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	19	CLARK COUNTY, NEVADA	
		CLAIM COUNTI, MEVADA	
	20	STATE OF NEVADA,	Case No.: Dept. No.:
	21	Plaintiff,	Бері. №
	22	,	COMPLAINT AND DEMAND FOR JURY
		VS.	TRIAL
	23	SNAP, INC.,	Exempt from Arbitration:
	24		Business Court Matter
	25	Defendant.	Declaratory Relief Sought
			Amount In Controversy Greater than \$50,000
	26		<b>Business Court Requested:</b>
	27		EDCR 1.61 – Enhanced Case Management
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PRAYER FOR RELIEF

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Plaintiff, the State of Nevada, by and through Aaron D. Ford, Attorney General, and the undersigned attorneys (the "State") brings this Complaint against Defendants Snap, Inc. ("Snap") and its social media platform<sup>1</sup>, Snapchat (collectively, Snap and Snapchat are referred to herein as "Defendants") and alleges, upon information and belief, as follows:

#### INTRODUCTION

- 1. The State of Nevada, by and through Aaron D. Ford, Attorney General for the State of Nevada, and Ernest Figueroa, Consumer Advocate, files this Complaint on behalf of the State to eliminate the hazard to public health and safety caused by Defendants' social media platform Snapchat, and to recover civil penalties and other relief arising out of Defendants' false, deceptive and unfair marketing and other unlawful conduct arising from the design and implementation of Snapchat.
- 2. Snap, Inc. is the parent company of one of the world's largest social media platforms, the wildly popular Snapchat. Worldwide, daily active users ("DAU") numbered over 375 million in 2022 (an increase of 17%, year-over-year). Because of its scale, Snapchat is also wildly remunerative, with Snap generating billions of dollars in revenue from facilitating targeted advertising—in 2022, it reported more than \$4.6 billion in revenue (up from \$2.5 billion in 2020 and \$4.1 billion in 2021).
- 3. However, this massive revenue and revenue growth are only available as long as Snap maintains and continues to increase its audience on Snapchat to view those highly-targeted advertisements. Thus, Snap is incentivized to keep as many of its users on the platform for as long as possible. But Snap has crossed a line from simply enticing its audience to taking steps to keep its audience *addicted* to the platform. Highly-skilled and highly-paid employees have invested years of research and analysis into designing and deploying features on Snapchat that

<sup>&</sup>lt;sup>1</sup> In general, the term "social media platform" refers to a website and/or app (often operating in conjunction, under the same name) that allows people to create, share, and exchange content (such as posts of text, photos, videos, etc.) with other users of the platform. Examples of popular social media platforms include Facebook, Instagram, Messenger, Snapchat, and TikTok.

<sup>&</sup>lt;sup>2</sup> https://d18rn0p25nwr6d.cloudfront.net/CIK-0001564408/c22ae9bd-7418-456e-82d4-48129 de1df54.pdf (last visited Jan. 27, 2024).

 $<sup>^{3}</sup>$  Id.

make it impossible not just to quit using the app, but simply to put our phones down to attend to the most basic functions of our daily lives. It demands our attention first thing in the morning and last thing at night, at the dinner table, while we are walking down the street, even when we are driving.

- 4. This addiction to social media—and its consequences—is increasingly being called out by stakeholders and advocates. One of the most succinct critiques can be found in the documentary film, *The Social Dilemma*, which addresses our addiction to posts, likes, pokes, chats, and all of the other prompts that Big Tech has deployed to keep us addicted to their apps. As an interviewee in the film notes: "*There are only two industries that call their customers*" 'users': illegal drugs and software."
- 5. And, much like an illegal drug, Snapchat has been designed to be an addiction machine, targeting people under the age of 18 ("Young Users") and more insidiously children under the age of 13 ("Youngest Users") who, as Snap well knows, have developmentally limited capacity for self-control. Children are the most vulnerable to these intentionally addictive design elements. As one specialist in social media addiction notes, "[a]dolescence is second only to infancy when it comes to growth. Therefore, the impact of social media on a developing teen's mind and body can be huge." Social media platforms like Snapchat, with design elements that intentionally keep children engaged for as long as possible—to the exclusion of all other activities—harm their users emotionally, developmentally, and physically. They lead to a condition known as "problematic internet use," which is associated with a range of harms, including but not limited to exposure to predators and online bullies, age-inappropriate content, damage to children's self-esteem, and increased risk of eating disorders and even suicide.

<sup>&</sup>lt;sup>4</sup> *The Social Dilemma*. Directed by Jeff Orlowski-Yang; Produced by Exposure Labs, Argent Pictures, The Space Program; 2020. *Netflix*, <a href="https://www.netflix.com/watch/81254224">https://www.netflix.com/watch/81254224</a> (last visited Jan. 27, 2024).

https://www.newportacademy.com/resources/mental-health/teens-social-media-addiction/(last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>6</sup> Wen Li, et al., Diagnostic Criteria for Problematic Internet Use among U.S. University Students: A Mixed-Methods Evaluation, PLOS ONE (Jan. 11, 2016).

6. As the U.S. Surgeon General recently explained, children's and parents' attempts to resist social media is an unfair fight: "You have some of the best designers and product developers in the world who have designed these products to make sure people are maximizing the amount of time they spend on these platforms. And if we tell a child, use the force of your willpower to control how much time you're spending, you're pitting a child against the world's greatest product designers."

- 7. Unlike other consumer products that have appealed to children for generations—like candy or soda—with social media platforms there is no natural break point where the consumer has finished the unit of consumption. Instead, social media platforms are a bottomless pit where users can spend an infinite amount of their time. And Snap profits from each additional second a user spends on its platforms.
- 8. Snap has designed Snapchat to exploit that dynamic by embedding within the platform an array of design features that maximize youth engagement, peppering them with reminders to "log on" and making it psychologically difficult to "log off." Specifically, Defendants rely on design elements to make Snapchat addictive to all users, and to Young Users in particular ("Design Elements"). These Design Elements—Low-Friction Variable Rewards; Social Manipulation; Ephemeral Content; Push Notifications; Harmful Filters; Display of Geolocation; and Ineffective and Misleading Parental Controls (each defined below)—each serve as an obstacle to Young User's free decision-making.
- 9. Snapchat's design and platform features have fueled the explosive increase in the amount of time that Young Users spend on its platform. As Snap's internal data confirms—and as anyone who has recently spent time with adolescents can attest—Snap has successfully induced Young Users to spend vast amounts of time on its social media platform. Indeed, for many Young Users, social media platforms are viewed as an indispensable part of their identity,

<sup>&</sup>lt;sup>7</sup> Allison Gordon & Pamela Brown, Surgeon General says 13 is 'too early' to join social media, CNN (Jan. 29, 2023), <a href="https://www.cnn.com/2023/01/29/health/surgeon-general-social-media/index.html">https://www.cnn.com/2023/01/29/health/surgeon-general-social-media/index.html</a> (last visited Jan. 27, 2024).

a forum to share a carefully cultivated personality "highlight reel," and a place where they must constantly be "present"—whether they want to be or not.

- 10. All the while, Snap understands that Young Users' time spent on its social media platform is not the product of free choice. As Snap's internal studies repeatedly demonstrate—and as a growing chorus of independent researchers have confirmed—Young Users feel addicted to the platform. They widely report difficulty controlling their time spent on the application (also referred to as "app"). And they frequently express that they would prefer to spend meaningfully less time on social media platforms, including Snapchat, but feel powerless to do so. Still, Snap has not introduced any product changes to meaningfully reduce its platform's addictiveness.
- 11. The widespread compulsive use that Snap induced—and allowed to continue unabated—has come at a massive societal cost. In effect, Snap is conducting a potentially society-altering experiment on a generation of Young Users' developing brains. While this experiment's full impact may not be realized for decades, the early returns are alarming.
- 12. Researchers warn that compulsive use of social media platforms impose a wide range of harms, including increased levels of depression, anxiety, and attention deficit disorders; altered psychological and neurological development; and reduced sleep, to name a few. And that is to say nothing of the immense opportunity cost imposed when youth spend critical years glued to social media platforms, not engaged in the varied and profound experiences associated with growing up in the physical world.
- 13. In short, Snap's business strategy that purposefully addicts Young Users to its social media platform has caused widespread and significant injury to Nevadans, and young Nevadans in particular.

<sup>&</sup>lt;sup>8</sup> At least one recent study involving children's use of Facebook, Instagram, and Snapchat "suggests that social media behaviors in early adolescence may be associated with changes in adolescents' neural development, specifically neural sensitivity to potential social feedback." See Maria T. Maza, Kara A. Fox, Seh-Joo Kwon, et al., Association of Habitual Checking Behaviors on Social Media With Longitudinal Functional Brain Development, JAMA Pediatr. (Jan. 3, 2023), <a href="https://jamanetwork.com/journals/jamapediatrics/article-abstract/2799812">https://jamanetwork.com/journals/jamapediatrics/article-abstract/2799812</a> (last visited Jan. 27, 2024). These changes in adolescents' neural development may permanently alter their brains with unknown long-term impacts. *Id*.

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- 14. Snap also deceived and continues to deceive Nevada consumers—and, critically, parents—on a large scale. Here, Snap misled consumers, parents, and guardians by concealing the various and significant risks social media platforms present to its users, particularly Young Users. Snap further made multiple, affirmative misrepresentations and engaged in material omissions regarding the safety of its platform, to the detriment of Nevadans.
- 15. In sum, through its acts, omissions, and statements, Snap carefully created the impression that its social media platform was and is still a safe platform where users were unlikely to experience significant harm and where users' mental health was an important Company priority. That representation was material, false, and misleading.
- 16. Based on this misconduct, and as more fully described below, Nevada brings this action pursuant to the Nevada Deceptive Trade Practices Act, N.R.S. §§ 598.0903 through 598.0999 ("NDTPA"), and further brings claims of negligence, products liability, and unjust enrichment.
- 17. The State brings this action exclusively under the laws of the State of Nevada. No federal claims are being asserted, and to the extent that any claim or factual assertion set forth herein may be construed to have stated any claim for relief arising under federal law, such claim is expressly and undeniably disavowed and disclaimed by the State. The Attorney General is authorized to bring an action—independently in the name of the State as well as in a parens patriae capacity on behalf of the persons residing in Nevada—to remedy violations of Nevada law.
- 18. Nor does the State bring this action on behalf of a class or any group of persons that can be construed as a class. The claims asserted herein are brought solely by the State and are wholly independent of any claims that individual Nevadans may have against Defendants.

### **PARTIES**

19. The State of Nevada is a body politic created by the Constitution and laws of the State; as such, it is not a citizen of any state. This action is brought by the State in its sovereign capacity in order to protect the interests of the State of Nevada and its residents as parens

patriae, by and through Aaron D. Ford, the Attorney General of the State of Nevada. Attorney General Ford is acting pursuant to his authority under, inter alia, NRS 228.310, 338.380, 228.390, and 598.0963(3).

