

## THE MAZE OF ONLINE RETAIL: PRIVACY, SECURITY, NOTICE, & CONSENT

- Ian Glazer, Vice-Chair, Management Council, Identity Ecosystem Steering Group (IDESG) (@iglazer)
- Laura Hamady, Privacy Counsel, PayPal
- Heidi Wachs, Special Counsel, Privacy and Information Governance Practice, Jenner & Block (@hlwachs)

#### **BACK IN ANCIENT TIMES THERE WAS...**





### **BUT NOW**



#### **GOALS OF THE SESSION**

- Perspectives on how retailers integrate third-party, consumer-facing apps into their registration and transaction processes
- The complexities of providing consumers adequate notice and consent as to who is collecting their information and how it is being used
- Technical controls available for privacy professionals to protect consumer privacy and have greater assurance in the identification and authentication process

#### **COMPANY AND CONSUMER QUESTIONS**

#### **COMPANY**

- Why are we collecting or receiving the consumer data we are?
- Who is touching the data (my employees, vendors, subcontractors)?
- **How** is the data being handled (accessed, used, deleted)?
- •Where is it being stored?
- **How** is it being protected?
- **Do** my disclosures and notices match?

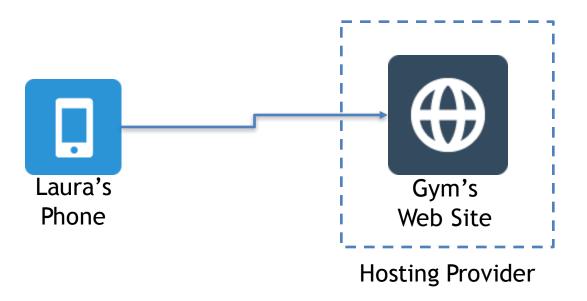
#### CONSUMER

- Who am I doing business with?
- What information am I sharing and with whom and why? (what are you giving me in return?)
- •Who is using my data and why?
- •What can I do if I change my mind? (Will you delete it? Can I take my data with me?)
- Will you lose or sell my data? (How are you protecting my data?)

