

PRIVACY LAWS & BUSINESS DATA PROTECTION & PRIVACY INFORMATION WORLDWIDE

Shell and Daimler-Chrysler explore new data transfer rules

A group of multinational corporations are working closely with European data protection commissioners to develop a new "corporate rules" scheme aimed at reducing the burden of transferring personal data from the EU. By **Stewart Dresner**.

The advantage of this

new approach is that it is

more closely aligned to

what companies actually

do, as opposed to a

contract that is effectively

imposed on them...

The European Commission is supporting an assessment of a new legal approach to the transfers of data from the EU. The project was announced by Peter Hustinx, the Netherlands' Data Protection Commissioner, at the International Association of Privacy Professionals (IAPP) conference in Washington on February 27th.

The former chairman of the EU

Article 29 Data Protection Working Party explained that a small number of global businesses, including Shell and Daimler-Chrysler, exploring with data protection commissioners in the Netherlands and the United King-

dom (Shell) and Berlin (Daimler-Chrysler) respectively, how this new approach would work in practice.

The scheme is being discussed by the Working Party in April and June and could receive formal approval later this year. Once approved, an explanatory document would be posted on the Working Party section of the European Commission's website.

Dr Hansjürgen Garstka, Berlin's Commissioner for Data Protection and Freedom of Information, told *PL&B International* that he has

already approved the Daimler-Chrysler scheme. "Such a scheme is specifically provided for in Germany's data protection law and I am now exploring, together with the company, how it is working."

This approach builds on the foundation of the Working Party's earlier policy statements, such as its paper entitled *Transfers of personal data to third countries: Applying Articles 25*

and 26 of the EU Data Protection Directive (Working Party document 12) adopted under the chairmanship of Hustinx in 1998. It also builds on a more recent statement, made by European Commissioner Frits Bolkestein on

October 1st last year during a conference in Brussels to review the directive (*PL&B Int*, Nov 2002 p.6). He said then that the Commission favoured not only high, but also effective standards of data protection, "a more consistent application of the directive" across the EU, and the alleviation of any unnecessary administrative burdens.

Three of his priorities for the future are met by this new approach:

Continued on p.3

Issue 67 March/April 2003

NEWS & ANALYSIS

2 Comment

4 Global News Roundup

6 News

France's Senate approves new Data Protection bill • ACLU admits privacy blunder • US marketers rally against do-not-call list • Canadian businesses cited for non-compliance • Hong Kong e-commerce hindered by privacy concerns

9 News Analysis

Data theft leads to PR nightmare • Dutch industry faces tougher privacy sanctions • European Parliament condemns airline data deal

REGULATION

12 - Article 29 Data Protection Working Party

What role does the Article 29 Data Protection Working Party play, and how can the business community influence its future policy decisions?

14 - Data protection in Latin America

The lack of harmonised privacy legislation could hinder the free flow of personal data between Latin American countries and with the European Union.

16 - Kids' privacy

The US Federal Trade Commission is getting tough on children's' privacy, handing out record penalties to noncompliant companies.

18 - Health data

A new security rule has been established under the US Health Insurance Portability and Accountability Act (HIPAA). How will it affect those in the healthcare industry?

SECURITY

22 - Password management

Passwords are the most common tool for authentication, but they are far from being the best. How can businesses iron out the weaknesses?

26 - Security legislation

Is the current crop of security legislation sufficient enough to safeguard information, or do businesses need further protection?