- 20. Snap, Inc. ("Snap") is a Delaware corporation with a principal place of business in Santa Monica, California. Snap designs, develops, owns, operates, and markets the Snapchat social media platform.
- 21. All of the allegations described in this Complaint were part of, and in furtherance of, the unlawful conduct alleged herein, and were authorized, ordered and/or done by Defendants' officers, agents, employees, or other representatives while actively engaged in the management of Defendants' affairs within the course and scope of their duties and employment, and/or with Defendants' actual, apparent and/or ostensible authority.

#### JURISDICTION AND VENUE

- 22. Subject matter jurisdiction for this case is conferred upon this Court pursuant to, inter alia, Article 6, Section 6 of the Nevada Constitution.
- 23. This Court has personal jurisdiction over Defendants because Defendants do business in Nevada and/or have the requisite minimum contacts with Nevada necessary to constitutionally permit the Court to exercise jurisdiction with such jurisdiction also within the contemplation of the Nevada "long arm" statute, NRS § 14.065. More specifically, and set forth in greater detail, *infra*, Snap enriches itself by selling advertisements targeted to Nevada. Snap regularly sells advertisements specific to Nevada, and it allows businesses to target specific cities in Nevada. All manner of Nevada entities advertise on Snapchat to reach a Nevada audience and expand their business in Nevada.
- 24. The instant Complaint does not confer diversity jurisdiction upon the federal courts pursuant to 28 USC § 1332, as the State is not a citizen of any state and this action is not subject to the jurisdiction of the Class Action Fairness Act of 2005. Likewise, federal question

<sup>&</sup>lt;sup>9</sup> See, e.g., Postal Tel Cable Co. v. Alabama, 155 U.S. 482, 487, 15 S.Ct. 192, 194, 39 L.Ed. 231 (1894) ("A State is not a citizen. And, under the Judiciary Acts of the United States, it is well settled that a suit between a State and a citizen or a corporation of another State is not between citizens of different States....").

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subject matter jurisdiction pursuant to 28 USC § 1331 is not invoked by the Complaint, as it sets forth herein exclusively viable state law claims against Defendants. Nowhere herein does Plaintiff plead, expressly or implicitly, any cause of action or request any remedy that arises under federal law. The issues presented in the allegations of this Complaint do not implicate any substantial federal issues and do not turn on the necessary interpretation of federal law. No federal issue is important to the federal system as a whole under the criteria set by the Supreme Court in *Gunn v. Minton*, 568 U.S. 251 (2013) (*e.g.*, federal tax collection seizures, federal government bonds). Specifically, the causes of action asserted, and the remedies sought herein, are founded upon the positive statutory, common, and decisional laws of Nevada. Further, the assertion of federal jurisdiction over the claims made herein would improperly disturb the congressionally approved balance of federal and state responsibilities. Accordingly, any exercise of federal jurisdiction is without basis in law or fact.

- 25. In this Complaint, to the extent Plaintiff cites federal statutes and regulations. Plaintiff does so to state the duty owed under Nevada law, not to allege an independent federal cause of action and not to allege any substantial federal question under *Gunn v. Minton*. "A claim for negligence in Nevada requires that the plaintiff satisfy four elements: (1) an existing duty of care, (2) breach, (3) legal causation, and (4) damages." *Turner v. Mandalay Sports Entertainment, LLC*, 124 Nev. 213, 180 P.3d 1172 (2008). The element of duty is to be determined as a matter of law based on foreseeability of the injury. *Estate of Smith ex rel. Smith v. Mahoney's Silver Nugget, Inc.*, 127 Nev. 855, 265 P.3d 688, 689 (2011).
- 26. To be clear, to the extent Plaintiff cites federal statutes and federal regulations, it is for the sole purpose of stating the duty owed under Nevada law to the residents of Nevada. Thus, any attempted removal of this complaint based on a federal cause of action or substantial federal question is without merit.
- 27. Venue is proper in this Court pursuant to NRS § 598.0989(3) because Defendants' conduct alleged herein took place in Clark County, Nevada.

### **FACTS**

### SNAPCHAT, GENERALLY.

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28. Snapchat is social media platform (principally manifesting as an app on mobile devices) that is principally devoted to sharing photos and videos among its users. Most of Snapchat's content deletes after short periods of time, and Snap marketed Snapchat as "temporary social media" that would allow users to show a more authentic, unpolished, and spontaneous side of themselves. <sup>10</sup> Snapchat's disappearing-content features are so important to its business model and product differentiation that Snap selected a whimsical ghost ("Ghostface Chillah") as the Snapchat logo.

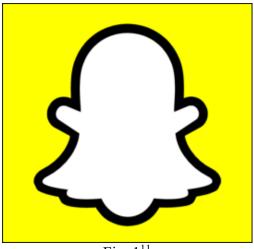


Fig. 1<sup>11</sup>

29. Snap describes Snapchat as its "flagship product," but further acknowledges that the platform, itself, constitutes an amalgam of separate "products," which Defendants view as distinct entities. Specifically, in the portion of its website titled "Privacy and Safety Hub,"

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<sup>&</sup>lt;sup>10</sup> Jenna Wortham, A Growing App Lets You See It, Then You Don't, NEW YORK TIMES (Feb. 9, 2013), https://www.nytimes.com/2013/02/09/technology/snapchat-a-growing-app-lets-yousee-it-then-you-dont.html? r=0 (last visited Jan. 27, 2024).

https://sketchfab.com/models/92a3b91086444037bf955555739861a3/embed?utm\_source= website&utm\_campaign=blocked\_scripts\_error (last visited Jan. 27, 2024).

https://d18rn0p25nwr6d.cloudfront.net/CIK-0001564408/c22ae9bd-7418-456e-82d4-48129 de1df54.pdf (last visited Jan. 27, 2024).

Snap breaks the following items (among others) down as individual products in a document titled "Privacy by Product": 13

- Snaps & Chats
- Stories

- Lenses
- Cameos
  - Spotlight
  - Memories
  - Snap Map
  - Profiles
- 30. The core product on the Snapchat platform is called a "Snap." A Snap is an image or video that is sent from a user to one or more people on the platform. Critically, Snaps are meant to disappear after they've been viewed. A sender can draw, insert text, or overlay a filter on the Snap and determine how many seconds the recipient can view it before the file disappears from the recipient's device. As a general matter, messages can only be viewed once.

<sup>&</sup>lt;sup>13</sup> https://values.snap.com/privacy/privacy-by-product (last visited Jan. 27, 2024).



Fig. 2<sup>14</sup>

31. Snapchat also allows for direct messaging with its "Chat" product:



Fig. 3<sup>15</sup>

https://campaignme.com/snapchat-unveils-new-after-dark-feature/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>15</sup> *Id*.

	32.	In addition to sending text for Chats, users are able to place audio and video calls
and/or	send	audio or video messages. Like Snaps, Chats typically disappear after a set time,
unless	the se	ender elects otherwise.

- 33. Snapchat also offers a product called "Stories," which allows users to compile snaps into chronological storylines, accessible to all of their friends. Per Defendants: "Snaps and Chats are like snippets of a personal conversation, while Stories are more like, well, a story you're telling to a larger group....You can share Snaps in your Story with just your friends, or with the entire Snapchat community."<sup>16</sup>
- 34. By June 2014, photo and video snaps presented to friends in the Stories functionality had surpassed person-to-person private snaps as the most frequently used function of the service, with over one billion viewed per day—double the daily views tallied in April 2014.



Fig. 4<sup>17</sup>

<sup>&</sup>lt;sup>16</sup> https://values.snap.com/privacy/privacy-by-product (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>17</sup> <u>https://campaignme.com/snapchat-unveils-new-after-dark-feature/</u> (last visited Jan. 27, 2024).

35. Defendants also feature the "Lenses" product. Lenses are allow users to add augmented reality ("AR") effects into their Snaps by using face detection technology, thereby altering their appearance in a host of different ways.



Fig. 5<sup>18</sup>

36. Notably, Lenses need not just augment the user's face. In addition to **Face Lenses**, Defendants offer **World Lenses**, which augment the user's surroundings. Per Defendants, World Lenses "let you reimagine the world around you and bring characters to life! Make the Eiffel Tower puke rainbows, or place your dancing Bitmoji on your desk!" 19



Fig. 6<sup>20</sup>

<sup>18</sup> https://www.snapchat.com/lens (last visited Jan. 27, 2024).

https://help.snapchat.com/hc/en-us/articles/7012348332052?lang=en-US&utm\_campaign=priv\_prod&utm\_medium=snap&utm\_source=web (last visited Jan. 27, 2024).

https://campaignme.com/snapchat-unveils-new-after-dark-feature/ 2024).
(last visited Jan. 27,

37. Like Lenses, Snapchat also offers another product called "Cameos" that are animated GIFs that can augment a user's selfie, which the user can send in a chat. Snapchat offers dozens of video options to add one's image to, including "duets" where the user and a friend appear together.

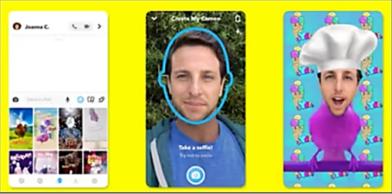


Fig. 7<sup>21</sup>

38. Defendants also offer a product called "Spotlight," in which users get paid by Defendants for posts that "go viral" (*i.e.*, are seen, shared, and otherwise interacted with a large number of people).<sup>22</sup> Per Defendants,

Snaps submitted to Spotlight are public and other Snapchatters will be able to share them both on and off Snapchat or even 'Remix' them. For example, they may take your funny dance Snap and layer a reaction over it. Your Profile is where you will be able to control and see an overview of Spotlight Snaps you've submitted. You can also favorite Spotlight Snaps and when you do, we will add it to your favorites list and use it to personalize your Spotlight experience.

