1 2 3 4 5 6	ROB BONTA Attorney General of California NICKLAS A. AKERS Senior Assistant Attorney General MICHAEL ELISOFON STACEY D. SCHESSER Supervising Deputy Attorneys General JESSICA WANG (SBN 278300) YEN P. NGUYEN (SBN 239095) MICAH C.E. OSGOOD (SBN 255239) Deputy Attorneys General	E-FILED 9/14/2023 10:13 AM Clerk of Court Superior Court of CA, County of Santa Clara 23CV422424 Reviewed By: L. Quach-Marcellana			
8 9 10 11	455 Golden Gate Avenue, Suite 11000 San Francisco, CA 94102-7004 Telephone: (415) 510-3542 Fax: (415) 703-5480 Email: Jessica.Wang@doj.ca.gov  Attorneys for The People of the State of California	[EXEMPT FROM FILING FEES PURSUANT TO GOVERNMENT CODE SECTION 6103]			
12 13	SUPERIOR COURT OF THE STATE OF CALIFORNIA FOR THE COUNTY OF SANTA CLARA				
14 15 16 17 18	PEOPLE OF THE STATE OF CALIFORNIA,  V.  Plaintiff,  V.	23CV422424 Case No.  COMPLAINT FOR INJUNCTION, CIVIL PENALTIES, AND OTHER EQUITABLE RELIEF  (BUSINESS AND PROFESSIONS CODE, §§ 17200 et seq., 17500 et seq.)			
19 20 21	Defendant.				
22 23	The People of the State of California (People), by and through Rob Bonta, Attorney  General of the State of California, bring this action against Defendant Google, LLC (Google) for				
<ul><li>24</li><li>25</li></ul>	violations of California's Unfair Competition Law, Business and Professions Code section 17200 <i>et seq.</i> (UCL), and False Advertising Law, Business and Professions Code section 17500 <i>et seq.</i>				
26	(FAL) regarding the company's collection, use and retention of consumers' geolocation data.				
27 28	The People allege the following facts based on investigation, information, or belief:				

### **PARTIES**

- 1. Plaintiff is the People of the State of California. The People bring this action by and through Rob Bonta, Attorney General, who is authorized by Business and Professions Code sections 17204 and 17206 to bring actions to enforce the Unfair Competition Law, and Business and Professions Code section 17536 to bring actions to enforce the False Advertising Law.
- 2. Defendant Google, LLC is a Delaware corporation with its principal place of business in Mountain View, California.

#### JURISDICTION AND VENUE

3. Google has conducted and continues to conduct business within the State of California, including the County of Santa Clara, at all times relevant to this complaint. The violations of law described herein were committed or occurred in the County of Santa Clara and elsewhere in the State of California.

#### DEFENDANT'S BUSINESS ACTS AND PRACTICES

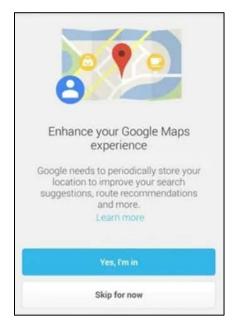
- 4. Google's primary source of revenue is advertising. Google's parent company Alphabet Inc. reported that in 2022 it had revenues of over \$280 billion, and over \$220 billion of that was attributable to Google's advertising. A critical feature of Google's advertising platform is location-based (or geotargeted) advertising, as advertisers greatly prefer to precisely target users in narrow geographical locations. In addition to advertising to users based directly on their location, Google also uses their location data to build behavioral profiles of users, which can determine what ads are shown to users.
- 5. Google offers users three features, each with an "account level setting," through which Google collects, stores, and/or uses located-related data: Location History, Web & App Activity, and Ads Personalization. These three settings are "account level" because they can be enabled or disabled on a user-by-user basis within the user's account settings. Generally speaking, they are not device specific. As a result, for a particular Google account, Location History, Web & App Activity, and Ads Personalization would either be on or off, regardless of how many devices or apps were used to log into the account. Notably, these three settings differ from device-based settings, such as the toggle to turn on a phone's GPS or the app permissions that give particular

apps access to that GPS data if enabled.

