

National Academy of Arbitrators (NAA)

Cybersecurity and Digital Privacy

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Presented by



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Lawfully Monitoring Remote Workers

The Rapid Expansion Of Employee Monitoring

- Percentage of employers using tools to monitor their workers has doubled since the beginning of the pandemic to 60% (Gartner Study 2022)
- Employer dollars spent on employee monitoring software jumped by 75% in pandemic levels through July 2022 (Top10 VPN 2023) March 2020 and continued to grow by 40% or more monthly over pre-
- Growth is expected to continue at more than 17% annually through the end of the decade (Adroit Market Research 2022)
- Average annual cost of monitoring software is approximately \$80/employee depending on software used (SHRM Study2020) monitored, but cost can range from \$40/employee to \$150/employee

Why Are Employers Monitoring?

- 85% of leaders surveyed found the shift to hybrid work "challenging to have confidence that employees are being productive" (Microsoft Study 2022)
- Top three reasons employers are monitoring (Digital.com Study 2023)
- Understanding how employees are spending their time (79%)
- Confirming employees are working a full day (65%)
- Ensuring employees aren't using work equipment for personal use (50%)
- Of the employers surveyed, 88% had terminated workers as a result of 21% between 51 and 100 employees monitoring productivity, with 25% terminating between 1 and 10 workers, and
- Only 12% did not fire anyone! (Digital.com Study 2023)

How Are Employers Monitoring?

- > The most popular methods are software that monitors web browsing and applications (54%)p and logs keystrokes (44%) (Digital.com Study 2023) application use (76%); captures random screenshots (60%); blocks content and
- IDC Global 2022 survey of 816 organizations with 500 employees
- Websites visited 37.9%
- Logins/logouts 36.1%
- Documents/data accessed 35.1%
- Active and idle time 33.1% Key logging 32.2%
- Technology to review email, messaging, voice 29.8%
- Location tracking 29.7%
- Screen capture 26.3%

Laws Regulating Employee Monitoring

Notice Laws

- information, including browsing and search history; (b) geolocation data; and (c) CA: "Personal information" includes: (a) Internet or other electronic network activity audio, electronic, visual, thermal, olfactory, or similar information
- CT: Written notice of collection of information on an employer's premises observation concerning employees' activities or communications by any means other than direct
- **DE/NY**: Notice if employer "monitors or otherwise intercepts" telephone or e-mail communications or Internet usage

Location Tracking

- 6 states require consent to track via GPS app downloaded to a personal device
- 16 states require consent to track a personal vehicle

Laws Regulating Employee Monitoring

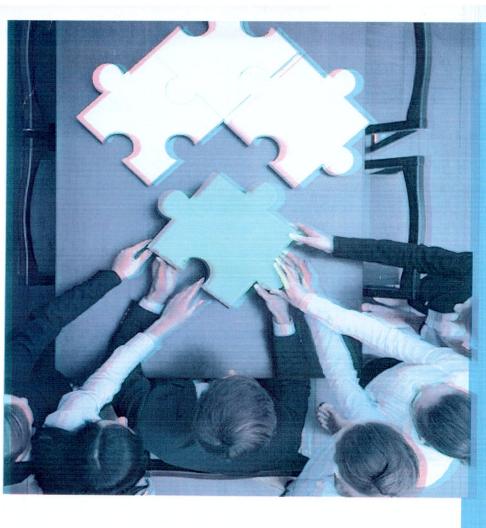
Wiretap Laws

- Federal Wiretap Act prohibits "interception" of "content" of wire, oral or electronic communications without consent of at least one party
- 11 states require consent of all parties to the communication
- Criminal statutes, but many have civil remedies
- FWA: statutory damages of \$10,000 or \$100/day of violation
- Exclusionary rule for fruits of an unlawful interception

Examples Of Real-Time Monitoring

- Telephone monitoring
- Keystroke logging
- Auto-forwarding e-mail
- Video surveillance with audio recording
- Continuous screenshot capture

Key Takeaways: Implementation



- Understand the monitoring technology
- Select monitoring technology that meets corporate objectives
- Minimize collection of data by monitoring tools
- Ensure that managers actually use fruits of the monitoring

Key Takeaways: Legal Compliance

- Use real-time monitoring tools only when truly needed
- Provide notice to employees even when not legally required
- Consider obtaining written consent where consent is required
- Implement a short retention period subject to litigation holds