As you explore and engage with more Spotlight Snaps, we will tailor your Spotlight experience and show you Spotlight Snaps we think you will like. For example, if you can't stop watching dance challenges, we will show you more dance-related Spotlight Snaps.<sup>23</sup>

39. The Spotlight product serves as a repository on the platform for content that is—by design—intended to be popular and encourage engagement among users. Ultimately, this

<sup>&</sup>lt;sup>21</sup> https://newsroom.snap.com/introducing-cameos (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>22</sup> <u>https://www.bbc.com/news/technology-55044179</u> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>23</sup> <a href="https://values.snap.com/privacy/privacy-by-product">https://values.snap.com/privacy/privacy-by-product</a> (last visited Jan. 27, 2024).

was Defendants' response to the immensely popular social media platform TikTok, and Snap spends approximately \$1 million a day to pay its users with especially popular content.<sup>24</sup>



Fig. 8<sup>25</sup>

40. Defendants also offer a product on Snapchat called "Memories," which allows Snaps and Story posts to be saved into a private storage area, where they can be viewed alongside other photos stored on the device, as well as edited and published as new Snaps, Story posts, or Chats in the future. When shared with a user's current Story, the memory would have a timestamp to indicate its age. Content in the Memories storage area can be searched by date or using a local object recognition system. Snaps accessible within Memories can additionally be placed into a "My Eyes Only" area that is locked with a Personal identification

https://www.businessinsider.com/guides/tech/snapchat-spotlight#:~:text=Snapchat's%20Spotlight%20feature%20is%20a%20TikTok%2Dlike%20component%20for%20promoting,for%20getting%20your%20snaps%20accepted (last visited Jan. 27, 2024).

https://variety.com/2020/digital/news/snapchat-spotlight-pay-creators-1-million-daily-1234837976/ (last visited Jan. 27, 2024).

number (PIN). Snapchat has stated that the Memories feature was inspired by the practice of manually scrolling through photos on a phone to show them to others.

**Memories** 

Fig. 9<sup>26</sup>

https://siliconangle.com/2016/07/07/snapchats-new-memories-feature-how-to-save-andshare-all-your-old-snaps/ (last visited Jan. 27, 2024).

KEMP JONES, LLP 3800 Howard Hughes Parkway Seventeenth Floor Las Vegas, Nevada 89169 (702) 385-6000 • Fax (702) 385-600 kjc@kempjones.com 41. Defendants also offer the "Snap Map" product on Snapchat, which allows users to share their location in real time on a map that is searchable by all other users (and, by extension, users also may use the Snap Map to search for others).



Fig.  $10^{27}$ 

42. Additionally, Snapchat features "**Profiles**," described by Defendants as follows:

Profiles make it easy to find the info and Snapchat features that you care about the most! There are different types of Profiles on Snapchat, including My Profile, Friendship Profiles, Group Profiles, and Public Profiles.

My Profile features your Snapchat info, like your Bitmoji, location on the Map, friend info, and more. Friendship Profile is as unique as each individual friendship, this is where you can find Snaps and messages you've saved, your friend's Snapchat info like Bitmoji and location on the Map, and this is also where you can manage your friendship, and report, block, or remove the friend. Group Profiles showcase your saved Snaps and Chats within a Group Chat and your friends' Snapchat info.

<sup>&</sup>lt;sup>27</sup> https://mashable.com/article/snapchat-launches-snap-map-layers (last visited Jan. 27, 2024).

Public Profiles enable Snapchatters to be discovered in the app. If you want a Public Profile, you will need to create one first. Once you've created a Public Profile, you can showcase your favorite public Snaps and share your Lenses and other information. Other Snapchatters will be able to subscribe to your Public Profile. Your subscriber count is turned off by default, but if you want you can turn it on in Settings.<sup>28</sup>

43. As noted above, Snapchat attracts hundreds of millions of daily active users worldwide. A 2020 survey of American children ages 9–17 reported that 40% of the 9-12-year-old respondents and 52% of the 13-17-year-old respondents used Snapchat at least once a day, with 67% and 74% of those respective cohorts reporting having used the platform at least once.<sup>29</sup> More broadly, a 2023 report from the Pew Center states that 60% of teens use the platform, while 14% report using the platform "almost constantly."<sup>30</sup>

### A. Snap Offers Its Platforms in Exchange for Consumers' Valuable Consideration that Enables Snap to Sell Advertising.

- 44. Like all social media platforms, Snapchat does not charge money from its users for access. Instead, it monitors its users and surreptitiously collects data related to their online lives—including the way in which they use the product, the posts with which they interact, the friends they have, the places they go, the advertisements they view, and even what users do on other sites or apps.
- 45. The practical effect of this arrangement—free access to the Snapchat platform in exchange for personal data—is best expressed in the documentary *The Social Dilemma*,

<sup>&</sup>lt;sup>28</sup> https://values.snap.com/privacy/privacy-by-product (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>29</sup> Thorn, Responding to Online Threats: Minors' Perspectives on Disclosing, Reporting, and Blocking Findings from 2020 quantitative research among 9–17 year olds, (May 2021), at Fig. 4 — "Platform Usage Habits", <a href="https://info.thorn.org/hubfs/Research/Responding">https://info.thorn.org/hubfs/Research/Responding</a> "20to% 20Online%20Threats 2021-Full-Report.pdf?utm campaign=H2D%20report&utm source=website (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>30</sup> Pew Research Center, *Teens, Social Media and Technology 2023* (Dec. 11, 2023), <a href="https://www.pewresearch.org/internet/2023/12/11/teens-social-media-and-technology-2023/">https://www.pewresearch.org/internet/2023/12/11/teens-social-media-and-technology-2023/</a> (last visited Jan. 27, 2024).

which quotes Google's former design ethicist, Tristan Harris: "if you're not paying for the product, then you are the product."<sup>31</sup>

46. Because Snap views its users as its product, and because it can best monetize and collect information about its users while they are on its various platforms (including Snapchat), Snap is incentivized to keep its users on the platforms as long as possible, and as often as possible. Via his current project, The Center for Humane Technology, Tristan Harris further explains this concept:

Our attention is a limited resource. There are only so many waking hours in the day, and therefore only so many things we can focus on. When we pay attention to one thing, we're not paying attention to something else.

This fact of life has been deeply complicated by technology. With more information and more choices at our fingertips than ever before, there are unprecedented demands on our attention.

This feeling of constant distraction is fueled by tech companies that rely on capturing your attention to make money, normally by selling it to advertisers.

. . .

Each app is caught in a race for your attention, competing not just against other apps, but also against your friends, your family, your hobbies, and even your sleep.

. . .

[S]ocial media companies don't sell software, they sell influence. They collect in-depth data about how to influence your decisions, then sell that influence to the highest bidder. The more time they can get you to spend scrolling and clicking, the more data they can collect and the more ads they can sell.<sup>32</sup>

47. Defendants acknowledge this fact in their most recent Form 10-K, warning that decreased use of the Snapchat platform—resulting in fewer opportunities to profile users and serve targeted advertising—is fatal to its business model: "We generate substantially all of our revenue from advertising. Our advertising business is most effective when our advertisers

Abigail McCormick, *Review: The Social Dilemma* (Aug. 8, 2021), <a href="https://sauconpanther.org/2535/arts-and-entertainment/if-youre-not-paying-for-the-product-then-you-are-the-product/">https://sauconpanther.org/2535/arts-and-entertainment/if-youre-not-paying-for-the-product-then-you-are-the-product/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>32</sup> Center for Humane Technology, *The Attention Economy – Why do tech companies fight for our attention?* (Aug. 17, 2021), <a href="https://www.humanetech.com/youth/the-attention-economy">https://www.humanetech.com/youth/the-attention-economy</a> (last visited Jan. 27, 2024).

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succeed. Driving their success requires continual investment in our advertising products and may be hindered by competitive challenges and various legal, regulatory, and operating system changes that make it more difficult for us to achieve and demonstrate a meaningful return for our advertisers."33 Further, Defendants acknowledge that "individuals are becoming increasingly resistant to the processing of personal data to deliver behavioral, interest-based, or targeted advertisements, and regulators are likewise scrutinizing such data processing activities, which could reduce the demand for our products and services and threaten our primary revenue stream."34

- 48. Competition for users' attention is fierce, and social media platforms—like Defendants'—are purposely designed to addict their users. Fundamentally, the Snapchat platform is built not for user experience, but for maximization of profit.
- 49. And this maximization of profit is achieved through addiction. As set forth below, Defendants employ sophisticated principles first identified by psychologists and other academics, which they manifest through intentional design elements that exploit those psychological principles.
- 50. These design elements are not subjective—instead they are part and parcel of Snapchat's code. They operate consistently, and universally, across the platform, for all users, including the vulnerable children who Defendants know—to a certainty—are using Snapchat.

#### В. **Account Creation for Snapchat.**

51. To fully access Snapchat, consumers must create an account. As part of the account-creation process, consumers enter into a contract with Snap. By entering into these

https://d18rn0p25nwr6d.cloudfront.net/CIK-0001564408/c22ae9bd-7418-456e-82d4-48129 de1df54.pdf (last visited Jan. 27, 2024).

 $<sup>^{34}</sup>$  *Id*.

KEMP JONES, LLP 800 Howard Hughes Parkway Seventeenth Floor contracts, users agree to be bound by, respectively, Snapchat's Terms of Service<sup>35</sup> and its Privacy Policy.<sup>36</sup>

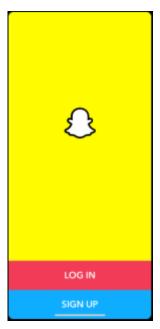


Fig. 11



Fig. 12

<sup>35</sup> https://www.snap.com/en-US/terms (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>36</sup> https://values.snap.com/privacy/privacy-policy (last visited Jan. 27, 2024).

- 52. As noted above, although users can establish accounts on Snapchat without paying a fee, Defendants do not provide their products for free—rather, they charge users by collecting their data and time, which Snap then converts into advertising dollars.
- 53. In exchange for the right to use Snapchat, consumers agree to a host of terms that power Snap's advertising business. For example, this is confirmed by Snapchat's Terms of Service:

[T]hese Terms form a legally binding contract between you and Snap Inc. ("Snap"). So please read them carefully....We, our affiliates, and our third-party partners may place advertising on the Services, including personalized advertising based on the information you provide us, we collect, or we obtain about you. Advertising may sometimes appear near, between, over, or in your content....Our Services provide personalized recommendations. This is designed to make our Services more relevant and engaging for you. We will recommend content, advertising, and other information to you based on what we know and infer about your and others' interests from use of our Services. It is necessary for us to handle your personal data for this purpose, as we explain in our Privacy Policy. It is also a condition of our contract with you for us to be able to do so. [.] 37

- 54. Consumers also pay for Snapchat by agreeing to give Snap access to vast reams of data arising out of their platform use. In order to create an account, consumers also must agree to Snap's Privacy Policy. And pursuant to that Privacy Policy, each consumer must agree that Snap may collect a host of data, ranging from information about the consumer's activity on Snapchat (such as the content they like, the Filters or Lenses they use, the Stories they watch, and accounts they follow); information regarding the messages the consumer sends and receives; the content the consumer provides through Snapchat's camera feature and the consumer's camera roll; the ways the consumer interacts with ads, the time the user spends interacting with various pieces of content; the hardware and software the consumer is using, location-based signals (including granular GPS data); and many other categories of data.
- 55. Consumers' payment in the form of time, attention, and data enables Snap to sell highly targeted, data-informed advertising opportunities, which is the foundation of Snap's business.

