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	(Firm State Bar No. 14000)						
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10	SUPERIOR COURT OF ARIZONA						
11	IN MARICOPA COUNTY						
12	STATE OF ARIZONA, ex rel. MARK	Case No.: [NUMBER]					
13	BRNOVICH, Attorney General,	CONSENT JUDGMENT					
$_{14}$	Plaintiff,	CONSENT SUDGMENT					
	Trainerr,	(Assigned to the Hon. [NAME])					
15	v.						
16							
	Google, LLC, a limited liability company,						
17	Defendant						

The State of Arizona, *ex rel*. Mark Brnovich, the Attorney General (the "State"), filed a Complaint alleging violations of the Arizona Consumer Fraud Act, A.R.S. §§ 44-1521 to -1534 (the "ACFA"), and Defendant Google LLC ("Google"), a limited liability company, has waived service of the Complaint, has been advised of the right to a trial in this matter, and has waived the same. Google admits the jurisdiction of this Court over the subject matter and parties, stipulates that this Court may enter the following Findings of Fact, Conclusions of Law and Judgment, and acknowledges that this Court will retain jurisdiction for the purpose of enforcing this Consent Judgment. The parties have stipulated to the entry of this Final Judgment and Permanent Injunction ("Judgment") by the Court without the taking of proof and without trial or adjudication of any fact or law, without this Judgment constituting evidence of or an admission

or denial by Google regarding any issue of law or fact alleged in the Complaint on file, and without Google either admitting nor denying any liability, and with all parties having waived their right to appeal.

#### PARTIES AND JURISDICTION

- 1. The State is authorized to bring this action under the ACFA.
- 2. Defendant Google LLC is a Delaware limited liability company with its principal office located at 1600 Amphitheatre Parkway, Mountain View, California 94043.
- 3. All events, acts and practices described in, and relevant to, this Consent Judgment took place in Maricopa County, Arizona.
- 4. This Court has jurisdiction over the Complaint and the parties necessary for the Court to enter this Consent Judgment and any orders hereafter appropriate pursuant to A.R.S. § 44-1528 and this Consent Judgment.
  - 5. Venue is proper in Maricopa County pursuant to A.R.S. § 12-401.

#### **DEFINITIONS**

- 6. For the purposes of this Judgment, the following definitions shall apply:
  - a. "Covered conduct" shall mean any and all alleged acts or practices relating to Google's engagement of radio stations in October 2019 and January 2020 to have the stations' on-air radio personalities record advertisements for the Pixel 4 and to disseminate those advertisements, which the Arizona Attorney General alleges violated the ACFA.
  - b. "Covered product" shall mean (i) any Google consumer electronic product, (ii) any Google operating system for handheld devices, and (iii) any Google operating system or consumer-facing feature when marketed as part of any consumer electronic product.
  - c. "Effective date" shall be the date of filing the Complaint.
  - d. "Endorsement" shall mean any advertising or marketing message (including verbal statements, demonstrations, or depictions of the name, signature, likeness or other identifying personal characteristics of an individual or the name or seal of an

- organization) that consumers are likely to believe reflects the opinions, beliefs, findings, or experiences of a party other than the sponsoring advertiser, even if the views expressed by that party are identical to those of the sponsoring advertiser.
- e. "Endorser" shall mean a person who provides an endorsement of any of Google's products or services and has been paid by Google or who has any other relationship with Google that might affect the weight or credibility of the endorsement, including the receipt of free products or services.
- f. "Google" means Google, LLC, a limited liability company, and its successors and assigns.
- g. "Multistate Committee" shall include Arizona, California, Georgia, Illinois, Massachusetts, and New York.

#### **BACKGROUND**

- 7. As detailed in the Complaint filed contemporaneously in this action, the State alleges that Google violated the ACFA by contracting radio personalities to give false endorsements of the Google Pixel 4 on radio ads.
- 8. The parties have engaged in good-faith negotiations to settle the State's claims. The State, through its counsel, has concluded, after investigation of the facts and after carefully considering the circumstances of the litigation, including the claims and causes of action asserted and the possible legal and factual defenses thereto, that it is in the best interests of the State to enter into this Consent Judgment. Likewise, Defendants have concluded that it is in Defendants' best interests to enter into this Consent Judgment, without admitting guilt or wrongdoing, for the purposes of settlement and to avoid incurring costs associated with litigation with the State, and the uncertainty and risk of litigation.

