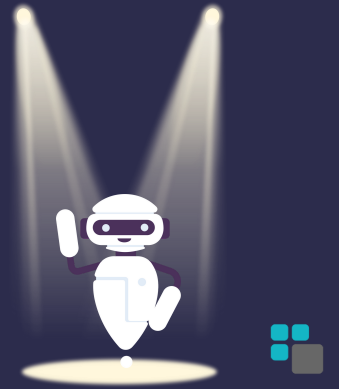


# AI WILL ALWAYS NEED YOU:

## Privacy and Security



*Artificial intelligence (AI) has been around since at least the mid-1950s, but in the last few years (and even weeks) the technology has developed at a rapid rate. It seems like the entire world has its eyes on AI. What can it do, who can it help, who can it hurt, and about one million additional questions, concerns, and insights have folks in both the business and policy worlds activated.*

*Enter our newest blog series: AI Will Always Need You – an AI-drafted, human-supervised blog series highlighting the pros, cons, and everything in between about the world of artificial intelligence. This means we'll be drafting the questions, and ChatGPT is answering – unedited. We'll discuss how it can be applied across industries and shared responsibility to create ethical, helpful technology. Our last installment covered part one of privacy and security, and this time around we're following up with part two.*

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### What are the most significant-privacy-related challenges faced by the AI industry today?

The AI industry faces multiple privacy-related challenges. One major issue is the way AI systems collect and use vast amounts of data, including personal information, for training. Complicating this is the lack of transparency inherent in AI, making it difficult for people to understand how their data is being used. Current regulations around data use are also often inadequate and vary globally, leading to inconsistent protection standards.

**This is often referred to as the “black box problem.” Users have no ability to see how these AI systems make their decisions, only the input prompt and ensuing results.**

Furthermore, data security is an issue, with AI systems storing significant quantities of sensitive data that could be targeted in cyber-attacks. This is especially problematic with biometric data like facial or voice recognition, the misuse of which can lead to identity theft or unauthorized surveillance.

**We are already seeing the use of deep fakes to do this in elections around the globe.**

There are also concerns about discrimination and bias in AI, which can disproportionately impact certain groups. Finally, issues arise from third-party data sharing and automated decisions based on private or sensitive information. Addressing these issues requires both technical and regulatory changes, as well as a shift in corporate culture towards respecting privacy.

**While we certainly believe that privacy should be a business decision, we'd expect that part of the future conversations around the use of AI, especially in business contexts, will be where the business implementing AI into their tools/services/apps will be liable for privacy violations through AI, versus the owners/providers of the AI system.**

### **Can AI systems be manipulated to breach data privacy? If yes, how can this be prevented?**

Yes, AI systems can be manipulated to breach data privacy, particularly through adversarial attacks or other methods designed to extract sensitive data or distort AI behavior. Preventing such breaches requires multiple approaches.

**Because an AI model can be trained on millions of phishing samples, it would be able to detect such threats based on thousands of characteristics from a single URL.**

Models can be designed to be more robust against attacks, including training them with adversarial examples to increase resilience. Differential privacy, which uses noise to mask individual data, can offer strong privacy protection. Regular audits and penetration testing can help identify vulnerabilities before they are exploited, and data should be encrypted at all stages to prevent unauthorized access.

Newer techniques, such as federated learning, can train AI models across multiple devices without sharing the actual data, and using minimal data and obtaining explicit user consent can reduce the risks. Compliance with data privacy regulations and adherence to privacy-preserving standards can also protect data privacy.

Privacy-preserving AI techniques like homomorphic encryption or secure multi-party computation can allow the processing of data without revealing it. These efforts are part of an area known as Privacy-preserving AI or Machine Learning, which focuses on enabling AI to learn from data while maintaining privacy.

### **What are some strategies to balance the benefits of AI with the need for privacy and data protection?**

Balancing the benefits of AI with privacy and data protection needs involves multiple strategies. The concept of Privacy by Design suggests integrating privacy considerations into AI from the

beginning, which may involve limiting and securely handling data.

Using privacy-preserving technologies such as differential privacy or federated learning can help AI models learn without compromising individual privacy. It's also crucial for AI systems to be transparent and explainable, so users understand how their data is used and how AI decisions are made.

Compliance with existing data privacy laws and giving users control over their data, including obtaining informed consent for data collection, is vital. Regular security audits can help identify and address vulnerabilities, while organizational training can foster a culture of privacy and data protection.

**There are many public-private partnerships that exist right now focused on furthering things like privacy and security. This includes the sector coordinating councils for all 14 areas of critical infrastructure in the U.S., coming out of the Cybersecurity and Infrastructure Security Agency (CISA).**

Lastly, partnerships between governments, private organizations, and academia can encourage the development of privacy-preserving AI techniques and policies that balance AI innovation with privacy protection. These strategies combined can help harness AI's potential while respecting individual privacy.

