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COVID-19: Regulator Guidance on Privacy and Cybersecurity Issues Raised as Companies Respond to the Pandemic

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The Coronavirus (COVID-19) pandemic has given rise to unprecedented challenges for organizations of all shapes and sizes, from world governments and health care systems to local restaurants and retailers. As companies seek to navigate a path forward, privacy and data security concerns have become a central issue. For example, many companies are facing difficult questions about how to ensure they are complying with applicable privacy laws while also being transparent with employees, customers, and the public. Concurrently, hackers and other bad actors are taking advantage of the crisis to spread their own kinds of viruses and malware to infect and disrupt company systems and gain access to sensitive information.

In response to the issues faced and the questions being asked by organizations, regulators in the United States, United Kingdom (UK) and European Union (EU) have issued guidance on the privacy and data security implications of COVID-19 and how organizations respond. While some regulators seem to be taking a very rigid approach to the laws that they enforce, a number of regulators seem to recognize the gravity and pressures of the situation and have issued guidance reflecting the importance of balancing sometimes competing interests. And at least one regulator has issued a waiver of certain rules to facilitate easier online access to telehealth-based healthcare services.¹ In this client alert, we want to

See Press Release, Dep't of Health and Human Services, OCR Announces Notification of Enforcement Discretion for Telehealth Remote Communications During the COVID-19 Nationwide Public Health Emergency, March 17, 2020, <u>here</u>.

highlight that guidance and identify some of the key themes reflected in that guidance. For a list of releases, blog posts, guidance, and other announcements by privacy regulators in the United States and EU, please see Appendix A.

- Don't Forget About Privacy Laws. A central theme reiterated by almost every regulator is that the unprecedented
 nature of the situation does not mean we can ignore or otherwise discount the importance of privacy laws. In
 Europe, for example, the Belgian regulator <u>emphasized</u> that privacy rights established under the General Data
 Protection Regulation (GDPR) are not incompatible with public health and disease prevention goals. The Italian
 data protection authority <u>stated</u> that while companies are allowed to collect information related to COVID-19
 symptoms, it must be done in a way consistent with the GDPR's privacy principles. In the United States, the
 Department of Health and Human Services (HHS) issued <u>guidance</u>, among other reasons, "to serve as a
 reminder that the protections of the [HIPAA] Privacy Rule are not set aside during an emergency."
- Know What Law Applies. The rapid pace at which decisions must be made in the face of a crisis like this
 pandemic makes it easy to forget the maze of privacy laws that may apply to a company's data-handling
 activities. This is especially true in the United States, where different laws may apply depending on the context in
 which the data at issue was collected. For example, as part of its guidance, HHS sought to remind readers that
 the HIPAA Privacy Rule applies only to covered entities (health plans, health care clearinghouses, and health
 care providers) and business associates. HIPAA does not apply generally to health-related information in the
 hands of companies that are not covered entities or business associates, though other laws may. Likewise in the
 EU, member states may interpret and therefore apply GDPR differently. Being clear as to which jurisdiction's
 laws apply, or which laws apply within a jurisdiction, is critical.
- Be Mindful About the Information You Collect and How You Collect It. Companies should not assume that because they think collecting certain information will be important to their COVID-19 response, they are allowed to collect the information or require it of their employees or customers. For example, the CNIL in France has said that companies should refrain from collecting information related to possible COVID-19 symptoms presented by employees, visitors, or customers, and that the collection and assessment of information related to COVID-19 symptoms is the responsibility of public health authorities, not individual companies. In contrast the UK's Information Commissioner's Office (ICO) has recognized that it may be proportionate to collect data regarding where employees and visitors to offices have travelled or whether they have symptoms. The Irish data protection authority stated that while "[d]ata protection law does not stand in the way of the provision of healthcare and the management of public health issues," companies still have an obligation to ensure that the measures they take in response with respect to personal data "should be necessary and proportionate."
- Understand How You Will Use and Share the Information You Collect Before Collecting It. If you are collecting information for purposes related to your company's response to the pandemic, consider appropriate controls and safeguards to ensure that such information is used only for that purpose. The guidance from the ICO in the UK

explained that it is acceptable to inform staff that a co-worker has contracted the virus but this can be done without disclosing the name of the individual unless necessary. And German data protection authorities <u>explained</u> that information collected for the purpose of COVID-19 containment may be used only for that purpose and must be deleted once the pandemic is contained. In the United States, HHS guidance emphasized that disclosure should be limited "to that which is the 'minimum necessary' to accomplish the purpose."