#### INJUNCTIVE RELIEF

#### IT IS HEREBY ORDERED, ADJUDGED AND JUDGED THAT:

- 9. The duties, responsibilities, burdens, and obligations undertaken in connection with this Judgment shall apply to Google.
  - 10. The injunctive terms contained in this Judgment are being entered pursuant to

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#### A.R.S. § 44-1528.

- 11. Google, and Google's officers, agents, employees, and attorneys, and all other persons in active concert or participation with any of them, who receive actual notice of this Judgment, whether acting directly or indirectly, shall, for twenty (20) years after the effective date of this Judgment:
  - a. In connection with the advertising, promotion, offering for sale, or sale of any covered product, not make any misrepresentation, expressly or by implication:
    - i. That an endorser has owned or used the covered product; or
    - ii. About an endorser's experience with the covered product.
- 12. Compliance Reports and Notices to the Attorney General: Google shall make timely submissions to the Arizona Attorney General:
  - a. Two hundred and seventy (270) days after the effective date of this Judgment, and each year thereafter, for three (3) years, Google must submit a compliance report, sworn under penalty of perjury, in which it must: (a) identify the primary physical, postal, and email address and telephone number, as designated points of contact, which representatives of the Arizona Attorney General may use to communicate with Google; (b) identify all of Google's businesses involved in the advertising, promotion, offering for sale, or sale of any covered product by all of their names, telephone numbers, and physical, postal, email, and Internet addresses; (c) describe the activities of each business identified, including the covered products offered, and the means of advertising, marketing, and sales, including, if through endorsers, a description of how endorsers are paid or any other material connection with Google; (d) describe in detail whether and how Google is in compliance with each Provision of this Judgment, including a discussion of all of the changes Google made to comply with the Judgment; and (e) provide a copy of each Acknowledgment of the Judgment obtained pursuant to this Judgment, unless previously submitted to the Arizona Attorney General.

- b. For 10 years after the effective date of this Judgment, Google must submit a compliance notice, sworn under penalty of perjury, within 14 days of any change in: (a) any designated point of contact; or (b) the structure of Google or any entity that Google has any ownership interest in or controls directly or indirectly that may affect compliance obligations arising under this Judgment, including: creation, merger, sale, or dissolution of the entity or any subsidiary, parent, or affiliate that engages in any acts or practices subject to this Judgment.
- c. For twenty (20) years after the effective date of this Judgment, Google must submit notice of the filing of any bankruptcy petition, insolvency proceeding, or similar proceeding by or against Google within 14 days of its filing.
- d. Any submission to the Arizona Attorney General required by this Judgment to be sworn under penalty of perjury must be true and accurate and comply with 28 U.S.C. § 1746, such as by concluding: "I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct. Executed on:

  \_\_\_\_\_\_\_ and supplying the date, signatory's full name, title (if applicable), and signature.
- 13. Compliance Monitoring: For the purpose of monitoring Google's compliance with this judgment:
  - a. For twenty (20) years after the effective date of this Judgment, within fourteen days of receipt of a written request from a representative of the Arizona Attorney General, Google must submit additional compliance reports or other requested information, which must be sworn under penalty of perjury, and produce records for inspection and copying.
  - b. For matters concerning this Judgment, representatives of the Arizona Attorney General are authorized to communicate directly with Google. Google must permit representatives of the Arizona Attorney General to interview anyone affiliated with

