

#### **Don't Underestimate the Need** for Social Media Policies

Rendi L. Mann-Stadt Ward and Smith, P.A. 82 Patton Avenue, Suite 300 (28801) 82 Patton Avenue, Suite 300 (28801) Post Office Box 2020

Asheville, NC 28802-2020 P: 828.348.6016 F: 828.348.6077

E: rms@wardandsmith.com

Hayley R. Wells Ward and Smith, P.A. Post Office Box 2020 Asheville, NC 28802-2020

P: 828.348.6018 F: 828.348.6077

E: hrw@wardandsmith.com



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#### Rendi L. Mann-Stadt



- Practice experience encompasses various aspects of labor and employment law and general litigation matters
- Assists private and public clients with employment agreements, employee benefits, harassment, employment discrimination, and labor relations issues
- Has represented clients before professional boards, administrative agencies, and in state and federal courts in a wide variety of employment matters, including FLSA, FMLA, USERRA, and wrongful discharge

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#### Hayley R. Wells

- Practice primarily focuses on labor and employment law and general business litigation
- Regularly advises individual and corporate clients in matters of covenants not to compete, employment discrimination, discipline and termination, harassment, wrongful discharge, wage and hour matters, and personnel policies and procedures
- Appears regularly in state and federal courts, as well as before state and federal administrative agencies



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# Social Media in the Workplace



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#### **Ubiquity of Social Media**

- 98% of 18-24 year olds use Social Media
  - Source: Statistics Brain (<a href="http://www.statisticbrain.com/social-networking-statistics/">http://www.statisticbrain.com/social-networking-statistics/</a>)
  - Facebook ≈ 1.23 Billion Active Users
  - LinkedIn ≈ 277 Million Users
  - Twitter ≈ 243 Million Active Users
  - Instagram ≈ 150 Million Users
  - Pinterest ≈ 70 Million Users
    - Source: Digital Marketing Ramblings (http://expandedramblings.com/index.php/resource-how-many-people-use-the-top-social-media/4/)

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### The New Reality: Fun Facts

- 40% of people socialize more online than face-to-face.
- There are more devices connected to the Internet than there are people on Earth.
- Of the 6 billion people on Earth, 4.8 billion have a mobile device. 4.2 billion own a toothbrush.
  - Source: Creotivo (http://www.creotivo.com/blog/infographic-100-socialnetworking-statistics-facts-for-2012/)

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#### The New Reality: Not As Fun

- How Does Social Media Affect Employers?
  - Glassdoor: Reviews by current and former employees
  - Facebook/Twitter: "Posting"/"Tweeting"
    - Disgruntled employees and their complaints
    - Inappropriate behavior between co-workers or supervisors and subordinates
    - Privacy concerns
- Social Media and the problems that stem from its use are prevalent in employment.

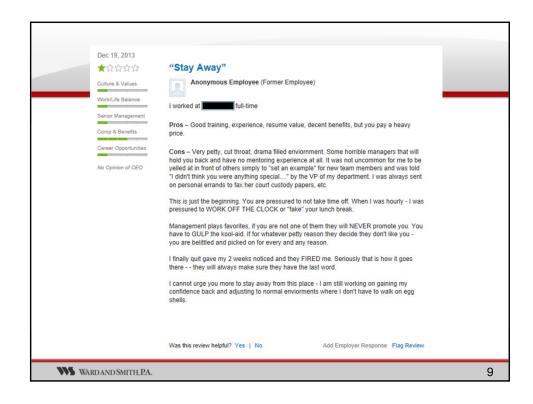
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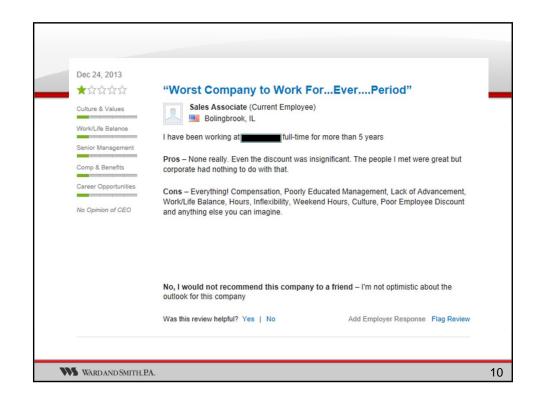
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#### The Impact of Social Media

- Unlike the proverbial water cooler, employees'
  use of Social Media to discuss work issues can
  easily and quickly reach thousands, even
  millions, of people.
- The potential audience includes co-workers, but also customers, patients, vendors, government agencies, and others.
- Take for example the following Glassdoor postings:

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#### Reaction?

- Some employers tend to react <u>immediately</u>, and possibly unlawfully, to employees' offensive use of Social Media.
- Social Media 101 Lesson One:
  - Avoid knee-jerk reactions.
  - Educate supervisors, early and periodically, about appropriate responses to posts on Social Media websites.

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#### Limits on Employers

- Why in the world do employers have to tolerate employees' disparaging remarks on Facebook, Twitter, Glassdoor, or other online media?
  - Federal Law The National Labor Relations Act ("NLRA") prohibits most employers from retaliating against employees because they engaged in "protected concerted activity."

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#### Does the NLRA Concern You?