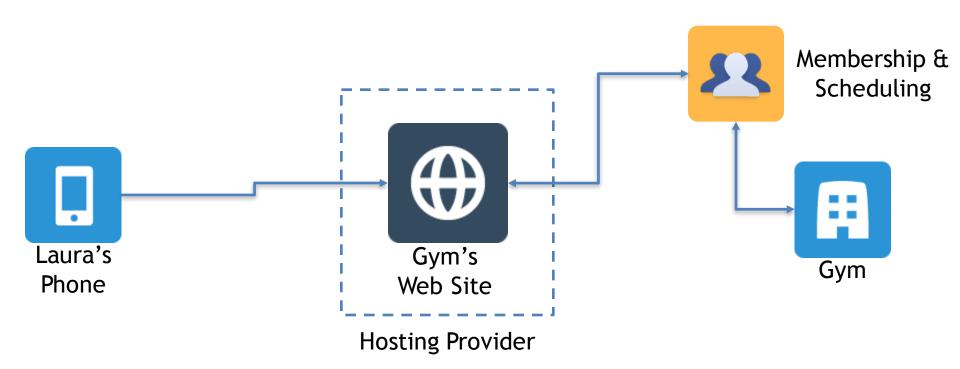


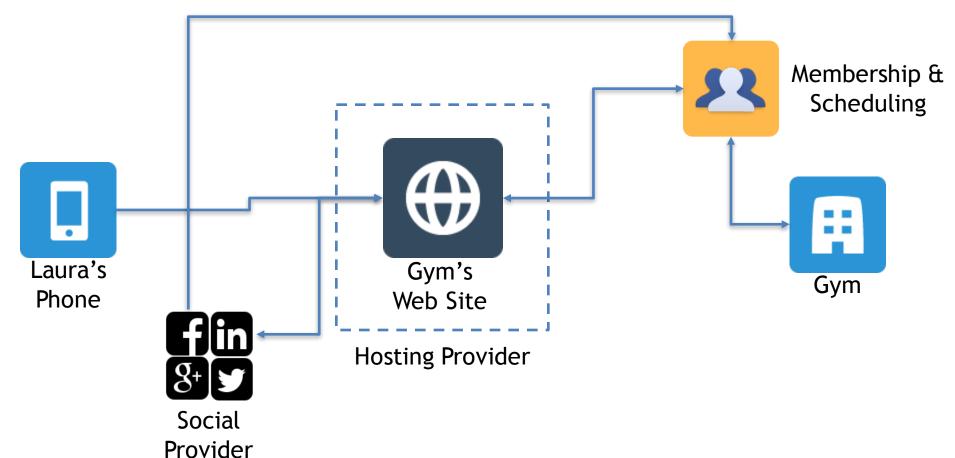
### SCENARIO 1: LAURA REGISTERS FOR A CLASS AT THE GYM

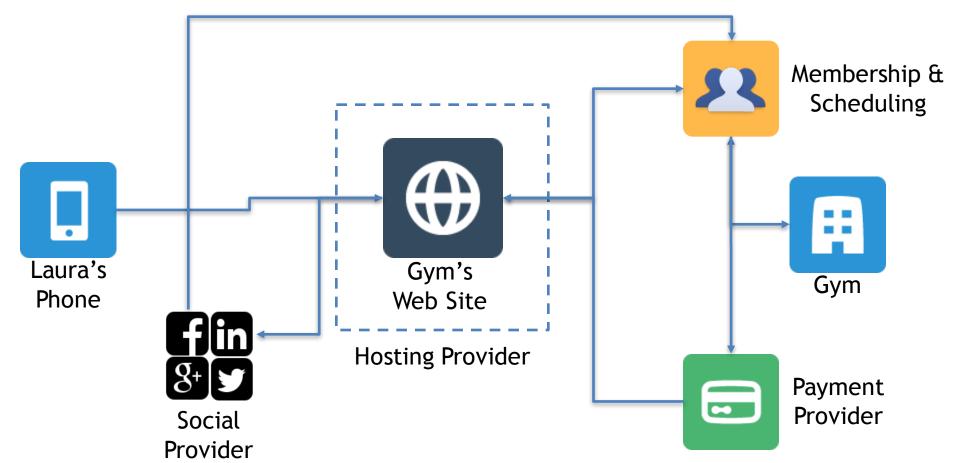
- Laura goes to the gym's website and logs in
- She views the class schedule that is hosted by a third-party booking tool
- She uses a social login to register with the booking tool (or logs in with her password since her yoga studio uses the same software)
- Laura is directed to a third party payment service embedded in the gym's website to a pay for the class











#### **SCENARIO 2: IAN BUYS FANCY SOCKS**

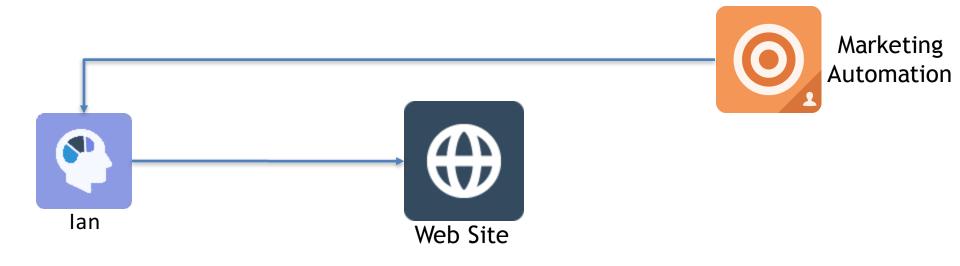
- Ian goes to his favorite sock boutique website
- He browses the different collections and puts some items in his shopping cart
- Ian goes to check out and enters a promo code from the snail mail catalog he received
- Ian completes his purchase using the boutique's in-house payment system