- Google who has agreed to such an interview. The interviewee may have counsel present.
- c. The Arizona Attorney General may use all other lawful means, including posing through its representatives as consumers, suppliers, or other individuals or entities, to Google or any individual or entity affiliated with Google, without the necessity of identification or prior notice. Nothing in this Judgment limits the Arizona Attorney General's lawful use of compulsory process, pursuant to A.R.S. §§ 44-1524, 44-1526, or 44-1527.
- 14. Cooperation: Google must cooperate fully with representatives of the Arizona Attorney General in any investigation or case related to or associated with the transactions or the occurrences that are the subject of the Complaint. Google must provide truthful and complete information, evidence, and testimony. Google must cause its officers, employees, representatives, or agents to appear for interviews, discovery, hearings, trials, and any other proceedings that an Arizona Attorney General representative may reasonably request upon five days' written notice, or other reasonable notice, at such places and times as an Arizona Attorney General representative may designate, without the service of a subpoena.
- 15. Recordkeeping: Google must create certain records for ten years after the effective date of the Judgment, and retain each such record for five years, unless otherwise specified below. Specifically, Google, for any business that Google is a majority owner or controls directly or indirectly, must create and retain the following records:
  - a. Accounting records showing the revenues from all covered product sold, as required under generally accepted accounting principles;
  - b. Personnel records showing, for each person providing services in relation to any aspect of the Judgment, whether as an employee or otherwise, that person's: name; addresses; telephone numbers; job title or position; dates of service; and (if applicable) the reason for termination;

- c. Copies or records of all consumer or other complaints concerning the subject matter of this Judgment, whether received directly or indirectly, such as through a third party, and any response;
- d. All records necessary to demonstrate full compliance with each provision of this Judgment, including all submissions to the Arizona Attorney General;
- e. Copies of all materials used by Google to train or otherwise educate any of its principals, officers, directors, managers, employees, agents, or representatives regarding Google's policies with respect to endorsements subject to this Judgment; and records reflecting which individuals received such training, the date(s) that the individuals received such training, and an indication of which training was provided; and
- f. For any endorser of a covered product who is paid by or on behalf of Google for, or who contractually is obligated to provide, an endorsement subject to this Judgment:

  (a) records indicating the endorser's name and contact information used to communicate with the endorser, or if Google and its agents and representatives did not communicate directly with the endorser, then the name of the endorser's agent or representative and contact information used to communicate with that agent or representative; and (b) records indicating whether Google or its agents or representatives provided the endorser with the endorsed covered product; and (c) a copy of each unique endorsement by the endorser.

# 16. Acknowledgements of the Judgment:

- a. Google, within ten days after the effective date of this Judgment, must submit to the Arizona Attorney General an acknowledgment of receipt of this Judgment sworn under penalty of perjury.
- b. For five years after the effective date of this Judgment, Google must deliver a copy of this Judgment to: (1) all principals, officers, directors, and Google managers and members; (2) all employees, agents, and representatives having managerial

responsibilities for conduct related to the subject matter of the Judgment; and (3) any business entity resulting from any change in structure as set forth in the Provision titled Compliance Reports and Notices to the Attorney General. Delivery must occur within ten days after the effective date of the FTC Order, File No. 202-3092 for current personnel. For all others, delivery must occur before they assume their responsibilities.

c. From each individual or entity to which Google delivered a copy of this Judgment, Google must obtain, within 30 days, a signed and dated acknowledgment of receipt of this Judgment, which may be obtained electronically.

#### **MONETARY PAYMENT**

17. No later than sixty (60) days after the effective date, Google shall pay a total of \$9,000,000.00, \$1,077,083.60 of which shall be paid directly to the Arizona Attorney General. The money will be deposited into the Consumer Protection-Consumer Fraud Revolving Fund pursuant to A.R.S. § 44-1531.01 and used for the purposes set forth therein.

## **RELEASE**

- 18. Following full payment of the amounts due under this Judgment, the Arizona Attorney General shall release and discharge Google from all civil claims that it could have brought based on the known covered conduct under the ACFA or common law claims, including those concerning unfair, deceptive, or fraudulent trade practices. Nothing contained in this paragraph shall be construed to limit the ability of the Arizona Attorney General to enforce the obligations that Google has under this Judgment.
- 19. Notwithstanding any term of this Judgment, any and all of the following forms of liability are specifically reserved and excluded from the release in paragraph 18 as to any entity or person, including Google:
  - a. Any criminal liability that any person or entity, including Google, has or may have to the States.
  - b. Any civil or administrative liability that any person or entity, including Google, has

or may have to the States under any statute, regulation or rule giving rise to, any and all of the following claims:

