

Privacy Law ALERT

LOEB & LOEB adds Knowledge.

DAA Releases Mobile Privacy Guidelines

The Digital Advertising Alliance (DAA), a self-regulatory group comprised of advertising and media companies, released mobile privacy guidelines which supplement the DAA's <u>Self-Regulatory Principles for Online Behavioral</u> <u>Advertising</u> ("OBA Principles") and <u>Multi-Site Data</u> ("MSD Principles"). In the future, the DAA intends to release a consolidated set of Self-Regulatory Principles that integrates the mobile guidelines with the OBA Principles and MSD Principles, resulting in one uniform set of Principles. The Network Advertising Initiative, coordinating with the DAA, also released <u>mobile guidelines</u> on the same day, which are directed to third-party advertising companies.

The DAA's mobile guidelines, called Application of Self-Regulatory Principles to the Mobile Environment, apply to the mobile app and mobile web site environments and establish notice ("transparency") and consent ("control") requirements and options for Cross-App Data, Precise Location Data, and Personal Directory Data. Cross-App Data is "data collected from a particular device regarding application use over time and across non-Affiliate applications." Personal Directory Data includes calendar, address book, phone/text log, or photo/video data created by a consumer that is stored on or accessed through a particular device. Precise Location Data is data obtained from a device about the physical location of the device that is sufficiently precise to locate a specific individual or device. Precise Location Data may include data obtained from cell tower or Wi-Fi triangulation techniques, or latitude-longitude coordinates obtained through GPS technology, if such data is sufficiently precise to locate a specific individual or device. Precise Location Data does not include five-digit ZIP code, city name, general geographic information whether derived from an IP address or other sources, or information that does not necessarily reflect the actual location of a device such as information entered by a user or a billing address associated with an account.

The guidelines enumerate the responsibilities for First Parties (typically, the owner of the mobile app or the operator of a mobile web site, and their Affiliates) and Third Parties (such as ad networks and analytics companies) with respect to each of these kinds of data.

The notice and consent provisions do not apply:

- (a) For operations and system management purposes, including:
 - (i) intellectual property protection;
 - (ii) compliance, public purpose and consumer safety;
 - (iii) authentication, verification, fraud prevention and security;
 - (iv) billing or product or service fulfillment, including improving customer experience or ensuring a high quality of service; or
 - (v) Reporting or Delivery;
- (b) For Market Research or Product Development; or
- (c) Where the data has or will within a reasonable period of time from collection go through a De-Identification Process.

The guidelines also state that Cross-App Data, Precise Location Data, and Personal Directory Data should not be collected, used, or transferred for employment, insurance or credit eligibility, or health care treatment. Furthermore, except for operations or system management purposes, a Third Party should not collect and use Cross-App Data or Personal Directory Data containing financial account numbers, Social

This publication may constitute "Attorney Advertising" under the New York Rules of Professional Conduct and under the law of other jurisdictions. Security numbers, pharmaceutical prescriptions or medical records about a specific individual without consent.

Regarding data security, the guidelines state that entities should maintain appropriate physical, electronic, and administrative safeguards to protect Multi-Site Data, Cross-App Data, Precise Location Data, and Personal Directory Data.

The new guidelines should remind all entities in the mobile environment of the importance of cataloguing who is collecting data, what types of data are collected, and how data is used and shared, and developers of mobile apps and other mobile initiatives should consult these and other mobile privacy guidelines at the beginning of the development process. For more information about these guidelines and mobile compliance strategies, please contact <u>leuan Jolly</u> at 212.407.4810 or <u>ijollv@loeb.com</u>. This alert is a publication of Loeb & Loeb and is intended to provide information on recent legal developments. This alert does not create or continue an attorney client relationship nor should it be construed as legal advice or an opinion on specific situations.

