Privacy and the Workplace

David T.S. Fraser
The Canadian Institute
May 2007



Outline

- What law, if any?
- Pre-employment screening
- Workplace investigations
- Employee blogs
- Facebook



Is you in or is you out?

- PIPEDA only applies if you're a FWUB: Federal work, undertaking or business
- From PIPEDA:

- 4. (1) This Part applies to every organization in respect of personal information that ...
 - (b) is about an employee of the organization and that the organization collects, uses or discloses in connection with the operation of a federal work, undertaking or business.



Are you a FWUB?

Defined in PIPEDA:

"federal work, undertaking or business" means any work, undertaking or business that is within the legislative authority of Parliament. It includes

- (a) a work, undertaking or business that is operated or carried on for or in connection with navigation and shipping, whether inland or maritime, including the operation of ships and transportation by ship anywhere in Canada;
- (b) a railway, canal, telegraph or other work or undertaking that connects a province with another province, or that extends beyond the limits of a province;
- (c) a line of ships that connects a province with another province, or that extends beyond the limits of a province;
- (d) a ferry between a province and another province or between a province and a country other than Canada;
- (e) aerodromes, aircraft or a line of air transportation;
- (f) a radio broadcasting station;
- (g) a bank;
- (h) a work that, although wholly situated within a province, is before or after its execution declared by Parliament to be for the general advantage of Canada or for the advantage of two or more provinces;
- (i) a work, undertaking or business outside the exclusive legislative authority of the legislatures of the provinces; and
- (j) a work, undertaking or business to which federal laws, within the meaning of section 2 of the *Oceans Act*, apply under section 20 of that Act and any regulations made under paragraph 26(1)(k) of that Act.



Non-PIPEDA Provinces

 Employee information is covered under the provincial privacy laws of Alberta, British Columbia and Quebec.



General Rules

- PIPEDA, PIPAs are consent based, but ...
 - Consent in the workplace is problematic
- Not a "consensual" relationship during employment always an element of coercion
- PIPEDA:
 - Consent, notice, reasonableness (s. 5(3)) or consent exceptions
- PIPAs:
 - Reasonableness, relevance and notice, or consent exceptions
- Best practices:
 - Reasonableness, relevance and notice, or consent exceptions



Pre-employment screening



References and background checks

- Pre-employment screening is often reasonable
- Application process lends itself to notice and consent
- Notify the prospective employee that you'll be checking references and get written consent



Employment Issues

References

- Seeking a reference is a collection of personal information (requires consent)
- Giving a reference is a disclosure of personal information (requires consent)



Employment Issues

- References- What to do
 - Make sure you get consent to check more than just the references provided
 - Make it part of the hiring process or place a consent as part of the job application form
 - Be prepared to provide a copy of the consent to reference providers
 - Before giving a reference, confirm that the reference seeker has consent to obtain it.
 - "In order to confirm the applicant's qualifications and suitability for the position applied for, the applicant hereby consents to the collection of personal information for this purpose by AcmeCo, including obtaining references from the applicant's former employers, supervisors, clients and colleagues, confirmation of any criminal convictions for which a pardon has not been granted, results of aptitude tests, and verification of educational attainment. I consent to the indefinite retention and periodic update of such information, if hired."



Credit checks

- Make sure this is relevant to the position
- Always get written consent
- Just because you have consent, beware of other laws – consumer reporting legislation in the relevant province



Criminal records checks

- If relevant, privacy laws may allow with consent, but be very careful about human rights legislation
- Ontario Human Rights Code prohibits discrimination on the ground of "record of offences": i.e. applicant cannot be asked whether he or she has had any kind of a criminal record.
- Can ask whether applicant has been convicted of a federal offence for which he or she has not received a pardon, whether they are bondable if reasonable requirement of job.



Workplace Investigations



The General Rule: Consent

4.3 Principle 3 -- Consent

The knowledge and consent of the individual are required for the collection, use, or disclosure of personal information, except where inappropriate.



Consent Exceptions

 Section 7 of PIPEDA sets out the allowed exceptions to the general consent rule

Warning:

- Many are not very easy to follow.
- May not allow you to do what you want.
- Adult supervision required!



Consent Exceptions

- S. 7(1) Allows some collection
- S. 7(2) Allows some use
- S. 7(3) Allows some disclosure

 Be careful that allowed collection may not lead to allowed use → at least not according to the statute.