- i. State or federal antitrust violations;
- ii. State or federal securities violations; or
- iii. State or federal tax claims.
- 20. Nothing in this Judgment shall be construed as excusing or exempting Google from complying with any state or federal law, rule, or regulation, nor shall any of the provisions of this Judgment be deemed to authorize or require Google to engage in any acts or practices prohibited by any law, rule, or regulation.
- 21. Nothing in this Judgment shall be construed to settle, release, or resolve any claims individual consumers have or may have under the ACFA, and any common law claims individual consumers may have concerning unfair, fraudulent or deceptive trade practices, against any person and/or entity, including Google.

### **NO ADMISSION OF LIABILITY**

- 22. Violations of Law: In stipulating to the entry of this Judgment, Google does not admit to or deny any violation of or liability arising from any state, federal, or local law.
- 23. Admissions of Fact: Google does not admit to or deny any fact alleged in the Arizona Attorney General's Complaint.
- 24. Nothing contained in this Judgment shall be construed as an admission or concession of liability by Google, or create any third-party beneficiary rights or give rise to or support any right of action in favor of any consumer or group of consumers, or confer upon any person other than the parties hereto any rights or remedies. By entering into this Judgment, Google does not intend to create any legal or voluntary standard of care and expressly denies that any practices, policies, or procedures inconsistent with those set forth in this Judgment violate any applicable legal standard. This Judgment is not intended to be and shall not be construed as, deemed to be, represented as, or relied upon in any manner by any party in any civil, criminal, or administrative proceeding before any court, administrative agency, arbitration, or other tribunal as an admission, concession, or evidence that Google has violated any federal, state, or local law,

or that Google's current or prior practices are or were not in accordance with any federal, state, or local law.

#### **GENERAL PROVISIONS**

- 25. Nothing herein shall be construed to exonerate any failure to comply with any provision of this Judgment after the effective date, or to compromise the authority of the Arizona Attorney General to initiate a proceeding for any failure to comply with this Judgment.
- 26. Nothing in this Judgment shall be construed to limit the authority or ability of the Arizona Attorney General to protect the interests of Arizona or the people of Arizona. This Judgment shall not bar the Arizona Attorney General or any other governmental entity from enforcing laws, regulations, or rules against Google for conduct subsequent to or otherwise not covered by this Judgment. Further, nothing in this Judgment shall be construed to limit the ability of the Arizona Attorney General to enforce the obligations that Google has under this Judgment.
- 27. Nothing in this Judgment shall be construed as relieving Google of the obligation to comply with all state and federal laws, regulations, and rules, nor shall any of the provisions of this Judgment be deemed to be permission to engage in any acts or practices prohibited by such laws, regulations, and rules.
  - 28. Google shall pay all court costs associated with the filing of this Judgment.
- 29. Google shall not participate in any activity or form a separate entity or corporation for the purpose of engaging in acts or practices in whole or in part that are prohibited by this Judgment or for any other purpose that would otherwise circumvent any term of this Judgment. Google shall not knowingly cause, permit, or encourage any other persons or entities acting on its behalf, to engage in practices prohibited by this Judgment.
- 30. Google agrees that this Judgment does not entitle it to seek or to obtain attorneys' fees as a prevailing party under any statute, regulation, or rule, and Google further waives any right to attorneys' fees that may arise under such statute, regulation, or rule.
- 31. This Judgment shall not be construed to waive any claims of sovereign immunity Arizona may have in any action or proceeding.

