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UNITED STATES OF AMERICA FEDERAL TRADE COMMISSION

COMMISSIONERS: Jon Leibowitz, Chairman

J. Thomas Rosb Edith Ramirez Julie Brill

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COMPLAINT

The Federal Trade Commission, having reason to believe that Goteglnc. ("Goode" or "respondent"), acorporation, has violated the Fleal Trade Commission Act ("FTC Act"), and it appearing to the Commission that this proceeding is in the public interest, alleges:

- 1. Respondent Goog is a Deaware corporation with its principal office or place of business at 1600 Amphitheat Parkway, Mountain View, CA 94043.
- 2. The acts and practices of respondent as alleged in this complaint have be in or affecting commerce, as "commerce" is defined in Section 4 of the FTC Act.

RESPONDENT'S BUSINESS FRACTICES

- 3. Google is a tebnologycompanybest known forts web-basel search engine, which provides fee search results to consumers. Gobergalso provides visious free web products to consumerarincluding its widelyused web-basel email servie, Gmail, which has been available since April 2004. Among other things, Gmail allows consumers to send anderceive emails, chawith other users through Google's instant messange service Google Chat, and storemail messags, contat lists, and other information on Google's servers.
- 4. Googe's free web produts for consumeralso include: Googe Reade, which allows users to subscribe to, read, and share content online; Picasa, which allows users to edit, post, and share igital photos; and logger, Googe's weblog publishingtool that allows users to shartext, photosand video.

5. Google also offers consumers the baility to create a "Google profile," which enables them to make offerin information about themselves public and to link to their content on Google product websites, such as the user's Google Reader shared items, public Picasa Web Albums, and Blogger blog Information on a consumer's public Gooleg profile, which mayinclude the onsumer's nane, location, and photo, is alkable on the filternes and maybe indexed by seach engines.

RESPONDENT'S STATEMENTS

- 6. Respondent has disseminated and to be disseminated statements on its website regrating its privacypractices, including but not limited to:
 - a. From approximately October 2004 until October 2010, the following statement in the Gmail PrivacyPolicy about Googe's use of consumer information provided through Gmail:

Gmail stores, pocesses and maintainsour messages, contat lists and other datalated to pur account in order provide the serviceto you.

b. From approximately October 2005 until October 2010, the following statement in Google's Privacy Policy regarding consumers' choices about the uses of their personal information in all of Google's products, including Gmail:

When you sign up of a paticular service that require registration, we ask you to provide personal information. flwe use this information in a mannelifferent than the purpose for which it was collected, then we will ask for your consent prior to such use.

RESPONDENT'S LAUNCH OF GOOGLE BUZZ

- 7. On February 9, 2010, Google launched a social networking service called Google Buzz ("Google Buzz" or "Buzz") within the Gmail product. GobegBuzz is a platform that allows users to share updates, comments, photos, videos, and other information through posts or "buzzes" made eitherpublicly or privately to individuals or groups of users. Google used the information of consumerwho signed up for Gmäl, including first and last name and email contains, to populate the social networWithout prior notice othe opportunity to consent, Gmail users were, in many instances, automatically set up with "followers" (people following the use). In addition, afterenrollingin Buzz, Gmail users were automatically set up to "follow" otherwises.
- 8. On the day Buzz was launched, Gmail users who signed into their accounts were taken to a welcome sceen that announce the new stevice and highlighted features such sa "No set up needed You're already following the people you email and chat with the most in

Gmail." Gmail users had to elect one of two options to proceed to their inboxes: "Sweet! Check out Buzz" or "Nah, go to myinbox." Exhibit A shows how the initial Buzz screen appeared to consumers.

- a. If a Gmail user selected 'Nah, go to myinbox' from the initial Buzzscreen, that user's information was monetheless shared in a number of ways:
 - i. The user could be "followed" by other Gmail users who had enrolled in Buzz.
 - ii. If the user had previously created a public Google profile, the user could appear on the public Google profiles of people who had enrolled in Buzz and were following the use
 - iii. A Buzz link would appear in the list of links on the user's Gmail page. If the user dicked on the tha

b. Users **o**uld not block followers who did not havepublic Goolge profile.

Moreover, an individual who had not provided airst or last name whresetting up a Goolge account would appear as an "unknown" follower to a user The user

- networkingservice Therefore, the representations set forth imparagraph 13 were, and are false ormisleading and constitute a deptive at or practice.
- 15. As set forth inparagraph 6(b), responder has represented, expressly or by implication, that it would seek consumers' consent to use information they provided for a purpose other than that or which it was collected.

- 21. To satisfy the EU's adequacy standard for certain commercial transfers, the U.S. Department of Commerce ("Commerce") and the EC neggiated the U.S.-EU Seaf Harbor Framework, which went into effect in 2000. The Safe Harbor is a voluntary framework that allows U.S. companies to transfer personal data lawfully from the EU to the U.S. To join the Safe Harbor, a company must self-certify to Commerce that it complies with seven priciples and related requirements that haveen demed to mete the EU's adequary standard.
- 22. The SafeHarbor privacy principles, issued b@ommerce on Jul\(\hat{2}\)1, 2000, include the following:

NOTIC E: An organization mustinform individuals about the purposes forhich it collects and uses information about them, how to contact the organization with any inquiries or complaints, the types of third paties to which it discloses the information, and the choices and means the organization offers individuals for limiting its use ad disclosure. This notice must be provided in clean donspicuous language when individuals are if st asked to provide permal information to the organization or as soon therefor as is pacticable, but in any event before the organization uses such information for a purpose other than that for which it was originally collected or processed by the transfering organization or discloses it for the first time to a third payr.

CHOICE: An organization mustiffer individuals theopportunity to choose (opt out) whether their personal information is (a) to be disclosed total party or (b) to be used for purpose that is incompatible with the purpose for which it was originally collected or subsequently authorized by

other than that for which it was originally collected. Respondent also did not give Gmail users boice about using their information for apurpose that was incompatible with the purpose for which it was originally collected. Therefore, the representations set forth in paragraphs 23 and 24 were, and æ, false or mislealing and constitutes a deptive at or practice.

26. The acts and practices of respondent as alleged in this complaint constitute unfair or deceptive acts or parctices, in or affecting commere, in violation of Section 5(at) the Federal Trade Commission Act.

THERE FORE, the Feleral TradeCommission this thirteenth day of October, 2011, has issued this complaint against respondent.

By the Commisison.

Donald S. Clark Secreary