Social Media: Push Notifications

- Compliance questions:
 - Has child specifically requested push notifications?
 - May be able to rely on multiple contact exception
 - Must also collect parent's online contact information, send direct notice and opt-out opportunity
 - Notifications must be reasonably related to app content
 - Cannot rely on this exception if combined with other personal information from child



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COPPA Implications beyond Children < 13?

- Broad view of PII includes device identifiers regulation of interest based advertising = personally identifiable information?
- Collection for advertising and marketing excluded from definition of internal operation of a website
- Has the view of "child directed website" expanded ?
- Implications for connected social media models
- Continued support for self regulatory "safe harbor" enforcement models





State Developments

- State attorneys general can enforce COPPA, have shown interest
- Several current attorneys general are very active on privacy issues



State Developments

- Maryland Work Group authorized June 2013 under Attorney General
- "To examine issues concerning the protection of children's privacy while they are using the Internet and mobile applications" including
 - Data collected through on-line advertising

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- Effect of various forms of on-line advertising on children
- Best practices are used by the Internet and mobile applications industries to protect the online privacy of children
- Best practices are recommended by child advocates



State Developments

- California law takes effect January 1, 2015
- "Eraser button" requirement for minors to remove (or request removal of) content they have posted
 - Provide notice, instructions

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- Exceptions: posted by someone else, anonymized, compensated content, content required to be maintained by law, minor fails to follow instructions
- Sites/services directed to minors may not knowingly allow ads for certain products
 - Such as guns, aerosol paint, smoking products, tattoos, UV tanning, lottery, certain supplements
- Applies to all minors, not only children under 13