The GDPR: from inception, to today's application and beyond

David Ciliberti,

General Introduction

Rewind: 2012-2016; 2016-2018;

► State of Play: 2018-2021;

► Way forward: 2021-2024;

The EU Data Protection Reform Package: timeline

- General Data Protection Regulation (GDPR)
- 2012-2016: Negotiations;
- 2016-2018 Transition period; 'Entry into force'
- ☐ Since 25 May 2018- GDPR applies; 'Entry into application'

2012: Proposals

2016: Adoption

2018: Entry into applicatio n

Why a new European framework for Data Protection?

- Technology developments and globalisation: addressing the challenges and seizing the opportunities of the digital economy
- Constitutionalisation of the fundamental right to data protection (Lisbon Treaty)
- ► Fragmentation of legislative framework (different transposition of Directive 95/46/EC into national laws)

Outcome: A harmonised and simplified framework

- One single set of data protection rules for the EU (Regulation)
- ▶ One interlocutor and one interpretation (onestop-shop and consistency mechanism)
- ► Creating a level playing field (territorial scope)
- Cutting red tape (abolishment of most prior notification and authorisation requirement), including as regards international transfers

Main Findings from 2018 till today

- Data Subject Rights (Chapter III)
- ▶ Data Controllers, in particular SMEs (Chapter IV)
- International Transfers (Chapter V)
- One Stop-Shop (Chapter VI & VII)
- Fragmentation (horizontal issue)
- ► GDPR and new technologies (horizontal issue)

Data Subject Rights

- ► FRA Survey: 69% of the EU population heard of the GDPR; 71% of people in the EU know about their national data protection authority
- ► The GDPR strengthened procedural rights, encompassing the right to lodge a complaint with a data protection authority, including through representative actions, and to judicial redress
- ▶ Data Portability: more can be done

Data Controllers, in particular SMEs

- ► The GDPR is fostering competition and innovation, ensures the free flow of data within the Union and creates a level playing field with companies not established in the EU.
- SMEs and GDPR: (i) evolution not revolution; (ii) accountability principles, (iii) risk based approach; (iv) Fines
- ► Toolbox within the GDPR: Codes of Conduct, certification mechanism, SCC,
- Surveys (e.g. in Germany): it is more a burden than a success

International Transfers

- ► The GDPR offers a modernised toolbox to facilitate the transfer of personal data from the EU to a third country or international organisation, while ensuring that the data continues to benefit from a high level of protection.
- ► Adequacy decisions: review and new ones Japan; UK;
- transfers subject to appropriate safeguards;
- derogations for specific situations;
- Upward convergence: gold standard, copied by other third countries.
- Schrems II

One stop shop

- ► The GDPR established an **innovative governance system**, based on independent data protection authorities in the Member States and their cooperation in cross-border cases and within the Board.
- The one-stop-shop mechanism, which is a key asset of the internal market, is used to decide many cross-border cases, and will allow to solve in an efficient and effective way other important cases affecting individuals' rights in many Member States.
- DPAs not a fining machine, but a balanced approach.
- Improvement: (i) national procedures; not all tools being used by DPA, in particular joint investigations.
- ▶ the development of a truly common data protection culture between data protection authorities is **still an on-going process**
- Boiling point?

Fragmentation

Issues in the following sectors: insurance, health, research,

- ▶ While being a Regulation, it allows MS to:
 - (i) introduce more specific data protection provisions; (finance, health, automobile);
 - ▶ (ii) regulatory choices- examples: Art 8, on child consent; Art 85 on balancing freedom of expression with the right to data protection;

Main Conclusion

- The general view is that three years after its entry into application,:
- (i) the GDPR has been an overall success, meeting many of the expectations, even if a number of areas for future improvement have also been identified.
- Premature to draw definite conclusions as to the application of the Regulation and to consider proposals for its revision.
- It is likely that most of the issues identified by Member States will benefit from more experience in the application of the Regulation in the coming years.
- GDPR- horizontal application in different sectors: AI, Blockchain, health, political campaigning. Here to stay: enabler not an obstacle.
- ▶ A number of legislations which are important: AI, Open Banking, COVID-19.

Possible way forward: 2021 till 2024

- ▶ Data Subject Rights: (i) Improve right to data portability by encouraging industry to establish common protocols; (ii) more awareness; (iii) collective action Directive;
- SMEs- deeper reflection on relaxing the conditions in Article 30(5) on record keeping of processing activities;
- International Transfers: (i) Schrems II; (ii) updating of 11 of the adequacy decisions;
- DPAs/one stop shop: foster a truly EU data protection culture; COM and MS to provide funding to DPAs;
- Fragmentation: COM to further pursue dialogue with MS; COM may also use all its tools given by the Treaty;
- CJEU judgments in the pipeline;

Conclusion

► THANK YOU FOR YOUR ATTENTION

► Feel free to contact me on david.ciliberti@ec.europa.eu