- 32. If any portion of this Judgment is held invalid or unenforceable, the remaining terms of this Judgment shall not be affected and shall remain in full force and effect.
- 33. Whenever Google shall provide notice to the Arizona Attorney General under this Judgment, that requirement shall be satisfied by sending notice to: The Consumer Protection & Advocacy Section of the Civil Litigation Division for the Arizona Attorney General's Office at 2005 N. Central Ave. Phoenix, AZ 85004. All notices or other documents to be provided under this Judgment shall be sent by United States mail, certified mail return receipt requested, or other nationally recognized courier service that provides for tracking services and identification of the person signing for the notice or document, and shall have been deemed to be sent upon mailing. Any party may update its designee or address by sending written notice to the other party informing them of the change.
- 34. Google waives any defect associated with service of the Plaintiff's Complaint and does not require issuance or service of process of a summons. Further, Google waives any statutorily required notice associated with the commencement of this action, including any requirement to seek injunctive relief.
- 35. Jurisdiction is retained by the Court for the purpose of enabling any party to the Judgment to apply to the Court at any time for such further orders and directions as may be necessary or appropriate for the construction or the carrying out of this Judgment, for the modification of any of the injunctive provisions hereof, for enforcement of compliance herewith, and for the punishment of violations hereof, if any.
- 36. Google relinquishes dominion and all legal and equitable right, title, and interest in all assets transferred pursuant to this Judgment and may not seek the return of any assets.
- 37. The facts alleged in the Complaint will be taken as true, without further proof, in any subsequent civil litigation by or on behalf of the Arizona Attorney General to enforce his rights to any payment pursuant to this Judgment, such as a nondischargeability complaint in any bankruptcy case.

- 38. The facts alleged in the Complaint establish all elements necessary to sustain an action by or on behalf of the Arizona Attorney General pursuant to Section 523(a)(2)(A) of the Bankruptcy Code, 11 U.S.C. § 523(a)(2)(A), and this Judgment will have collateral estoppel effect for such purposes.
- 39. In the event of default on any obligation to make payment under this Judgment, interest, computed as if pursuant to 28 U.S.C. § 1961(a), shall accrue from the date of default to the date of payment. In the event such default continues for 10 days beyond the date that payment is due, the entire amount will become immediately due and payable.
- 40. The clerk is ordered to enter this Judgment forthwith. As no further matters remain pending, this is a final judgment entered pursuant to Ariz. R. Civ. P. 54(c).

ORDERED AND ADJUDGED at Phoenix, Arizona, this \_\_\_\_\_ day of MONTH, 2022.

JUDGE OF THE SUPERIOR COURT

#### CONSENT TO JUDGMENT

- 1. Google acknowledges that it has waived service of the Complaint, has read the Consent Judgment and Order, and further, is aware of its right to a trial in this matter and has waived the same.
- 2. For purposes of settlement and this Consent Judgment only, Google admits the jurisdiction of this Court, and consents to the entry of the foregoing Order.
- 3. Google states that no promise of any kind or nature whatsoever was made to induce it to enter into this Consent Judgment and declares that it has entered into this Consent Judgment voluntarily.
- 4. This Consent Judgment is entered as a result of a compromise between the parties. Only the State may seek enforcement of this Consent Judgment. Nothing herein is intended to create a private right of action by other parties; however, this Consent Judgment does not limit the rights of any private party to pursue any remedies allowed by law.
- 5. Google acknowledges that its acceptance of this Consent Judgment is for the purpose of settling the ongoing consumer fraud lawsuit filed by the State, and further acknowledges that this Consent Judgment does not preclude any agency or officer of this State or subdivision thereof from instituting or continuing other civil or criminal proceedings as may be appropriate, except for those claims released by the State pursuant to paragraph 18 above.
- 6. This Consent to Judgment may be executed in counterparts and be delivered by facsimile or electronic transmission, or a copy thereof, such constituting an original counterpart hereof, all of which together will constitute one and the same document.
- 7. Google represents and warrants that the person signing below on its behalf is duly appointed and authorized to do so.

DATED	this	dav	of	No	ven	her	2022.
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Google LLC

1 2 3 4 5 6	Signature: Name:	Lee-Anne Mulhollanci VP. Aldrighet Ron Rosonre				
7 8		Nhy 4 1027				
9	Date:	1100 11 202				
10	APPROVED AS TO FORM AND CONTENT:					
11 12	MARK BRNOVICH Attorney General	Wilson Sonsini Goodrich & Rosati				
13						
14						
15	By:					
16   17	Joseph Hubble	Andra Tarre				
18		10000 10005				
19	Joseph Hubble	Lydia Parnes				
20	Assistant Attorney General Attorneys for the State of Arizona	Attorneys for Defendant				
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