# UNITED STATES OF AMERICA BEFORE THE FEDERAL TRADE COMMISSION

COMMISSIONERS: Edith Ramirez, Chairwoman

prescribed in Section 2.34 of its Rules, then Doission hereby issues its complaint, makes the following jurisdictional findings and enters the following order:

- 1. Respondent Red Zone Investment Grouso all/b/a ColorTyme ("Red Zone"), is a Texas corporation with its ipcipal office or place of business at 3632 Frankford Road, Suite 200A, Dallas, Texas 75287.
- 2. The Commission has jurisdiction of the bject matter of this proceeding and of respondent, and the proceeding in the public interest.

### **ORDER**

### **DEFINITIONS**

For purposes of this order, the lowing definitions shall apply:

- 1. Unless otherwise specified, "respondentälsmean Red Zone and its successors and assigns.
- 2. "Commerce" shall be define it is defined in Section 4 of the Federal Trade Commission Act, 15 U.S.C. § 44.
- 3. "Computer" shall mean any desktop optlap computer, handheld device, tablet, telephone, or other electronicoduct or device that hasplatform on which to download, install, or run any software programmode, script, or other content.
  - 4. "Clear(ly) and promient(ly)" shall mean:
  - a. In textual communication(e.g., printed publications or words displayed on the screen of a computer or mobile devite) required disclosuseare of a type, size, and location sufficiently noticeable for ardiorary consumer to read and comprehend them, in print that contrasts highlyith the background on which they appear;
  - b. In communications disseminated orally or through audible means (e.g., radio or streaming audio), threquired disclosures are delivered in a volume and cadence sufficient for an ordinary consumto hear and comprehend them;
  - c. In communications disseminated dubth video means (e.g., television or streaming video), the required disclosures in weriting in a form consistent with subpart (a) of this definition and shall appear the screen for a duration sufficient for an ordinary consumer to read and compredithem, and in the same language as the predominant language that used in the communication;

d serr mndall, or ing video), tts Rule77 or la

## II. USE OF TRACKING TECHNOLOGY LIMITED

IT IS FURTHER ORDERED that respondent, directly through any corporation, partnership, subsidiary, divisionate name, or other device, atsolofficers, agents, servants, employees, and all persons or entities in active ent or participation with it who receive actual notice of this order, by personservice or otherwise, in concten with any covered rent-to-

3. Icons: respondent shall provide the activation of any geophysical location tracking technology be accompanied they installation of a clear and prominent icon on the computer on which the technology is stalled, such as othe desktop and in the desktop system tray of the compute ticking on the icon must clearly and prominently disclose: (1) that geophysitation tracking tempology is installed and currently running on the computer; (2) the types ser activity or onduct that is being captured by such technology; (the identities or specificategories of entities with whom any data or information that is collectwill be shared or otherwise provided; (4) the purpose(s) for the collection, use, or straction and the companion information.

Provided that respondent may suspend the notice requiremts of this Part and activate geophysical location tracking techogy if a) the renter reports at the computer has been stolen or respondent otherwises a reasonable basis to beliefwet the computer has been stolen, and b) either the renter respondent has filed a police port stating that he computer has been stolen. Provided further that respondent retain documents establishing (a) and (b). For purposes of this Order, "filing of a poelice port" means the filing of the renter's or respondent's complaint with the lice department in any form cognized in the jurisdiction.

III.
NO DECEPTIVE GATHERING OF

## V. PROTECTION OF DATA

IT IS FURTHER ORDERED that respondent, directly through any corporation, partnership, subsidiary, divisionate name, or other device, atsolofficers, agents, servants, employees, and all persons or entities in active ent or participation with it who receive actual notice of this order, by personservice or otherwise, shall:

A. Delete or destroy all user data prexity gathered using any monitoring or geophysical location tracking techogy that does not comply with

# VIII. COMPLIANCE REPORTING

IT IS FURTHER ORDERED that:

A.

- B. Are reasonably necessary to demonstrate full compliance with each provision of this order, including but not liited to, all documents obtainedeated, generated, or which in any way relate to the requirements, provisions, or terms of this order, and all reports submitted to the Commission pursuant to this order;
- C. Contradict, qualify, or call into questions peondent's compliance ith this order; or
  - D. Acknowledge receipt of this ordebtained pursuant to Part VII.

### X. TERMINATION OF ORDER

This Order will terminate on April 11, 2033, or twenty (20) years from the most recent date that the United States or the Federal adminission files a companion (with or without an accompanying consent decree) in federal administration of the Order, whichever comes later provided, however, that the filing of such a compilate will not affect the duration of:

- A. Any Part in this Order that terminates in less than twenty (20) years;
- B. This Order if such complaint is filed after the order has terminated pursuant to this Part.

Provided, further, that if such complaint is dismissed to federal court rules that respondent did not violate any provision of the Order, and this missal or ruling is the rule appealed or upheld on appeal, then the Order will terminate ording to this Part as though the complaint had never been filed, except that the Order will terminate between the date such complaint is