Circular 230 Disclosure: To ensure compliance with Treasury Department rules governing tax practice, we inform you that any advice contained herein (including any attachments) (1) was not written and is not intended to be used, and cannot be used, for the purpose of avoiding any federal tax penalty that may be imposed on the taxpayer; and (2) may not be used in connection with promoting, marketing or recommending to another person any transaction or matter addressed herein.

© 2013 Loeb & Loeb LLP. All rights reserved.

Advanced Media and Technology Department

ROBERT M. ANDALMAN	RANDALMAN@LOEB.COM	312.464.3168
ALISA C. BERGSTEIN	ABERGSTEIN@LOEB.COM	312.464.3155
IVY KAGAN BIERMAN	IBIERMAN@LOEB.COM	310.282.2327
CHRISTIAN D. CARBONE	CCARBONE@LOEB.COM	212.407.4852
TAMARA CARMICHAEL	TCARMICHAEL@LOEB.COM	212.407.4225
MARC CHAMLIN	MCHAMLIN@LOEB.COM	212.407.4855
MARGARET CHARENDOFF	MCHARENDOFF@LOEB.COM	212.407.4069
CRAIG A. EMANUEL	CEMANUEL@LOEB.COM	310.282.2262
KENNETH R. FLORIN	KFLORIN@LOEB.COM	212.407.4966
DANIEL D. FROHLING	DFROHLING@LOEB.COM	312.464.3122
NOREEN P. GOSSELIN	NGOSSELIN@LOEB.COM	312.464.3179
THOMAS A. GUIDA	TGUIDA@LOEB.COM	212.407.4011
NATHAN J. HOLE	NHOLE@LOEB.COM	312.464.3110
MELANIE J. HOWARD	MHOWARD@LOEB.COM	310.282.2143
THOMAS P. JIRGAL	TJIRGAL@LOEB.COM	312.464.3150
IEUAN JOLLY	IJOLLY@LOEB.COM	212.407.4810
JULIE E. LAND	JLAND@LOEB.COM	312.464.3161
JESSICA B. LEE	JBLEE@LOEB.COM	212.407.4073
MICHAEL MALLOW	MMALLOW@LOEB.COM	310.282.2287
KATHERINE THERESE MASON	KMASON@LOEB.COM	212.407.4898

NERISSA COYLE MCGINN	NMCGINN@LOEB.COM	312.464.3130
ANNE KENNEDY MCGUIRE	AMCGUIRE@LOEB.COM	212.407.4143
DANIEL G. MURPHY	DMURPHY@LOEB.COM	310.282.2215
BRIAN NIXON	BNIXON@LOEB.COM	202.618.5013
ANGELA PROVENCIO	APROVENCIO@LOEB.COM	312.464.3123
CHRISTINE M. REILLY	CREILLY@LOEB.COM	310.282.2361
KELI M. ROGERS-LOPEZ	ROGERS-LOPEZ@LOEB.COM	310.282.2306
SETH A. ROSE	SROSE@LOEB.COM	312.464.3177
ROBERT MICHAEL SANCHEZ	RSANCHEZ@LOEB.COM	212.407.4173
ALISON POLLOCK SCHWARTZ	Z ASCHWARTZ@LOEB.COM	312.464.3169
BARRY I. SLOTNICK	BSLOTNICK@LOEB.COM	212.407.4162
REGAN A. SMITH	RASMITH@LOEB.COM	312.464.3137
BRIAN R. SOCOLOW	BSOCOLOW@LOEB.COM	212.407.4872
WALTER STEIMEL, JR.	WSTEIMEL@LOEB.COM	202.618.5015
AKIBA STERN	ASTERN@LOEB.COM	212.407.4235
JAMES D. TAYLOR	JTAYLOR@LOEB.COM	212.407.4895
MICHAEL A. THURMAN	MTHURMAN@LOEB.COM	310.282.2122
JILL WESTMORELAND ர	WESTMORELAND@LOEB.COM	212.407.4019
DEBRAA. WHITE	DWHITE@LOEB.COM	212.407.4216
MICHAEL P. ZWEIG	MZWEIG@LOEB.COM	212.407.4960