<sup>&</sup>lt;sup>37</sup> https://www.snap.com/en-US/terms (last visited Jan. 27, 2024).

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## C. Snap Prioritizes Acquiring Young Users and Maximizing Their Time Spent on its Platforms.

56. In Snap's business model, not all consumers are created equal. Young Users are Snap's prized demographic. Snap's CEO, a "self-professed instant messaging addict in high school," wanted Snapchat designed in a manner that accommodated that type (and age) of user.<sup>38</sup>

- 57. For example, in May 2012, less than eight months after launching, Snap's CEO reported that the company was "thrilled" to learn that most of Snapchat's users were high school students.<sup>39</sup>
- 58. Accordingly, Snap has pursued increasing Young Users' time spent on its platform as one of the Company's most important goals. Snap immediately focused on the product's frequency of use<sup>40</sup> and designed features that appeal to minors and encourage their use of the Snapchat product.
- 59. As of 2019, Snapchat was estimated to have over 17 million users under age 18, and 69% of 13–17-year-olds nationwide were using the product.<sup>41</sup> Snapchat even claims to have an influence over what it calls the "Snapchat Generation" ("Gen Z"), with the product changing the way young people connect and communicate going forward.<sup>42</sup>

https://www.theverge.com/2014/5/1/5670260/real-talk-the-new-snapchat-makes-texting-fun-again-video-calls (last visited Jan. 27, 2024).

Team Snapchat, *Let's Chat*, SNAPCHAT BLOG (May 9, 2012), <a href="https://web.archive.org/web/20120518003029/http://blog.snapchat.com:80/">https://web.archive.org/web/20120518003029/http://blog.snapchat.com:80/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>40</sup> Billy Gallagher, You Know What's Cool? A Billion Snapchats: App Sees Over 20 Million Photos Shared Per Day, Releases On Android, TECHCRUNCH (Oct. 29, 2012), https://techcrunch.com/2012/10/29/billion-snapchats/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>41</sup> Snapchat statistics 2020, SMART INSIGHTS (Mar. 18, 2020), <a href="https://www.smartinsights.com/social-media-strategy/snapchat-statistics/">https://www.smartinsights.com/social-media-strategy/snapchat-statistics/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>42</sup> THE SNAPCHAT GENERATION 2022, <a href="https://downloads.ctfassets.net/inb32lme5009/4jTkSAv5M29ttZ5Fu4tvJC/d11c7ed91b6d8d99801854856dfad7ab/The Snapchat Generation 2022.pdf">https://downloads.ctfassets.net/inb32lme5009/4jTkSAv5M29ttZ5Fu4tvJC/d11c7ed91b6d8d99801854856dfad7ab/The Snapchat Generation 2022.pdf</a> (last visited Jan. 27, 2024); <a href="https://www.socialmediatoday.com/news/snapchat-shares-new-insights-intogen-z-consumption-and-engagement-trends/595256/">https://downloads.ctfassets.net/inb32lme5009/4jTkSAv5M29ttZ5Fu4tvJC/d11c7ed91b6d8d99801854856dfad7ab/The Snapchat Generation 2022.pdf</a> (last visited Jan. 27, 2024).

60. Since its inception, Snap recognized minor users as its clear demographic. Snap knew "App usage peaked between 9 a.m. and 3 p.m. – school hours." Indeed, a large part of Snapchat's success has been its virality on school campuses. According to an interview regarding Snapchats' early adoption, "the app started catching on with high schoolers in LA as they could send digital notes back and forth during classes." Snapchat "grew very quickly in tight-knit communities at high schools and colleges, where students interact at a very high frequency and can (and did) tell each other to download Snapchat in between classes." Once Snapchat knew it had appeal among school-aged children, Snapchat "ran with it and never looked back."

61. Even its competitors acknowledge—however grudgingly—Snapchat's popularity with Young Users, and seek to emulate it. An internal marketing study by Meta—the parent company of the social media platforms Facebook, Instagram, Messenger, and WhatsApp—refers to Snapchat as "fun, funny, silly and creative – seemingly made just for [tweens]." The document discusses unique Snapchat products (discussed in further detail below) that appeal particularly to children and teens, such as Snap Streaks, Bitmoji, and silly photo filters. Meta even interviewed children—as young as ten years old—about the popularity of Snapchat and why they love it.<sup>48</sup> Per those interviews:

<sup>&</sup>lt;sup>43</sup> J.J. Colao, *The Inside Story of Snapchat: The World's Hottest App Or A \$3 Billion Disappearing Act?*, FORBES (Jan. 6, 2014), <a href="https://www.forbes.com/sites/jjcolao/2014/01/06/the-inside-story-of-snapchat-the-worlds-hottest-app-or-a-3-billion-disappearing-act/?sh=2329013267d2">https://www.forbes.com/sites/jjcolao/2014/01/06/the-inside-story-of-snapchat-the-worlds-hottest-app-or-a-3-billion-disappearing-act/?sh=2329013267d2</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>44</sup> How Snapchat Gained Success By Going Viral At High Schools Across Los Angeles, Forbes (Feb. 16, 2018, 1:20 pm), <a href="https://www.forbes.com/sites/quora/2018/02/16/how-snapchat-gained-success-by-going-viral-at-high-schools-across-los-angeles/?sh=2fd9daca3b36">https://www.forbes.com/sites/quora/2018/02/16/how-snapchat-gained-success-by-going-viral-at-high-schools-across-los-angeles/?sh=2fd9daca3b36</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>45</sup> *Id*.

<sup>&</sup>lt;sup>46</sup> *Id*.

<sup>&</sup>lt;sup>47</sup> *Id*.

<sup>&</sup>lt;sup>48</sup> TWEENS AND SOCIAL MEDIA (October 9, 2017), <a href="https://www.documentcloud.org/documents/23322940-copy-oftweens-and-social-media\_sanitized\_opt">https://www.documentcloud.org/documents/23322940-copy-oftweens-and-social-media\_sanitized\_opt</a> (last visited Jan. 27, 2024).

child

- 62. Defendants have long been aware of Snapchat's connection to its Young Users, including its effect on schools. After Snapchat added new features to the platform, news organizations noted the havoc it was wreaking in classrooms: "No one was more excited about the update than Snapchat's target demographic: teens. And no one could have used a warning about the huge in-app changes more than high-school teachers," one of whom noted that "[i]n 16 years of teaching I can't think of anything that has ever disrupted my classroom more than today's Snapchat update." The teacher explained that during class kids were so focused on updating their Snapchat, "you would have thought it was crack. They seriously could not keep away from it. I even had one girl crawl under the table with her phone." 50
- 63. Disruptive use of Snapchat in the classroom was no surprise to Defendants. In the first post on Snapchat's website, Defendants stated it was "thrilled" with the disruptions:

[t]o get a better sense of how people were using Snapchat and what we could do to make it better, we reached out to some of our users. We were thrilled to hear that most of them were high school students who were using Snapchat as a new way to pass notes in class—behind-the-back photos of teachers and funny faces were sent back and forth throughout the day.<sup>51</sup>

64. Snapchat also highlights its connection to schools when communicating with advertisers, promoting "Back to School on Snapchat" and "Snap to School." <sup>52</sup>

<sup>49 &</sup>lt;u>https://www.businessinsider.com/high-school-teacher-on-snapchat-update-2014-5</u> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>50</sup> *Id*.

Team Snapchat, *Let's Chat*, Snapchat Blog (May 9, 2012), <a href="https://web.archive.org/web/20220523084954/https://newsroom.snap.com/lets-chat/">https://web.archive.org/web/20220523084954/https://newsroom.snap.com/lets-chat/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>52</sup> https://forbusiness.snapchat.com/back-to-school-2021 (last visited Jan. 27, 2024).

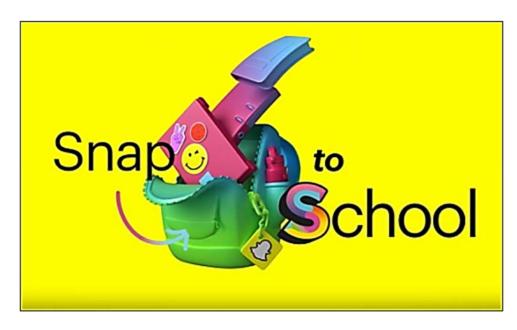
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Fig. 13<sup>53</sup>

- 65. The company explained that it had an "unparalleled student and parent audience" <sup>54</sup> and noted that 90% of students (ages 13-24) in the US and UK are on Snapchat. <sup>55</sup> Recently, Snapchat promoted new features and the ability to access Snapchat from a desktop computer, not just a phone, "just in time for back to school" to let students "keep conversations with friends going from any device," underscoring the importance of student users and further emphasizing Snapchat's desire to maximize user engagement—*i.e.*, continuous interaction with the platform—by this key group. <sup>56</sup>
- 66. In fact, Defendants have designed Snapchat in a manner that not only appeals to Young Users, but also affirmatively discourages use by older audiences, making the platform

<sup>&</sup>lt;sup>53</sup> https://marissa-nicole.com/snap-to-school/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>54</sup> https://forbusiness.snapchat.com/back-to-school-2021 (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>55</sup> Id

<sup>&</sup>lt;sup>56</sup> https://newsroom.snap.com/fresh-fall-features (last visited Jan. 27, 2024).

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hard for them to use.<sup>57</sup> As Snap's CEO explains, "[w]e've made it very hard for parents to embarrass their children[.]"58

- 67. Snap pursues Young Users because Snap's advertising customers value that audience. Among other reasons, Snap's advertising partners want to reach Young Users because they: (1) are more likely to be influenced by advertisements, (2) may become lifelong customers, and (3) set trends that the rest of society emulates.
- 68. Advertisers pay Snap a premium to serve advertisements to Young Users. And many advertisers are willing to pay Snap for the opportunity to reach Young Users in specific geographic markets, such as those in Nevada.
- 69. Snap is motivated to increase Young Users' time spent on its platforms not only because it is a meaningful stream of advertising business, but also, because the data that Snap collects from that use is itself highly valuable to the Company.
- 70. In short, Snap has many strong short-term and long-term financial incentives to increase the time that Young Users spend on its platforms, including Snapchat. And as described in further detail below, Snap has chased that goal with incredible success, capturing a mindboggling amount of time and attention from a generation of Young Users.
- 71. This approach has been profitable. Snap reported earning \$4.6 billion in revenue in 2022, \$4.1 billion in 2021, and \$2.5 billion in 2020.
- 72. A significant portion of these earnings come from the Young Users on Snap's platforms. A recent study estimated the revenue derived from Young Users across the world's largest social media platforms, including Snapchat, and concluded that there were roughly 18 million U.S.-based Young Users (ages 0-17 years) on the platform as of 2022.<sup>59</sup> Roughly \$1

<sup>&</sup>lt;sup>57</sup> Hannah Kuchler & Tim Bradshaw, Snapchat's Youth Appeal Puts Pressure on Facebook, 2017), https://www.ft.com/content/07e4dc9e-86c4-11e7-bf50-(Aug. (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>58</sup> Max Chafkin & Sarah Frier, How Snapchat Built a Business by Confusing Olds, Bloomberg 2016), https://www.bloomberg.com/features/2016-how-snapchat-built-a-business/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>59</sup> Raffoul A, Ward ZJ, Santoso M, Kavanaugh JR, Austin S Bryn (2023) Social media platforms generate billions of dollars in revenue from U.S. youth: Findings from a simulated revenue

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billion in Snapchat's ad revenue came from ads exclusively targeting that cohort in the same year,<sup>60</sup> which the researchers believe accounted for "nearly half (41.4%) of overall advertising revenue in 2022."<sup>61</sup> Upon information and belief, a portion of these income-generating Young Users reside in Nevada.

