

THE UNIVERSITY OF TEXAS SCHOOL OF LAW

Defining the requirement of "reasonable security" in recently effective and pending federal and state consumer data privacy laws

Presented at the 2022 ESSENTIAL CYBERSECURITY LAW CONFERENCE by Elizabeth Rogers, CIPP/US July 27, 2022

1

Agenda: Let's Get Reasonable!

- *Enters password*
- "Incorrect password" "Incorrect password"
- "Incorrect password"
- *Resets password*
- "New password cannot be your old password"





THE UNIVERSITY OF TEXAS SCHOOL OF LAW

Agenda

- High level review of Federal reasonable security requirements of President Biden's Executive Order, the FTC and pending American Data Privacy Protection ACT, among other federal legislation and regulation
- State privacy laws and separate pending and effective requirements for establishing a reasonable security program
- Key Developments
- Legal Requirements
- Key Affirmative Security Requirements
- Case studies to help understand what regulators consider to be a reasonable security program



THE UNIVERSITY OF TEXAS SCHOOL OF LAW

3

Federal Overview



POTUS Announces "reasonable security standards"

- 1. Biden's June 2021 Best Practices Memo: "What we urge you to do to protect against the threat of Ransomware"
 - Implement best practices from the President's Executive Order 14028
 - Multifactor Authentication (because passwords alone are routinely compromised)
 - Endpoint detection and response (to hunt for malicious activity on a network and to block it)
 - Encryption (so if data is stolen, it is unusable)
 - Skilled empowered security team (to patch rapidly, and share and incorporate threat information in your defenses)
- 2. Backup your data, system images, and configurations, regularly test them, and keep the backups offline



THE UNIVERSITY OF TEXAS SCHOOL OF LAW

5

POTUS Announces "reasonable security standards"

- 3. Update and Patch Systems Promptly: This includes maintaining the security of operating systems, applications and firmware, in a timely manner
- 4. Test your Incident Response Plan: There's nothing that shows gaps in plans better than testing them
- 5. Check your Security Team's work: Use a 3rd party pen tester to test the security of your systems and your ability to defend against a sophisticated attack
- 6. Segment your networks: There's been a recent shift in ransomware attacks from stealing data to disrupting operations



THE UNIVERSITY OF TEXAS SCHOOL OF LAW





Find the full text of this and thousands of other resources from leading experts in dozens of legal practice areas in the <u>UT Law CLE eLibrary (utcle.org/elibrary)</u>

Title search: Reasonable Security Standards Taking Effect in 2023

Also available as part of the eCourse 2022 Essential Cybersecurity Law eConference

First appeared as part of the conference materials for the 2022 Essential Cybersecurity Law session "Reasonable Security Standards Taking Effect in 2023"