- YES, Probably . . .
  - NLRA applies to employers engaged in interstate commerce:
    - Health care facilities and medical offices are subject to NLRA if gross annual volume is at least \$250,000.
- But we're not unionized!
  - Even with non-unionized workforces, NLRA still governs and provides protection.

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# Basic NLRA Rights: Section 7

- "Employees shall have the right to self-organization, to form, join, or assist labor organizations, to bargain collectively through representatives of their own choosing, and to engage <u>in other concerted activities</u> for the purpose of collective bargaining <u>or other</u> mutual aid or protection."
- \*\*Employees in non-unionized workforces can engage in concerted activity for mutual aid and protection.

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#### Definition of "Concerted Activity"

- Acting "with or on the authority of other employees, and not solely by and on behalf of the employee himself."
  - Not all concerted activity is protected. Employees can lose protection of Section 7 if their language is sufficiently abusive, vulgar, offensive, scurrilous, or insubordinate.
- Concerted activity is protected if its purpose pertains to terms and conditions of employment.
- But individual gripes or complaints <u>Do Not</u> constitute concerted activity.

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### NLRA Section 8(a)(1)

- Makes it an "unfair labor practice" for any covered employer to "interfere with, restrain, or coerce employees in the exercise of the rights guaranteed" by Section 7 of NLRA.
- Implication: Be careful when disciplining and/or terminating employees based on Social Media activity.

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#### Real Case Example

- Customer complaint made against Employee.
- Supervisor disciplined Employee regarding customer's complaint.
- Employee posted a negative comment about Supervisor on Facebook from her home computer. Employee's co-workers chimed in with support.
- In one post, Employee described Supervisor as a "scumbag."

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# "My Supervisor Is a Scumbag"

- Employer fired employee.
- NLRB determined that Employee had engaged in protected concerted activity because she and her coworkers were discussing supervisory action.
- Furthermore, NLRB determined that employee's name-calling did not disqualify her from protection of Section 7.

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#### Tips for Employers

- Social Media: A new platform on which employees may engage in protected concerted activity.
- Lesson to Employers:
  - Discipline or separation from employment based on employee's use of Social Media may result in unfair labor charge with NLRB.
  - Potential Liability:
    - Reinstatement + Back-pay + Interest = \$\$\$
    - Note: Potential notoriety if NLRB issues written opinion.

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# Tips for Addressing Social Media Discipline Issues

- Implement a compliant Social Media policy.
- Familiarize supervisors with company's obligations under NLRA.
- Require supervisors to consult with senior HR employees before taking action.
- When disciplining employees for Social Media posts, determine whether post represents individual gripe (not concerted activity) or complaint on behalf of herself and other employees (concerted activity).

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# Tips for Addressing Social Media Discipline Issues (cont.)

- Do not assume that employee's use of profanity or other vulgar terms disqualifies her from protection under Section 7 of NLRA.
  - Focus first on whether concerted activity is present.
- Have legal counsel review policies and practices for Section 7 compliance.
- Consult legal counsel before terminating any employee related to Social Media postings.
  - Why: NLRB's guidance on this issue has been in flux over the last few years.

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# Confidentiality Issues

- Social Media also raises privacy and confidentiality concerns.
- Employees have an obligation of confidentiality:
  - Federal Laws
  - State Laws
  - Contracts
  - Personnel Policies

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#### Sources of Confidentiality

#### Federal Law:

- HIPAA Privacy Rule: Protects privacy of individual identifiable health information
- HIPAA Security Rule: Sets national standards for the security of electronic protected health information
- Useful Resource: http://www.hhs.gov/ocr/privacy/

#### State Law:

 Trade Secrets Protection Act: Gives employers a private action against employees for misappropriation of trade secrets. N.C. Gen. Stat. § 66-152 et seq.

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#### Sources of Confidentiality (cont.)

- Most common sources for employees' duty of confidentiality are:
  - (1) Confidentiality Agreements
  - (2) Employee Personnel Policies
- Apart from federal and state law, employers are free to require employees to sign confidentiality agreements as a condition of employment.
  - Also: Confidentiality provisions in employee handbooks and personnel policies.

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#### Personnel Policies

- Employers should have a written policy addressing:
  - General Confidentiality Obligation
  - Social Media Use
  - Electronic and Other Communications
  - Internet / Information Systems
- These policies should include a disclaimer informing employees that they have no expectation of privacy with respect to use of company information systems.

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# **Designing Social Media Policies**

- Avoid over-breadth in policy prohibitions
  - i.e., Policy cannot include general prohibition against disparaging remarks or broad prohibition on use of Company's name, service marks, etc.
  - Policy cannot lawfully ban online statements that employer is "not treating employees fairly or paying them sufficiently."
  - Policy cannot require that employee seek employer approval before posting.
- Policy may include anti-harassment or bullying provision.
- Appropriate to advise employees that Social Media content is not private and may be available in litigation even if "deleted."

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#### H.B. 846

- Job and Education Privacy Act
  - Has passed in the House; assigned to Senate Committee on Rules and Operations
- Would prohibit employers and educators from requiring that employees, students or applicants provide a username or password to an electronic account and prohibit monitoring of such accounts on devices owned by the employee/student/applicant.

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