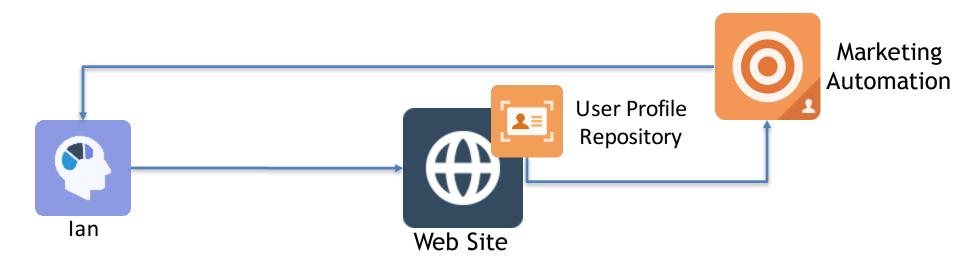








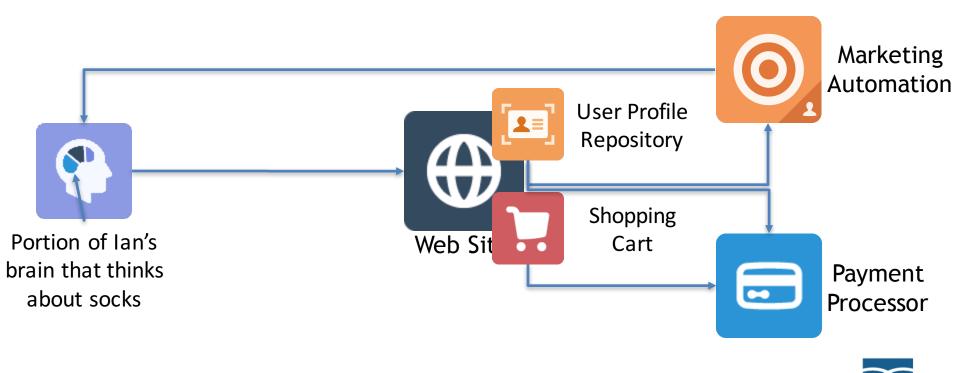












**#GPS16** 

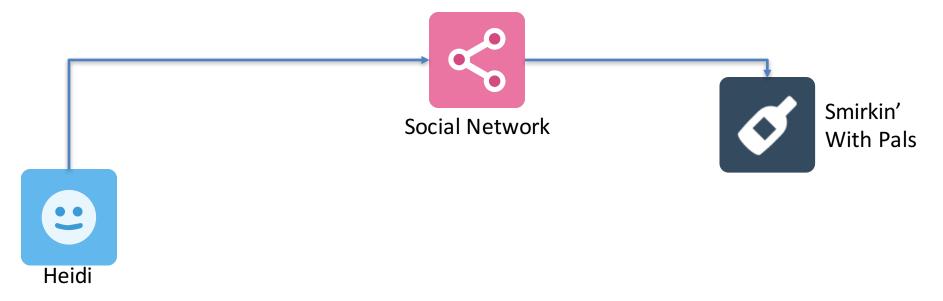
### SCENARIO 3: HEIDI DONATES TO HER FAVORITE CHARITY

- Heidi receives an email from one of her favorite local drinking establishments asking for donations due to a rise in rent
- Without giving much thought as to how the establishment got her email address, she quickly clicks on the link to donate
- The link takes her to a wholly separate third party site to process the donation, which she makes via Paypal
- A week later, Heidi attends a fundraiser in person at the establishment and is greeted by name and the owner personally approaches her and makes an aggressive appeal for additional donations

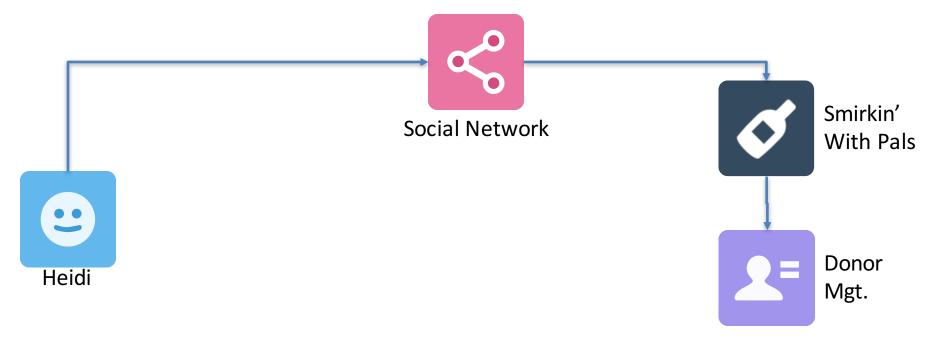
# SCENARIO 3: HEIDI DONATES TO HER FAVORITE CHARITY • lan to add diagram showing what's