### D. Social Media Use—and Ensuing Exposure to Harms—is Especially Prevalent Among Young Users of Color.

- 73. Research shows that a higher percentage of children of color in America use social media platforms—including Snapchat—than their white counterparts.
- 74. A recent study by Pew, entitled *Teens, Social Media and Technology 2023*, reveals that Black and Hispanic teenagers between ages 13 and 17 spend more time on social media platforms than their white counterparts.<sup>62</sup>
- 75. According to that study, 55% of Hispanic teenagers and 54% of Black teenagers report generally being online "almost constantly," compared with 38% of their white teenage counterparts.
- 76. That study indicated that "Hispanic teens stand out in...Snapchat use," with 20% of surveyed Hispanic respondents reporting that they are on the platform "almost constantly," while only 12% of white respondents reported the same level of use.
- 77. Another study similarly found that Black and Hispanic children, ages 8 to 12, also use social media platforms more than their white counterparts.<sup>63</sup>

<sup>22</sup> model. PLoS ONE 18(12): e0295337, <a href="https://doi.org/10.1371/journal.pone.0295337">https://doi.org/10.1371/journal.pone.0295337</a> (last visited Jan. 27, 2024); id. at Table 1.

 $<sup>\| ^{60}</sup> Id$ . at Fig. 1.

 $<sup>^{24}</sup>$   $^{61}$  *Id.* at Fig. 2.

<sup>62</sup> Pew Research Center, *Teens, Social Media and Technology 2023* (Dec. 11, 2023), https://www.pewresearch.org/internet/2023/12/11/teens-social-media-and-technology-2023/ (last visited Jan. 27, 2024).

Rideout, V., et al., *The Common Sense Census: Media Use by Tweens and Teens*, 2021 (2022), <a href="https://www.commonsensemedia.org/sites/default/files/research/report/8-18-census-integrated-report-final-web">https://www.commonsensemedia.org/sites/default/files/research/report/8-18-census-integrated-report-final-web</a> 0.pdf (last visited Jan. 27, 2024).

78. Researchers have found that due to lower income levels, Black and Hispanic				
teenagers are less likely to have broadband access or computers at home, causing				
disproportionate reliance on smartphones and corresponding use of social media platforms.				
79. Thus, while 95% of children between the ages of 13 and 17 have access to a				
smartphone at home, having access to a home computer remains less common for those in				
lower income households				

- 80. Experts believe that internet usage among teenagers may be displacing other activities, including sports participation, in-person socializing, and reading, among other things.
- 81. With respect to reading, the 2023 Scholastic Kids & Family Reading Report found that the average amount of reading across all racial groups is in decline and continues to trend downward as children transition to their teenage years.<sup>64</sup>
- 82. The *Scholastic* study found that while 46% of kids between the ages of 6 and 8 report reading for pleasure, only 18% of children between the ages of 12 and 17 report the same.
- 83. These statistics raise the concern that the disparities in internet and social media platforms use may, in turn, intensify overall declines and existing differences in reading across racial groups.
- 84. As of the 2020 Census, Nevada's Black community constitutes roughly 12.1% of the State's population, and the Hispanic community constitutes 28.7% of the State's population.<sup>65</sup>

23 /

26 | 64 Scholastic, *Kids & Family Reading Report<sup>TM</sup>*, <a href="https://www.scholastic.com/content/corp-home/kids-and-family-reading-report/reading-lives.html">https://www.scholastic.com/content/corp-home/kids-and-family-reading-report/reading-lives.html</a> (last visited Jan. 27, 2024).

https://www.census.gov/library/stories/state-by-state/nevada-population-change-between-census-decade.html (last visited Jan. 27, 2024).

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### E. Snap Directs Its Business Towards Nevada.

- 85. Notably, Snap allows advertisers to target Young Users based on their age<sup>66</sup> and location,<sup>67</sup> and Snapchat is popular among Young Users in Nevada. Indeed, Snapchat markets its services to advertisers based on its reach to Young Users, stating "90% of 13-to-24-year-olds in 20+ countries" are on Snapchat based upon "internal data [from] Q2 2022."<sup>68</sup>
- 86. There is no shortage of reporting on teens' use of Snapchat in Nevada, albeit for a host of troubling reasons. For example, teens in Nevada have used Snapchat to send bomb threats at their high schools;<sup>69</sup> have been solicited by predators on Snapchat;<sup>70</sup> have posted racist diatribes leading to their expulsion from high school (and ensuing First Amendment litigation);<sup>71</sup> and have used Snapchat to target and threaten area high schools.<sup>72</sup>
- 87. And of course, Snap enriches itself by selling advertisements targeted to Nevada. As noted above, Snap facilitates the targeting of advertisements specific to Nevada, and even allows businesses to target specific cities in Nevada. Further, all manner of Nevada entities utilize Snapchat to reach a Nevada audience and expand their business in Nevada (for example, the Las Vegas Raiders<sup>73</sup>).
- 88. In sum, Snap not only makes its social media platforms available in Nevada, it also—at a minimum—promotes its brand in Nevada, tracks its platforms' performance in

<sup>66</sup> See, e.g., <a href="https://businesshelp.snapchat.com/s/article/standard-targeting?language=en\_US">https://businesshelp.snapchat.com/s/article/standard-targeting?language=en\_US</a> (explaining to advertisers how to target by ages as low as 13) (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>67</sup> See, e.g., <a href="https://businesshelp.snapchat.com/s/article/location-categories?language=en\_US">https://businesshelp.snapchat.com/s/article/location-categories?language=en\_US</a> (explaining how to target ads based on location, including by city and state in the United States) (last visited Jan. 27, 2024).

<sup>68 &</sup>lt;u>https://forbusiness.snapchat.com/</u> (at fn. 1) (last visited Jan. 27, 2024).

<sup>69 &</sup>lt;u>https://www.thebee.news/teen-accused-of-sending-school-threat-through-snapchat/</u> (last visited Jan. 27, 2024).

https://thenevadaglobe.com/775times/man-accused-of-soliciting-incline-high-school-students-connected-to-50-girls-on-snapchat/ (last visited Jan. 27, 2024).

https://www.law.com/2022/07/07/10th-circ-expulsion-of-student-over-off-campus-snapchat-post-was-a-first-amendment-violation/?slreturn=20240016144640 (last visited Jan. 27, 2024).

https://www.rgj.com/story/news/education/2018/01/25/wcsd-police-looking-into-threat-rumor-spanish-springs-high-school/1065226001/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>73</sup> https://www.snapchat.com/add/raidersofficial?locale=en-US (last visited Jan. 27, 2024).

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entities so that they can expand their businesses in Nevada. And by virtue of Snap's business model, Snap has entered into (at least) hundreds of thousands of contracts with consumers in Nevada and sold the opportunity to serve ads specifically to those Nevada consumers. II. SNAP UTILIZES MULTIPLE DESIGN PRACTICES PURPOSELY INTENDED TO HOOK YOUNG USERS AND KEEP THEM ON ITS PLATFORMS IN PERPETUITY. By Snap's Design, its Platform Induces Compulsive Use Among Young A. Users. 89. For generations, companies have marketed products to Young Users—from bikes to Barbies to baseball cards. Unquestionably, products like those appealed to a young audience, and their creators marketed them accordingly and achieved success. 90. Snap could have followed a similar course. It might have offered a version of its platforms that was simply appealing, but not addictive. 91. Instead, Snap intentionally designed its platform to exploit known vulnerabilities

some cases impossible—for children and teens to resist.

Nevada, studies its platforms' impact on Nevada residents, and sells advertisements to Nevada

B. Defendants Implement Specific Design Elements Into Snapchat That Induce Compulsive Use or Otherwise Harm Young Users.

92. Defendants exploit Young Users' diminished capacity for self-control (and according propensity for addiction) through an array of platform features, including the challenged Design Elements.

in Young Users' neurological development, making its platform profoundly difficult—and in

- 93. Collectively, these features cause Young Users to spend more time on Snapchat than they otherwise would.
- 94. Several categories of engagement-optimizing design features are especially pernicious: Low-Friction Variable Rewards; Social Manipulation; Ephemeral Content; Push Notifications; Harmful Filters; Display of Geolocation; and Ineffective and Misleading Parental Controls. The State discusses each, in turn.

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#### 1. Low-Friction Variable Rewards

95. The "Low-Friction Variable Reward" design element (also called the "Hook Model" is a powerful cognitive manipulation principle, first identified by the psychologist B.F. Skinner in the early 20<sup>th</sup> Century. It is premised on the observation that when test subjects—both humans and other animals—are rewarded unpredictably for a given action, they will engage in the action for a longer period of time than if the reward is predictable. In his testing, Skinner observed that lab mice responded voraciously to random rewards. The mice would press a lever and sometimes they would get a small treat, other times a large treat, and other times nothing at all. Unlike the mice that received the same treat every time, the mice that received variable rewards seemed to press the lever compulsively.