6. As discussed further below, many users did not know of or understand Google's Location History and Web & App Activity settings, yet had unwittingly enabled them due to Google's deceptive disclosures, thereby allowing Google to track their precise location. In addition, Google misrepresented that when users disabled Ads Personalization it would stop using the user's location to target advertisements to those users, when in fact it continued to do so.

## I. GOOGLE DECEIVED USERS INTO ENABLING THE LOCATION HISTORY SETTING.

- 7. Location History continually tracks a person's movements and the places they visit. When Location History is enabled, Google receives a person's updated location from their mobile phone. Google then creates a detailed record of a user's movements and place visits over time, storing this under the user's Maps Timeline. Google also stores information derived from Location History in other systems not visible to a user.
- 8. Location History gives Google detailed insights into people's whereabouts and activities. Google can track when users arrive at and leave a location. Location History collects and stores such records about each person every single day.
- 9. When a user creates a Google account, the Location History setting is supposedly off by default; however, from 2014 to 2018, Google showed users deceptive prompts when they used certain Google apps to mislead users into unwittingly enabling Location History.
- showed users a pop-up that asked if the person wished to "[e]nhance [their] Google Maps experience" because "Google needs to periodically store your location to improve your search suggestions, route recommendations and more." However, by enabling this "enhancement," the user unknowingly turned on Location History, which allowed Google to collect and store the user's location account-wide—even outside Maps. By simply clicking on the button labelled "Yes, I'm in" within Google Maps, users were



actually consenting to the collection and use of their location data 24/7 by Google. Defendant also failed to disclose the material fact that it was also using the location data for the wholly unrelated purpose of profiling the user for advertising purposes.

# II. GOOGLE MISLED USERS INTO BELIEVING THEY HAD CONTROL OVER GOOGLE'S COLLECTION AND USE OF THEIR LOCATION DATA.

11. For years, Google promised its users that if they turned off the "Location History" setting, then Google would not store their location data. This assurance should already have been implied from the name of the setting (i.e., if you turn off "Location History" then naturally the company will not store your location history), but Google went further. It made its promise explicit in clear language on the help page for Location History that left no room for ambiguity:

## Turn Location History on or off

You can turn off Location History at any point. With Location History off, the places you go are no longer stored. When you turn it off for your Google Account, it's turned off for all devices associated with that Google Account.

- 12. This statement was clear and direct, and it was also false. Even when a user turned Location History off, Google continued to collect and store that user's location data through other sources, including a user's Web & App Activity, which has been (and continues to be) defaulted to on when a user creates a Google account. The Location History help page statement is also false because even after a user turned off Location History, Google would not delete the previously collected Location History data for the user, but would continue to both store and use the data to serve geotargeted ads.
- 13. Web & App Activity saves a record of a user's activities on various Google products and services, including a time-stamped location. As observed in a highly publicized AP article, with Location History off, Google continued recording user locations when they merely opened the Google Maps app, updated the daily weather on their phones, or even when they searched for items that had nothing at all to do with their location, like "chocolate chip cookies."

<sup>&</sup>lt;sup>1</sup> Nakashima, *AP Exclusive: Google Tracks Your Location, Like it or Not*, AP News (Aug. 13, 2018) <a href="https://apnews.com/article/north-america-science-technology-business-ap-top-news-828aefab64d4411bac257a07c1af0ecb">https://apnews.com/article/north-america-science-technology-business-ap-top-news-828aefab64d4411bac257a07c1af0ecb</a>.

14. Importantly, from around 2015 until 2019, Web & App Activity collected and stored precise location data, meaning the exact latitude and longitude coordinate. On any given day, a user could have had dozens of interactions with Google's services generating dozens of records of their precise location in Web & App Activity.

15. Generally, most users have Web & App Activity enabled because for years Google didn't give users a choice to turn it off and Google's more recent account creation process defaulted users into enabling Web & App Activity. To change the default setting for Web & App Activity, users had to dig through a submenu during account creation. And repeatedly, Google stated that Web & App Activity merely "saves your activity on Google sites and apps" without specifying that this included location data associated with that activity, let alone that the company would use it for profiling and advertising.

