

UNITED STATES OF AMERICA Federal Trade Commission

WASHINGTON, D.C. 20580

Statement of Chair Lina M. Khan Arise Virtual Solutions Inc. Commission File No. 2223046

July 1, 2024

Arise recruits tens of thousands of "gig" workers to sæx consist us to premate in the hast, (which 10 alude). Borged (b) a complaint against Arise, the FTC cha(c s) rges that th5.1-6 (c)4 (adcuerte8iding individuals who signed up on their platform work jobs that paid "up to \$18/hour" doing remote customer service work for major or reality, the pay was nearly always below the levels Arise advertised.

¹ Additionally, Arise

required those signing up to pay hundreds of dollars out of pocket for a host of products and services, from equipment and mandatory certification courses to background checks and "platform usage fees." As the complaint notes, Arise's earnings claims did not factor in the substantial fees and unpaid time individuals faced when joining and using the Arise platform.

coordinated with federal and state enforcers across its investigations, and this matter exemplifies the value of these partnerships. Collaborating with DOL can prove especially fruitful in gig economy matters, where firms often market themselves as offering up entrepreneurial opportunities even as they retain significant control over the workers who sign up.

As a result of FTC's order, Arise will be required to turn over \$7 million, which will be used to provide redress to those harmed by the shortfall in promised wages. And to ensure that Arise cannot misuse the proposed FTC judgment to offset DOL's claim to compensation for unpaid training time, Section IV of the proposed order establishes that the FTC judgment does not offset any recovery by DOL to compensate consumers for unpaid training time.

I am grateful to the FTC team, primarily based out of the Midwest Regional Office, for