96. At a chemical level, this is because the brain generates more dopamine in response to an uncertain reward than in response to an expected and reliable one.<sup>77</sup> The tendency of variable rewards to drive compulsive behavior is sometimes referred to as the "Vegas Effect," and is the primary mechanism at work in slot machines, keeping players sitting in front of machines for hours on end (machines that, due to their limited mental development, Young Users and Youngest Users are of course forbidden from using or interacting with).<sup>78</sup>

<sup>&</sup>lt;sup>74</sup> Bart Krawczyk, *What is the hook model? How to build habit-forming products*, Log Rocket Frontend Analytics (Dec. 2, 2022), <a href="https://blog.logrocket.com/product-management/what-is-the-hook-model-how-to-build-habit-forming-products/">https://blog.logrocket.com/product-management/what-is-the-hook-model-how-to-build-habit-forming-products/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>75</sup> B. F. Skinner, *Two Types of Conditioned Reflex: A Reply to Konorski and Miller*, 16 J. Gen. Psychology, 272-279 (1937), <a href="https://doi.org/10.1080/00221309.1937.9917951">https://doi.org/10.1080/00221309.1937.9917951</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>76</sup> Laura MacPherson, *A Deep Dive into Variable Designs and How to Use Them*, DesignLi (Nov. 8, 2018), <a href="https://designli.co/blog/a-deep-dive-on-variable-rewards-and-how-to-use-them/">https://designli.co/blog/a-deep-dive-on-variable-rewards-and-how-to-use-them/</a> (last visited Jan. 27, 2024); Mike Brooks, *The "Vegas Effect" of Our Screens*, Psychol. Today (Jan. 4, 2019), <a href="https://www.psychologytoday.com/us/blog/tech-happy-life/201901/the-vegas-effect-our-screens">https://www.psychologytoday.com/us/blog/tech-happy-life/201901/the-vegas-effect-our-screens</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>77</sup> Anna Hartford & Dan J. Stein, *Attentional Harms and Digital Inequalities*, 9 JMIR Mental Health 2, 3 (Feb. 11, 2022), <a href="https://pubmed.ncbi.nlm.nih.gov/35147504/">https://pubmed.ncbi.nlm.nih.gov/35147504/</a> ("At the level of our neural reward system, an uncertain reward generates a more significant dopamine response than those generated by a reliable reward.") (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>78</sup> Mike Brooks, *The "Vegas Effect" of Our Screens*, Psychol. Today (Jan. 4, 2019), <a href="https://www.psychologytoday.com/us/blog/tech-happy-life/201901/the-vegas-effect-our-screens">https://www.psychologytoday.com/us/blog/tech-happy-life/201901/the-vegas-effect-our-screens</a> (last visited Jan. 27, 2024).

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### i. Endless Scroll

- 97. One example of variable rewards design feature is the infinite or endless scroll mechanism with variable content that is deployed across social media platforms. When a platform uses endless scroll, a user is continuously fed more pieces of content, with no endpoint, as they scroll down a feed or page. When platforms load content into streams viewed by endless scroll, a user can never predict what will come next or how interesting it will be. The user is rewarded at unpredictable intervals and levels with pieces of content they find funny, entertaining, or otherwise interesting.<sup>79</sup>
- 98. Critically, the action required by the user is "low-friction"—that is to say, there is little commitment required of the user beyond simply scrolling through the app. This enables the user to engage in the pursuit of the next "rewarding" piece of content in perpetuity.
- 99. Snapchat employs the endless scroll, supplying Young Users with unpredictable variable rewards by strategically and intermittently surfacing content that the platform predicts users will want to see, particularly via its Stories product. But Snap is not just making a "lucky" guess about the type of content that children- and others- would wish to engage. Rather its predictions are incredibly precise and "effective" as they are made because Snapchat siphons private and personal user data to create individualized user profiles—including of children who use the apps.
- 100. As one example, Defendants' Spotlight product (*see*, *supra*) pushes "an endless feed," curated by Defendants in an effort to get constant engagement from Young Users. <sup>80</sup> After Defendants introduced Spotlight on Snapchat, user time spent on the platform rose by over 200%. <sup>81</sup>

<sup>&</sup>lt;sup>79</sup> GCFGlobal.org, *Digital Media Literacy: Why We Can't Stop Scrolling*, <a href="https://edu.gcfglobal.org/en/digital-media-literacy/why-we-cant-stop-scrolling/1/">https://edu.gcfglobal.org/en/digital-media-literacy/why-we-cant-stop-scrolling/1/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>80</sup> Salvador Rodriguez, *Snap is launching a competitor to TikTok and Instagram Reels*, CNBC (Nov. 23, 2020), <a href="https://www.cnbc.com/2020/11/23/snap-launching-a-competitor-to-tiktok-and-instagram-reels.html">https://www.cnbc.com/2020/11/23/snap-launching-a-competitor-to-tiktok-and-instagram-reels.html</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>81</sup> See Snap Q4 Earnings Beat Estimates, User Growth Aids Top Line, Zacks Equity Research (Feb. 5, 2021), <a href="https://finance.yahoo.com/news/snap-q4-earnings-beat-estimates-153003950">https://finance.yahoo.com/news/snap-q4-earnings-beat-estimates-153003950</a> .html (last visited Jan. 27, 2024).

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101. Highlighting both the low-friction and variable nature of Snapchat, one 16-yearold told the researchers that Snapchat is "so addictive because it's so easy to go on to the next thing . . . . And you never know what amazing thing could be on the next Story, and all you have to do is tap once and you get to the next thing."82

#### 2. **Social Manipulation**

- 102. Defendants utilize social manipulation to keep children addicted to their platforms. At its most basic form, this design practice leverages a child's desire for social relationships in order to encourage more time spent on the platform and more engagement with the platform (which in turn leads to more opportunities for Defendants to monetize the child users).
- 103. Children are particularly vulnerable to social manipulation techniques. Younger adolescents have specific developmental needs for social connectedness and are particularly attuned to social validation.<sup>83</sup> This can "lead to greater relinquishing of security in certain arenas to gain social validation and belonging, for example, disclosing publicly to participate in online communities and accrue large amounts of likes, comments, and followers."84 One pair of researchers investigating the phenomena write:

[T]o tweens and teens, the kind of "rewards" social media promise are even more meaningful. Teens are primed to crave and value social validation, which is part of how they make sense of where they fit into their social worlds. Their biological sensitivity to social feedback makes them more susceptible to the pull of social media, which is at the ready with a promise of 24/7 access to likes and praising comments. Capacities for self-regulation and impulse control are also a work in progress during the teen years, which adds to the challenge of pulling away.85

<sup>82</sup> Emily Weinstein & Carrie James, Behind Their Screens: What Teens Are Facing (And Adults Are Missing), MIT Press, at 34 (2022).

<sup>83</sup> Nicholas D. Santer, et al., Early Adolescents' Perspectives on Digital Privacy, Algorithmic Rights and Protections for Children (2021) at 6, 30.

<sup>84</sup> Id. at 6 (citing J.C. Yau & S. M. Reich, "It's Just a Lot of Work": Adolescents' Self-Presentation Norms and Practices on Facebook and Instagram, 29 J. Res. on Adolescence 196, 196-209 (2019)).

<sup>85</sup> Emily Weinstein & Carrie James, Behind Their Screens: What Teens Are Facing (And Adults Are Missing), MIT Press, at 33 (2022) (citing Lucy Foulkes and Sarah-Jayne Blakemore, Is

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104. Many social manipulation design features induce anxiety in children that they or their content may not be as popular as that of their peers. In the words of a Massachusetts high school student who spoke with Common Sense Media, "[I]f you get a lot of likes, then 'Yay,' you look relevant, but then if you don't get a lot of likes and/or views, it can completely crush one's confidence. Especially knowing that you're not the only one who's able to see it."86 Not only are children spotting and seeing posts, but now they are obsessing over the popularity of their posts and those of others. These factors all converge to create a feedback loop: because children crave this social reinforcement, they seek it out, but ultimately children are unequipped with the tools to protect themselves against the allure of "rewards" that these manipulative social media designs purportedly promise.

## **Interaction Streaks**

105. Social media platforms—most notably, Snapchat—maximize minors' online engagement through the use of interaction streaks. Streaks are design features that pressure users to continue an ongoing series of interactions with the service or another user. For example, Snapchat keeps track of how many consecutive days two people have sent Snaps to each other, displaying the number of consecutive days—the "Snapstreak" value—next to each friend's name.87

106. Each party must send and receive at least one Snap within 24 hours for the Snapstreak to be kept alive, and a Snapstreak must extend for three days in order to begin being recorded by Snapchat; but once that three-day period has passed, a flame emoji will appear next to the user's friend's name, along with a number that says how many days the two users have had a Streak together (a "Streak score").88

There Heightened Sensitive to Social Reward in Adolescence?, 40 Current Opinion Neurobiology 81 (2016)).

<sup>&</sup>lt;sup>86</sup> Katie Joseff, Social Media Is Doing More Harm than Good, Common Sense Media (Dec. 17, 2021), https://www.commonsensemedia.org/kids-action/articles/social-media-is-doing-moreharm-than-good (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>87</sup> Longest Snapchat Streak, TechMirror (April 19, 2020), https://perma.cc/46BU-4VBM (last visited Jan. 27, 2024).

https://www.businessinsider.com/guides/tech/snapchat-streak (last visited Jan. 27, 2024).



Fig. 14<sup>89</sup>

107. In addition to the flame emoji, Defendants assign other emojis to signify (and quantify) aspects of the relationship between the people communicating, each of which is meant to induce continued, compulsive communication—via Snapchat—between the users:

 $^{-89}$  *Id*.

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Snapchat Emoji	Icon	Meaning
Baby	0	Shown next to brand-new Snapchat friends.
Gold star	n	Shows someone has replayed your Snap in the last 24 hours.
Yellow heart	$\Diamond$	Shown when you are top best friends with another user.
Red heart	•	Shown when you have been best friends with a user for 2 weeks in a row.
Pink hearts	•	Shown when you have been best friends with a user for 2 months in a row.
Birthday cake		Shown next to a friend's name on their birthday.
Smiling face	0	Shown next to a user when you are one of their top best friends.
Face with sunglasses	0	Shown when a contact is also the best friend of your best friend.
Grimacing face	0	Shown when two users are each other's top best friends.
Smirking face	9	Indicates someone is your best friend, but you are not theirs.
Fire	0	Shows Snapstreak of at least three days.
One hundred	#	Indicates Snapstreak of 100 consecutive days.
Hourglass	X	Signifies a Snapstreak is about to end.
Pushpin	*	Indicates a conversation has been pinned to the top of you feed.

Fig. 15<sup>90</sup>

108. For teens in particular, Snapstreaks are a vital part of using the app, and—for many—of their social lives as a whole. Fostering compulsive daily use of its platform—indeed, punishing Young Users for not using Snapchat on at least a daily basis—and measuring the strength of a friendship through Snapchat participation clearly benefits Snap, but Snapstreaks undermine young people's wellbeing.

109. In addition to increasing the time that minors spend online, streak features often generate harmful social pressure and anxiety.<sup>91</sup> For Snapchat users, Snapstreaks are considered

<sup>90</sup> https://blog.hootsuite.com/snapchat-emoji-meanings/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>91</sup> Lori Janjigian, What I Learned After Taking Over My 13-Year-Old Sister's Snapchat for Two Weeks, Business Insider (Aug. 4, 2016, 11:53 AM), <a href="https://www.businessinsider.com/how-teens-are-using-snapchat-in-2016">https://www.businessinsider.com/how-teens-are-using-snapchat-in-2016</a> (last visited Jan. 27, 2024).