Consent Exceptions

- S. 7(1)(b) "it is reasonable to expect that the collection with the knowledge or consent of the individual would compromise the availability or the accuracy of the information and the collection is reasonable for purposes related to investigating a breach of an agreement or a contravention of the laws of Canada or a province."
 - Can be <u>collected</u> and <u>used</u> (but only if collected under s. 7(1)(b)).
 - The employment "contract" is an agreement. A legitimate investigation is likely an investigation of a breach of that agreement or of a legal violation.



Blogging and Facebook



blurring the line between work and home

- Employees can be disciplined for off-duty conduct
- Usually if ... conduct is prejudicial to the employer
- Even "unofficial blogs" can cause problems for employers and consequences for employees



washingtonienne

- Anonymously written by Jessica Cutler
- Low-level staffer on Capitol Hill
- Wrote about her amorous ventures
- Exposed when people connected the dots
- Eventually fired
- Wrote a book





Diary of a flight attendant

- Anonymous flight attendant for an unnamed airline
- Exposed as flight attendant for Delta Airlines
- Eventually fired for posting "inappropriate pictures" of her in her uniform online





Diary of a fired flight attendant





What are the privacy issues?

- Reviewing employee blogs and Facebook pages is a <u>collection</u> of personal information.
- Using such information for discipline is a <u>use</u> of personal information.
- There's no caselaw about collection and use of such materials from a privacy perspective
- If the blog is publicly accessible, likely implied consent to the <u>collection</u>
- Reading the blog would not be an unreasonable invasion of privacy

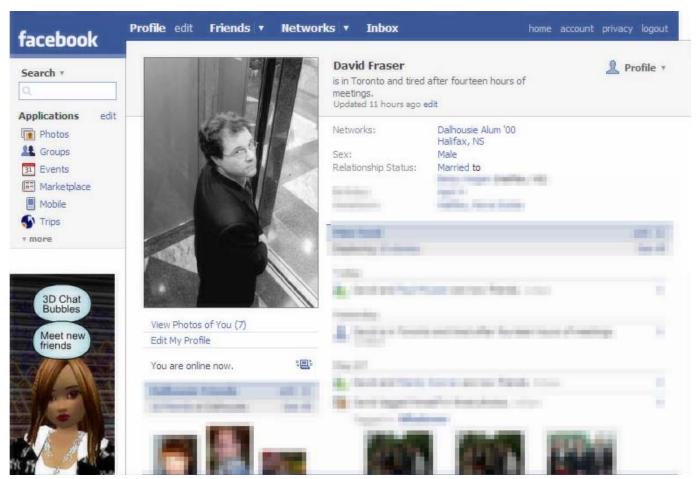


Privacy law implications?

- If the blog is harmless and the employer doesn't have a blogging policy, employer isn't likely to <u>use</u> it.
- If the blog violates the employment agreement, it can be used without consent under s. 7 of PIPEDA and 17(d) of PIPA (AB).



Facebook





Facebook

- Clearly personal information
- Beware of the users' privacy preferences
- Users can control who has access to their profiles
 - If anyone can have access, may be just like a blog with no reasonable expectation of privacy
 - But if their settings preclude public access, there ay be a reasonable expectation of privacy
- Employer use may violate terms of service, but this likely isn't fatal to your ability to use it for discipline.



Problems

- New technology
- No clue of the expectations
 - For employees and employers
- No clear rules unless you make them
- Employees may think they have something called "freedom of speech"



Advice to employers

- Set some ground rules
 - Don't have to be anti-blog
- Advise employees that you routinely search for mentions of your company online
- Regularly Google your company name
- Act promptly
- Be consistent



David T.S. Fraser

Direct Dial 902 444 8535 Email david.fraser@mcinnescooper.com

David leads McInnes Cooper's Privacy practice, working with large and small clients to implement compliance programs for federal and provincial privacy laws. He regularly provides opinions related to Canadian privacy law for Canadian and foreign organizations and is a frequently invited speaker on this topic.

He is also the author of "The Canadian Privacy Law Blog", an online privacy blog at http://www.privacylawyer.ca/blog.

In addition, David is the Chair of the Privacy Law Subsection of the Canadian Bar Association – Nova Scotia and the co-chair of the IT.Can Privacy Committee.