Stay Alert for Fraudsters and Other Bad Actors. Data security and good cyber hygiene remain critical components of any company's response plans, particularly in light of the extensive remote working and online activity that will be asked of many employees. In its guidance, the Irish data protection authority affirmed that "[a]ny data processing in the context of preventing the spread of COVID-19 must be carried out in a manner that ensures security of the data, in particular where health data is concerned." These concerns are heightened by the fact that many bad actors are seeking to leverage the crisis to their own advantage – see, for example, the COVID-19 tracking app for Android that has been identified as ransomware.² In the United States, the Federal Trade Commission and the Food and Drug Administration issued warning letters to seven companies selling scam COVID-19 treatments, the FTC is warning consumers to be particularly cautious about clicking on links from sources they do not know, and the Cybersecurity and Infrastructure Security Agency in the Department of Homeland Security has issued a <u>Cyber Alert</u> "reminding individuals to remain vigilant for scams related" to COVID-19. Even state agencies have been active, warning consumers and companies alike to stay vigilant.

Willkie is monitoring the regulators' responses and will provide updates as meaningful guidance is announced. Meanwhile, if you have any questions about whether your plans potentially trigger any privacy or data security concerns, please do not hesitate to reach out to Willkie's team of experts.

² See, e.g., Coronavirus tracking app is actually malware, AndroidCommunity.com, March 17, 2020, here.

Appendix A: Regulator Guidance, Releases, and Blog Posts

Jurisdiction	Links to Guidance
U.S.	 Department of Education, <u>COVID-19 ("Coronavirus") Information and</u> <u>Resources for Schools and School Personnel</u>
	 Department of Education, Student Privacy Policy Office, <u>FERPA &</u> <u>Coronavirus Disease 2019 (COVID-19) Frequently Asked Questions</u> (FAQs)
	 Department of Health and Human Services, Office for Civil Rights, Bulletin: HIPAA Privacy and Novel Coronavirus
	 Federal Trade Commission, <u>Coronavirus Scams: What the FTC is</u> <u>Doing</u>
	 Department of Homeland Security, Cybersecurity and Infrastructure Security Agency, <u>Defending Against COVID-19 Cyber Scams</u>
	 Washington, State Office of Cybersecurity, <u>Phishing attacks use</u> coronavirus outbreak to trick victims
Belgium	 Data Protection Authority, <u>COVID-19 et traitement de données à</u> caractère personnel sur le lieu de travail
European Union	 European Data Protection Board, <u>Statement of the EDPB Chair on the</u> processing of personal data in the context of the COVID-19 outbreak
France	 CNIL, <u>Coronavirus (Covid-19) : les rappels de la CNIL sur la collecte</u> <u>de données personnelles</u> (in French)
Germany	Federal Commissioner for Data Protection and Freedom of Information, <u>Datenschutzrechtliche Informationen zur Verarbeitung von</u> personenbezogenen Daten durch Arbeitgeber und Dienstherren im Zusammenhang mit der Corona-Pandemie (in German)
Ireland	Data Protection Commission, <u>Data Protection and COVID-19</u>
Italy	 Garante Privacy, Coronavirus: No do-it-yourself (DIY) data collection, says the Italian DPA (in <u>Italian</u> and in <u>English</u>)
U.K.	Information Commissioner's Office, <u>Data protection and coronavirus:</u> what you need to know

Willkie has multidisciplinary teams working with clients to address coronavirus-related matters, including, for example, contractual analysis, litigation, restructuring, financing, employee matters, SEC and other corporaterelated matters. Please click <u>here</u> to access our publications addressing issues raised by the coronavirus. For advice regarding the coronavirus, please do not hesitate to reach out to your primary Willkie contacts.

If you have any questions regarding this client alert, please contact the following attorneys or the Willkie attorney with whom you regularly work.

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