### **How are AI technologies complying with current data protection laws and regulations?**

AI technologies are aligning with current data protection laws and regulations through several practices. One primary method is through data minimization, where these technologies are designed to limit data collection and processing to what is strictly necessary for the intended purpose. This aligns with principles laid out in regulations such as the General Data Protection Regulation (GDPR) and the California Consumer Privacy Act (CCPA).

**We mentioned this in Part 1 of the Privacy and Security blog, but AI is meant to take large amounts of information and data from a wide variety of data sources and topics, so where does data minimization actually come into play and does that then impact the promise or purpose of the tool?**

Another important practice is consent management. Many data protection laws mandate that explicit user consent be obtained before personal data can be collected or processed. Hence, AI technologies incorporate mechanisms to obtain and manage user consent effectively, providing clear information about how data will be used and offering options to users to control their data.

AI technologies also prioritize data security and protection against breaches. This includes encrypting data, regular security audits, implementing strong access controls, and using secure

communication channels. Compliance with data security standards is not just good practice, it's often legally required.

Finally, privacy by design is becoming a standard approach. This principle involves incorporating privacy considerations right from the initial design phase of AI technologies, and it's stipulated in many modern data protection laws.

**We asked ChatGPT this question again with the web browser plug-in (that has since been disabled) and it was notable that it didn't mention any of the AI privacy laws it currently conflicts with, in Italy for example.**

Overall, the aim is to align the operation of AI systems with the principles of transparency, fairness, data minimization, and respect for user rights, which form the core of most data protection regulations.

### **How does the application of AI in surveillance technologies impact privacy?**

The application of AI in surveillance technologies has a profound impact on privacy. Here are some of the key ways:

1. **Mass Surveillance:** AI can be used to analyze huge amounts of data from cameras, social media, and other sources, enabling mass surveillance. While this can help in crime prevention or traffic management, it can also lead to intrusive monitoring of individuals without their knowledge or consent.
2. **Facial Recognition:** AI-powered facial recognition can identify individuals in crowds or in public places. While useful for security or law enforcement purposes, it can also be used to track individuals or groups in ways that infringe on their privacy.
3. **Behavior Analysis:** AI can analyze patterns of behavior, detecting anomalies or "suspicious" activity. This capability could be used to predict and prevent undesirable actions, but it could also lead to false positives or be used to suppress lawful activities.

**If this sort of behavior monitoring includes internet behavior (cookies, etc.) and a user doesn't opt-in to the use of that data, that seems like a privacy conflict.**

4. **Data Collection and Storage:** Surveillance systems collect and store vast amounts of data. Even if the data is initially collected for legitimate purposes, there are concerns about how long it is retained, who has access to it, how it is secured, and whether it could be used for other purposes.

**This is an all too common issue with AI and surveillance. There are many ways the app ecosystem can combat this issue but a great place to start is to put more emphasis on creating a more diverse workforce. Many reasons behind bias in tech has to do with the fact that nearly 70 percent of tech professionals are White.**

5. Bias and Discrimination: AI algorithms can be biased, leading to disproportionate surveillance or misidentification of certain groups, infringing on their privacy rights.

### **How can transparency and accountability be maintained in AI systems to better ensure privacy and security?**

Ensuring transparency and accountability in AI systems is crucial for maintaining privacy and security. One key strategy is being transparent about data usage, meaning users are informed about what data is being collected, how it's used, who it's shared with, and how long it's retained. AI models can be designed to provide explanations about their decisions, making the system's inner workings more understandable. This practice, often referred to as explainable AI, enhances trust and allows for better scrutiny of AI decisions.

Accountability in AI systems is about identifying and taking responsibility for the effects of the system's actions. Regular audits of AI systems can ensure they're working as intended and adhering to their defined ethical guidelines and legal regulations. Independent third-party audits can provide even more objective assessments.

**As our small business members are implementing AI into their own business strategies, it will be critical to make sure that any requirements around the appropriate privacy and security protections related to the use of AI be scalable for small businesses, especially as it relates to direct compliance costs of third party audits, etc.**

Data protection officers or ethics committees within organizations can oversee the use of AI and ensure that data privacy and ethical standards are upheld. They can also serve as points of contact for any concerns or complaints.

Finally, strong and clear regulations can enforce accountability and transparency in AI systems. Regulations like GDPR in Europe define responsibilities and requirements for handling personal data, and also impose penalties for violations. Ensuring that AI systems are developed and used in compliance with these regulations is a critical aspect of maintaining privacy and security.

**Consider this another resounding plug for a federal privacy bill in the U.S. that would set a single national standard for privacy.**