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a measure of the strength of users' relationships—the longer a streak, the more valuable the relationship. <sup>92</sup> For example, one 13-year-old user explains that "[o]n Snapchat, streaks develop a level of friendship between people. The longer your snap streak is, the better friends you are," <sup>93</sup> while a 20-year-old college freshman explains, "I've heard people say things like 'oh yeah, I love her, we have a 200 day Snapchat streak." <sup>94</sup>

and longest streaks considered the most popular. 95 Many teenagers invest significant effort and time every day to set up and maintain their streaks, sometimes even going so far as arranging to have others log in on their behalf to continue their streaks when they are themselves unable to. 96 Snapchat heightens the sense of urgency to maintain a Snapstreak, going as far as displaying an hourglass emoji by someone's name if a user is close to losing their streak with them, further encouraging addictive and dependent behavior in users, and overall contributing to a feeling of fear and anxiety of losing connection with someone else. 97

111. Quotes from teenagers interviewed by journalists about Snapstreaks illustrate the intense pressure and anxiety this feature generates to remain engaged on the service:

<sup>&</sup>lt;sup>92</sup> *Id*.

<sup>&</sup>lt;sup>93</sup> Taylor Lorenz, *Teens Explain the World of Snapchat's Addictive Streaks*, *Where Friendships Live or Die*, Insider (Apr. 14, 2017, 1:58 PM) <a href="https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-s

<sup>&</sup>lt;sup>94</sup> Jacob Shamsian, *Teens Are Obsessed with this One Snapchat Score that Can Make or Break Friendships*, Insider, (Dec. 14, 2016, 4:51 PM), <a href="https://www.insider.com/teens-are-obsessed-with-snap-streaks-on-snapchat-2016-12">https://www.insider.com/teens-are-obsessed-with-snap-streaks-on-snapchat-2016-12</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>95</sup> Taylor Lorenz, *Teens Explain the World of Snapchat's Addictive Streaks, Where Friendships Live or Die*, Insider (Apr. 14, 2017, 1:58 PM) <a href="https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-sna

<sup>&</sup>lt;sup>96</sup> Lori Janjigian, What I Learned After Taking Over My 13-Year-Old Sister's Snapchat for Two Weeks, Business Insider (Aug. 4, 2016, 11:53 AM), <a href="https://www.businessinsider.com/how-teens-are-using-snapchat-in-2016">https://www.businessinsider.com/how-teens-are-using-snapchat-in-2016</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>97</sup> https://thecampoclaw.com/opinion/2022/03/23/snapchat-dangerous-for-teens-mental-health/ (last visited Jan. 27, 2024).

• "]	nate streak	is because	it forces	you to be	on your	pnone e	every da	ay S	say you
have a 100-day str	reak. Ther	e's a lot o	of obligat	ion to con	tinue. S	o if you	lose y	our stre	ak, it's
like the world's ov	ver." – San	n, high scl	nool fres	hman <sup>98</sup>					
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- "A big part of it is social acceptance. . . . Having more streaks makes you feel more popular. . . . It shows [people's] social status to see how many streaks they have." Will, 15<sup>99</sup>
- $\bullet$  "Once you start a streak with someone, you've got to be committed to just send a quick message every day. If you stop it, it shows that you don't really care about that person." Rafael,  $14^{100}$
- $\bullet$  "One of my friends actually called me while I was sleeping to make sure our streak would still be going. . . . He called me four times and woke me up to keep the streak alive." Sam D.,  $15^{101}$

## ii. Quantified Popularity of a Young User's Account or Content

- 112. This design element "gamifies" a user's popularity by displaying (publicly, privately, or both) the number of friends or connections a user has, the number of interactions their content has received, and sometimes also the names or usernames of specific other users who have interacted with the user or their content. Metrics that may be displayed include views, likes, dislikes, reactions, and comments received on content.
- 113. These tallies act as quantified proof of popularity and exploit children's natural tendency to pursue social relevance. If Young User's posts get quantifiable attention from other users, they feel validated, but the less attention they get, the worse they feel.

<sup>&</sup>lt;sup>98</sup> Jacob Shamsian, *Teens Are Obsessed with this One Snapchat Score that Can Make or Break Friendships*, Insider (Dec. 14, 2016, 4:51 PM), <a href="https://www.stoneham-ma.gov/DocumentCenter/View/419/Teen-Shapchat-Scores-PDF">https://www.stoneham-ma.gov/DocumentCenter/View/419/Teen-Shapchat-Scores-PDF</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>99</sup> Taylor Lorenz, *Teens Explain the World of Snapchat's Addictive Streaks, Where Friendships Live or Die*, Insider (Apr. 14, 2017, 1:58 PM) <a href="https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-streaks-why-theyre-so-addictive-and-important-to-friendships-2017-4?international=true&r=US&IR=T">https://www.businessinsider.com/teens-explain-snapchat-sna

 $<sup>^{100}</sup>$  *Id*.

<sup>&</sup>lt;sup>101</sup> *Id*.

114. Snapchat has a scoring metric that symbolizes how much the user spends their time or interacts on the app.<sup>102</sup> A user's "Snap score" is highlighted at the top of a summary of their profile. Users can also easily check friends' scores on their respective profiles. There are multiple synonyms for Snapchat score such as Snapchat points, Snapscore, Snap points and Snap Number.

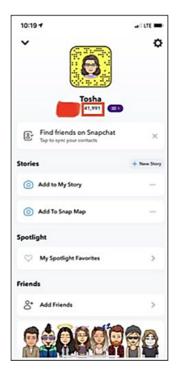


Fig. 16<sup>103</sup>

115. Snap scores are cultural currency, to the point of potentially altering or establishing one's view of a person they don't even know. For instance, someone with a lower Snap score may seem less popular or more socially isolated than someone with a much higher Snap score. This can cause a user to compare their snap score to others, worrying about the way

<sup>&</sup>lt;sup>102</sup> Briallyn Smith, *How Does Snapchat Score Work? How to Increase Your Score*, Make Use Of (April 2, 2022, updated Mar. 29, 2023), <a href="https://www.makeuseof.com/tag/improve-snapchat-score/">https://www.makeuseof.com/tag/improve-snapchat-score/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>103</sup> Center for Digital Democracy, Fairplay, et al., *Petition for Rulemaking to Prohibit the Use on Children of Design Features that Maximize for Engagement*, at p. 37 (Nov. 2, 2022), <a href="https://fairplayforkids.org/wp-content/uploads/2022/11/EngagementPetition.pdf">https://fairplayforkids.org/wp-content/uploads/2022/11/EngagementPetition.pdf</a> (last visited Jan. 27, 2024).

the number displayed by their name shifts others' perceptions of them. For example, on Reddit, one teen posts:

r/teenagers • 3 yr. ago 

# Is it bad that I have a low snapscore?

### Discussion

I'm about to go to college and it's honestly embarrassing that my snapscore is 44k while everyone who I met has like 250k+. It's not cause I don't have friends, its just that all the people who I talk to we only use Snapchat to text and send TikToks to each other. But again now I'm only snapping my roommate so the score is slowing going up.

I know that people think that if your score is low that means that you don't really have friends and all of that, but like this isn't the case.

Fig. 17<sup>104</sup>

- 116. On that same thread, another person confesses to sending "a snap to 100 people simultaneously for a few hours straight to boost mine to 200k lol." <sup>105</sup>
- 117. Google has reported millions of searches for "How to improve Snap score." YouTube contains numerous videos with titles like "How to Increase Snapchat Score Fast." <sup>106</sup>
- 118. Another way Snap scores encourage unhealthy behaviors in Young Users is by creating an obsession with constantly checking someone else's Snap score to see if they are talking with others, but ignoring you. Users on Snapchat can refresh the app in order to see if someone's Snap score is increasing, in order to determine whether the person is purposely not talking to them.<sup>107</sup> This can cause someone to be overly dependent on someone else's

https://www.reddit.com/r/teenagers/comments/nxnrcj/is\_it\_bad\_that\_i\_have\_a\_low\_snapscore/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>105</sup> *Id*.

<sup>&</sup>lt;sup>106</sup> FozTech, *How to Increase Snapchat Score Fast!* (100% Works in 2023), YouTube (Oct. 1, 2019), <a href="https://www.youtube.com/watch?v=m7s0hvQdTok">https://www.youtube.com/watch?v=m7s0hvQdTok</a> (How to Increase Snapchat Score Fast had 4.3 million views as of Apr 17, 2023, video no longer available as of Jan. 27, 2024, due to user account termination); see also <a href="https://web.archive.org/web/20230329193623/https://www.youtube.com/watch?v=m7s0hvQdTok">https://www.youtube.com/watch?v=m7s0hvQdTok</a> (last visited Jan. 27, 2024).

https://thecampoclaw.com/opinion/2022/03/23/snapchat-dangerous-for-teens-mental-health/ (last visited Jan. 27, 2024).

KEMP JONES, LLP 3800 Howard Hughes Parkway Seventeenth Floor Las Vegas, Nevada 89169 702) 385-6000 • Fax (702) 385-600 attention—constantly checking the app to see if the person is prioritizing their interactions with others over them.

# iii. <u>Trophies and Charms</u>

- 119. Snap has also designed Snapchat to include user rewards, including trophies and other social recognition signals, similar to "Likes" on other apps. These are highly addictive and drive compulsive use.
- 120. **"Trophies"** are emojis awarded for achieving engagement milestones or performing certain activities, such as increasing one's Snap score, sending creative Snaps, or posting a live story. A user's Trophies are displayed in a "trophy box" viewable by their friends. Snap designed this feature to encourage users to share their videos and posts with the public, promote greater use of Snapchat, and deepen young users' addiction to, and compulsive use of, the platform. *E.g.*,

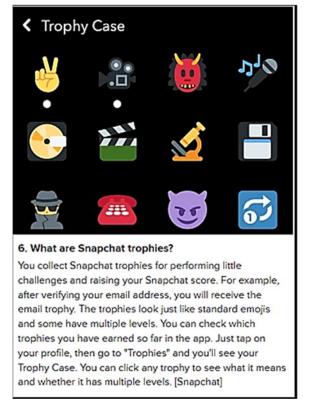


Fig. 18<sup>108</sup>

<sup>&</sup>lt;sup>108</sup> <a href="https://www.popbuzz.com/internet/social-media/snapchat/trophy-case/">https://www.popbuzz.com/internet/social-media/snapchat/trophy-case/</a> (last visited Jan. 27, 2024).