- Ian to add diagram showing what's discussed on last slide
- Items in graphic:
  - Social network
  - Donor management system
  - Payment system
  - "like" feeds to owner and charity

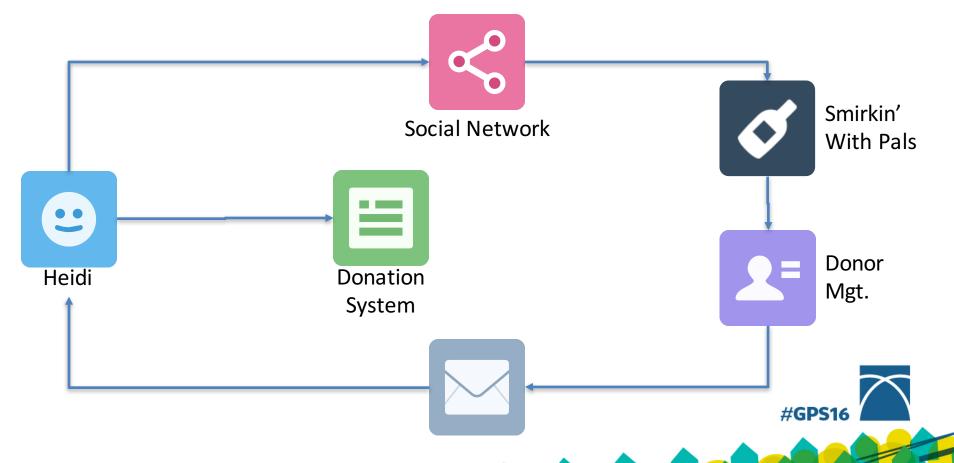


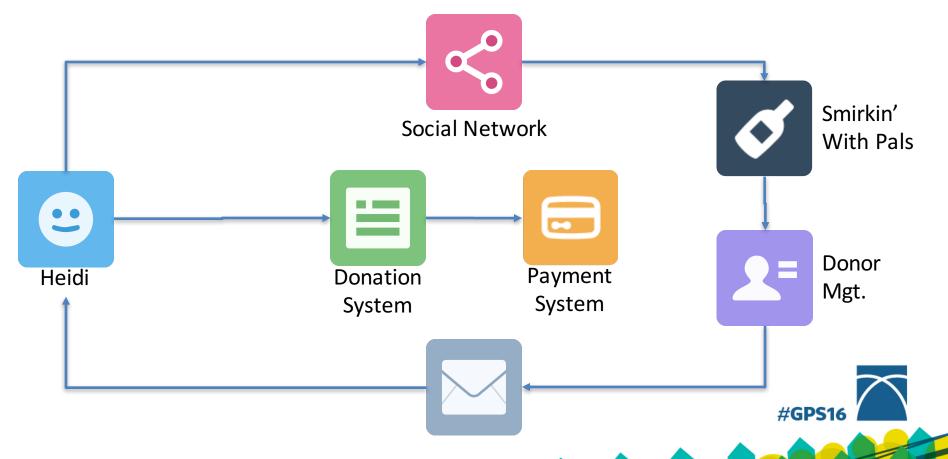












## CONSIDERATIONS FOR CONSUMER-FACING PARTIES

- Customer experience
  - Notice and consent
  - Online/offline association
- Data disclosure/minimization
- Vendor security and access
- Compliance



### CONSIDERATIONS FOR THIRD-PARTY VENDORS

- What data is being passed/collected?
  - More than necessary?
- Security in data transmission
- Compliance



### HOW DID THINGS GO? (WE REALLY WANT TO KNOW!)

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