

Teleperformance Trust & Safety

Overview of the **Digital Services Act**



DSA at a Glance

With the ethos of 'what is illegal offline should be illegal online', the **DSA** aims to provide clearer and more **standardized rules** for large and small digital service providers across the European market. In particular, the DSA will regulate how platforms **moderate content**, **advertise**, and **use algorithms** for recommendation systems.

This is a landmark piece of process-oriented legislation that will have a global impact on trust & safety practices.

It aims to drive common rules for intermediaries in order to increase accountability for harmful and illegal content.

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Timeline

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What are the key dates to be aware of?

23/04/2022 16/11/2022 17/02/2023 +4 MONTHS MAX 17/02/2024











Political Agreement

DSA Rules Entered into Force

Publish User Numbers

VLOP & VLOSE Designation

DSA RULES APPLY for All

- DSA is a piece of legislation that the EU Commission first brought forward on December 15, 2020
- The DSA primarily concern online intermediaries (e.g. online marketplaces, social networks, contentsharing platforms, app stores, and online travel platforms)
- From the time this legislation entered into force, platforms had 3 months to prepare their user numbers for EU
- If found to have violated the DSA, companies can be fined up to 6% of their annual worldwide revenues
- Online platforms and search engines had until February 17, 2023 to specify on their websites the number of active users on their platform (see active list being collated by external stakeholders here: link
- Very large online platforms and search engines are those that reach 45 million users or more in the EU, (around 10% of the EU population)
- From time of designation, intermediaries will have 4 months to comply with rules (e.g. provide annual risk assessment)
- DSA rules apply for all regulated entities and deadline for EU Member States to establish Digital Service Coordinators (VLOPs and VLOSEs have compliance requirements before this date)

Highlights of Obligations



What are the some of the key obligations for intermediaries?



Reporting & Timely Removal

The DSA highlights the need for a notice and action mechanism. Once notified by <u>trusted flaggers</u>, platforms will have to remove illegal content <u>'expeditiously'</u>. Notices flagging purportedly illegal content must be sufficiently precise (should be able to determine illegality without needing a substantive analysis or legal review).



Transparency

Companies will need to be comprehensive, systematic, and diligent in their transparency efforts related to content moderation and the decisions surrounding this. From an advertising perspective, greater transparency on ad targeting (who sponsored the ad, how / why it targets a user) as well as ban on certain targeted ads are required.



KYBC Principles

Online marketplaces can be required to trace their traders under the "know your business customer" principle in order to better track down sellers of illegal goods or those engaged in manipulative practices. and any dark patterns meant to manipulate users and their online behavior are strictly prohibited



Contest Removal

The DSA also stipulates that users are informed about, and can contest removal of content by platforms, having access to dispute resolution mechanisms in their own country.



Statements of Reason

Explanations must be provided to the person impacted by the content moderation decision. Specific pieces of information are required in this explanation such as whether the action involves removal or demonetization, whether the action was in response to a notice submitted or based on voluntary own-initiative investigations, whether automation was used in the decision, a reference to the legal ground for illegal content or the community guideline for a policy violation, and redress mechanisms available to the user.

Mapping of Obligations



Below are the set of cumulative obligations for intermediaries

| | | Intermediary services (cumulative obligations) | Hosting services (cumulative obligations) | Online platforms (cumulative obligations) | Very large platforms (cumulative obligations) |
|---|---|--|---|---|--|
| | Transparency reporting | | | | |
| | Requirements on terms of service due account of fundamental rights | | | | |
| | Cooperation with national authorities following orders | | | | |
| | Points of contact and, where necessary, legal representative | | | | |
| | Notice and action and obligation to provide information to users | | | | |
| | Reporting criminal offences | | | | |
| | Complaint and redress mechanism and out of court dispute settlement | | | | |
| | Trusted flaggers | | | | |
| | Measures against abusive notices and counter-notices | | | | |
| • | Special obligations for marketplaces, e.g. vetting credentials of third party suppliers ("KYBC"), compliance by design, random checks | | | | |
| | Bans on targeted adverts to children and those based on special characteristics of users | | | | |
| | Transparency of recommender systems | | | | |
| | User-facing transparency of online advertising | | | | |
| | Risk management obligations and crisis response | | | | |
| | External and independent auditing, internal compliance function and public accountability | | | | |
| | User choice not to have recommendations based on profiling | | | | |
| | Data sharing with authorities and researchers | | | | |
| | Codes of conduct | | | | |
| | Crisis response cooperation | | | | |

Below are the types of services that are covered

Intermediary Services

This includes internet providers or domain registrars (e.g. GoDaddy)

Hosting **Services**

This includes companies that provide web hosting or cloud storage services (e.g. AWS)

Online Platforms

This includes online marketplaces, app stores, and social media platforms (e.g. Etsy, Discord)

VLOPs and VLOSEs

Very Large Online Platforms (VLOPS) & Very Large Online Search Engines (VLOSE): Includes all of the types of intermediaries who have more than 45m active recipients of the services (not registered users) have further obligations (e.g. AliExpress, Google, Facebook)





Highlights of Obligations

What are the some of the key obligations for intermediaries?

VLOPs must identify significant systemic risks stemming from the functioning and use made of their services in the EU



Including potentially rapid and wide dissemination of illegal content and of information that is incompatible with their terms and conditions

Including any negative effects for the exercise of the fundamental rights to respect for private and family life, freedom of expression and information, the prohibition of discrimination and the rights of the child

3 Intentional Manipulation

Including by means of inauthentic use or automated exploitation of the service, with an actual or foreseeable negative effect on the protection of public health, minors, civic discourse, or actual or foreseeable effects related to electoral processes and public security

When conducting risk assessments, very large online platforms shall take into account, in particular, how their content moderation systems, recommender systems and systems for selecting and displaying advertisement influence any of the systemic risks referred to above



How TP T&S Can Support Clients



Additional Content Moderation capacity

Provide additional capacity in regions / timezone / languages required to support 'expeditious' removal



Manual reviews of User appeals

Provide the required manual review of user appeals (which need to be available for all users to contest moderation decisions)



Assessing Trust & Safety risks

Supporting system risk assessments of dissemination of illegal content, impact on rights, and platform manipulation*



Support Transparency reporting

Support necessary transparency on data points (automated vs. human review, accuracy, effectiveness, precision and recall, etc.).

Further Information and Resources



European Commission

<u>commission.europa.eu/strategy-and-policy/priorities-2019-2024/europe-fit-digital-age/digital-services-act-ensuring-safe-and-accountable-online-environment_en</u>

Company summaries

tremau.com/what-does-the-dsa-mean-for-your-business/

tremau.com/very-large-online-platforms-so-you-have-45-million-users-what-now/

Think Tanks

www.accessnow.org/digital-services-act-eu-content-moderation-rules-guide/

TP Authored Information

www.weforum.org/agenda/2022/12/how-companies-prepare-digital-services-act/

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