## III. GOOGLE DECEIVED USERS ABOUT THEIR ABILITY TO OPT OUT OF GEOTARGETED ADS.

16. The third account level setting is Ads Personalization. This setting governs the degree to which Google tailors advertisements on its massive advertising network to its users, including the extent to which Google uses location information to profile and target ads to consumers. But even when this setting is disabled, Google still uses people's location to geotarget ads at them.

17. When users create an account, Google seemingly gives users the choice of whether to receive advertisements personalized to them:

######################################	Ads Personalization		
	Google can show you ads based on your activity on Google services (such as Search or YouTube), and on websites and apps that partner with Google.		
	Show me personalized ads		
	Show me ads that aren't personalized		

18. Users naturally assumed this means what it says: if they choose the option labeled

1	"Show me ads that aren't personalized" then Google will not serve ads personalized to them. But		
2	that is not true. Even if a user turns off this setting, Google still uses the user's real-time location		
3	information to serve them targeted ads. Thus, contrary to the plain language of the setting		
4	options, users are not actually able to choose whether the ads they see are personalized to them.		
5	FIRST CAUSE OF ACTION		
6 7	VIOLATIONS OF THE FALSE ADVERTISING LAW (BUSINESS AND PROFESSIONS CODE SECTION 17500 ET SEQ.)		
8	19. The People reallege and incorporate by reference each of the paragraphs above as		
9	though fully set forth herein.		
10	20. Google has engaged, and continues to engage in, aided and abetted, and conspired to		
11	engage in acts or practices that constitute violations of Business and Professions Code section		
12	17500 et seq. by making or disseminating, or causing to be made or disseminated, false or		
13	misleading statements with the intent to induce members of the public to use Defendants' services		
14	or products when Defendants knew, or by the exercise of reasonable care should have known, that		
15	the statements were false or misleading.		
16	21. Defendants' false or misleading statements include, but are not limited to, statements		
17	regarding the collection, use, and retention of location data, including the following:		
18	(a) False or misleading claims regarding Location History and the collection, use, and		
19	retention of precise location data in connection with that feature;		
20	(b) False or misleading claims regarding Web & App Activity and the collection, use,		
21	and retention of precise location data in connection with that feature;		
22	(c) False or misleading claims regarding Ads Personalization the collection, use, and		
23	retention of precise location data in connection with that feature and/or for advertising		
24	SECOND CAUSE OF ACTION		
25	VIOLATIONS OF THE UNFAIR COMPETITION LAW		
26	(BUSINESS AND PROFESSIONS CODE SECTION 17200 ET SEQ.)		
27	22. The People reallege and incorporate by reference each of the paragraphs above as		
28	though fully set forth therein.		

1	23.	Google has engaged in unlawful, unfair,	or fraudulent acts or practices, which
2	constitute unfair competition within the meaning of Section 17200 of the Business and		
3	Professions Code. Defendants' acts or practices include, but are not limited to, making false or		
4	misleading statements of facts concerning Defendants' collection and use of location information		
5	and how individuals can prevent such collection and use. These acts include, but are not limited		
6	to, violations of the Business and Professions Code, section 17500 et seq.		
7		PRAYER FOL	R RELIEF
8	WHEREFORE, Plaintiff prays for judgment as follows:		
9	1.	Enter a permanent injunction to prevent	future violations of the Unfair Competition
10	and False Advertising Laws by Defendant; and		
11	2.	Award the People of the State of California	rnia a civil penalty of Two Thousand Five
12	Hundred Dollars for each violation of the Unfair Competition Law, pursuant to Business and		
13	Professions Code, § 17206;		
14	3.	Award the People of the State of California	rnia a civil penalty of Two Thousand Five
15	Hundred Dollars for each violation of the False Advertising Law, pursuant to Business and		
16	Profession	ns Code, § 17536;	
17	4.	Award the People of the State of California	rnia their costs as provided under state law;
18	5.	Award any additional relief as the Court	determines to be just and proper.
19	Dated: Se	eptember 14, 2023	Respectfully submitted,
20			ROB BONTA
21			Attorney General of California
22			Jessier Wang
23			
24			JESSICA WANG Deputy Attorney General
25			Attorneys for The People of the State of California
26			
27			