121. In 2020, Snap phased out Trophies and replaced them with "Charms." Unlike Trophies, where users were rewarded for unlocking individual accomplishments like sending 1,000 selfies, Charms reward users for achieving certain milestones in their relationship with other users. *E.g.*,

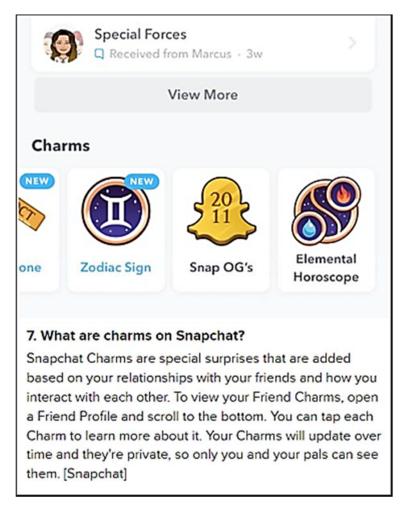


Fig. 19<sup>109</sup>

122. Typically, the more users interact with one another, the more Charms they unlock in their relationship. Charms are private and viewable only by users' mutual contacts. For example, if two users are at the top of each other's friends list, meaning they exchange frequent Snaps, they may unlock a "BFF (Best Friends Forever)" Charm. Conversely, the "It's

<sup>&</sup>lt;sup>109</sup> *Id*.

Been Forever" and "It's Been a Minute" Charms may be awarded to friends who are infrequently in contact, to prompt their engagement with one another on Snapchat.

## 3. Ephemeral Content

- 123. As research shows and Defendants know, Young Users are developmentally wired such that the fear of missing out ("FOMO") is a "repeatedly identified driver of smartphone and social media use[.]" This dovetails with a psychological concept identified by B.F. Skinner as "avoidance," meaning that an individual performs a behavior to avoid a negative outcome. 111
- 124. Defendants induce constant engagement by making certain content ephemeral. In point of fact, the temporary nature of Snaps, Chats, Memories, and other Snapchat products is Snapchat's main point of differentiation from its competitors.
- 125. Unlike content delivery systems that permit a user to view existing posts on a schedule convenient for the user, ephemeral content—like that which makes up almost the entirety of Defendants' social media platform—is only available on a temporary basis, thus incentivizing users to engage with the content (1) immediately and (2) constantly.
- 126. Moreover, Defendants have designed Snapchat and its ephemeral content in such a way as to discourage or frustrate Young Users' attempts to save any of the ephemeral posts. Early iterations of Snapchat had what its founders perceived to be "a fatal flaw" to its ephemeral nature—namely, that users could take a screenshot rendering a disappearing image

Laura Marciano, Anne-Linda Camerini, Rosalba Morese, *The Developing Brain in the Digital Era: A Scoping Review of Structural and Functional Correlates of Screen Time in Adolescence*, Front. Psychol., Vol. 12 (Aug. 27, 2021), <a href="https://www.frontiersin.org/articles/10.3389/fpsyg.2021.671817/full">https://www.frontiersin.org/articles/10.3389/fpsyg.2021.671817/full</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>111</sup> GameQuitters, Are Video Games Designed to Be Addictive?, <a href="https://gamequitters.com/are-video-games-addictive/">https://gamequitters.com/are-video-games-addictive/</a> (last visited Jan. 27, 2024).

permanent.<sup>112</sup> Defendants designed a work-around to screenshots "by building in a notification if your picture has been captured, a potential social deterrent."<sup>113</sup>



Fig. 20<sup>114</sup>

127. Defendants also prevent or interfere with a user's ability to take screenshots on certain devices and/or access points. For example, Snapchat will blur a conversation when it detects a screenshot is being taken from a web browser and send users a pop-up notification chastising them for the attempt.

<sup>112</sup> J.J. Colao, *The Inside Story of Snapchat: The World's Hottest App Or A \$3 Billion Disappearing Act?*, FORBES (Jan. 6, 2014), <a href="https://www.forbes.com/sites/jjcolao/2014/01/06/the-inside-story-of-snapchat-the-worlds-hottest-app-or-a-3-billion-disappearing-act/?sh=2329013267d2">https://www.forbes.com/sites/jjcolao/2014/01/06/the-inside-story-of-snapchat-the-worlds-hottest-app-or-a-3-billion-disappearing-act/?sh=2329013267d2</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>113</sup> *Id*.

https://www.theverge.com/2014/5/1/5670260/real-talk-the-new-snapchat-makes-texting-fun-again-video-calls (last visited Jan. 27, 2024).

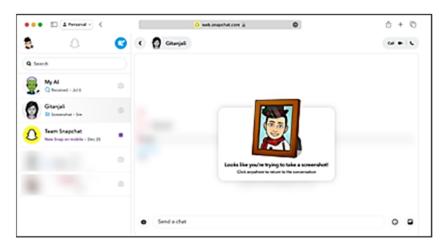
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Fig. 21<sup>115</sup>

128. Defendants could make posts like Snaps, Chats, Stories, etc. able to be stored by its users, or simply make that content available for viewing days or weeks after they are created. This would allow Young Users to take meaningful breaks from Snapchat (for instance, during the school week or while on vacation) without missing content. Instead, they deploy ephemeral content because they know Young Users' FOMO will keep them glued to the platform. In addition, this ephemeral nature of its content gives Defendants a pretext to send endless streams of push notifications to users' smartphones, constantly alerting them of content they are going to miss day and night (more on this below).

### 4. Push Notifications

- 129. Snap causes Young Users to increase their time spent on its platforms by inundating them with notifications when they are off Snapchat, in an effort to entice them to stop whatever else they are doing and return to engaging with social media. By default, Snapchat peppers users (including Young Users) with frequent alerts or notifications intended to cause users to open the application.
- 130. These include Chat notifications (alerting users to new messages from friends); Snap notifications (alerting users to new Snaps from a friend); Story notifications (alerting users

https://www.idownloadblog.com/2024/01/24/how-to-use-snapchat-on-computer/visited Jan. 27, 2024). (last

to new Stories added to a friend's profile); Friend suggestions (alerting users when Snapchat suggests new friends for them to add); Memories ((alerting users to new memories saved in their Memories section); and App updates ((alerting users when there is a new update available for the Snapchat app).<sup>116</sup>

131. These alerts are disruptive for all users but are especially harmful for minor children, who are particularly vulnerable to distraction and psychological manipulation. Independent academics have observed that these notifications impact the brain in similar ways as narcotic stimulants:

While it's easy to dismiss this claim as hyperbole, platforms like...Snapchat...leverage the very same neural circuitry used by slot machines and cocaine to keep us using their products as much as possible....Although not as intense as [sic] hit of cocaine, positive social stimuli will similarly result in a release of dopamine, reinforcing whatever behavior preceded it . . . Every notification... has the potential to be a positive social stimulus and dopamine influx.<sup>117</sup>

- 132. Preying on that vulnerability, by default Snapchat notifies Young Users whenever anything happens on the platform that may affect the Young User, or warrant an action from them. As explained in an interview with Snap's CEO, "Snapchat sends a push notification to your lock screen to say that a friend has begun typing a message to you. The hope is that by the time they hit send, you're already in the chat, ready to respond or video chat with them." 118
- 133. As Defendants have known for years, Young Users have a difficult time resisting these notifications.

### 5. Harmful Filters: Lenses

134. As explained more fully above, Defendants incorporate a host of filters—known as Lenses—into the Snapchat platform that allow Young Users to edit their posts with

https://medium.com/@andiksyldnata/understanding-snapchat-notification-settings-df2cffde9f63#:~:text=Snap%20notifications%3A%20These%20notifications%20alert,friends%20for%20you%20to%20add (last visited Jan. 27, 2024).

https://sitn.hms.harvard.edu/flash/2018/dopamine-smartphones-battle-time/ (last visited Jan. 27, 2024).

https://www.theverge.com/2014/5/1/5670260/real-talk-the-new-snapchat-makes-texting-fun-again-video-calls (last visited Jan. 27, 2024).

augmented-reality visual and aural effects. However, many of these Lenses are cosmetic in nature, inducing the user to alter their appearance in a manner more in line with perceived notions of attractiveness.

- 135. These types of Lenses have created lasting damage among Young Users. Plastic surgeons have reported a surge in patients seeking alterations so that they can look more like Snapchat selfies to which these filters have been applied.<sup>119</sup>
- JAMA Facial Plastic Surgery, coining the term "Snapchat dysmorphia" and arguing that filters on apps are having a disastrous impact on people's self-esteem. One social psychologist summarized the effect as "the pressure to present a certain filtered image on social media [which] can certainly play into [depression and anxiety] for younger people who are just developing their identities."
- World Lenses also have induced users to undertake dangerous, and even fatal, tasks. One particularly dangerous example is Snapchat's "Speed Filter," which from 2013 to 2021 allowed users to record their real-life speed and overlay that speed onto Snaps. Shortly after the Speed Filter was introduced, it became a viral game for users—particularly teenage users—to capture photos and videos of themselves driving at 100 miles-per-hour or more. Tragically, the quest to capture a 100 mile-per-hour Snap caused a number of fatal vehicle accidents involving teens and young adults. 122

https://www.theguardian.com/technology/2018/aug/08/snapchat-surgery-doctors-report-rise-in-patient-requests-to-look-filtered (last visited Jan. 27, 2024).

<sup>120 &</sup>quot;Selfies—Living in the Era of Filtered Photographs." *JAMA Facial Plastic Surgery*, 20(6), pp. 443–444.

<sup>&</sup>lt;sup>121</sup> Nathan Smith & Allie Yang, What happens when lines blur between real and virtual beauty through filters, ABC News (May 1, 2021), <a href="https://abcnews.go.com/Technology/lines-blur-realvirtual-beauty-filters/story?id=77427989">https://abcnews.go.com/Technology/lines-blur-realvirtual-beauty-filters/story?id=77427989</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>122</sup> See, e.g., Did Snapchat play role in deaths of 3 young women?, ABC6 Action News (Feb. 16, 2016), <a href="https://6abc.com/action-news-investigation-snapchat-fatal-car-crash-philadelphia/1196846/">https://6abc.com/action-news-investigation-snapchat-fatal-car-crash-philadelphia/1196846/</a> (last visited Jan. 27, 2024); Manpreet Darroch, Snapchat and driving . . . you could be sending your last snap (Apr.25, 2016), <a href="https://web.archive.org/web/20160531055242/">https://web.archive.org/web/20160531055242/</a>

138. Snap continuously prioritizes generating excessive engagement over the safety of its Young Users, while publicly denying that it does the same.

# 6. Display of Geolocation: Snap Maps

- 139. As described in more detail above, Defendants' Snap Map allows users to share their location with their followers (and the public) on an activity-level-based, color-coded heatmap. This puts Young Users at risk of physical harm, stalking, or cyberbullying.
- 140. Snap Map is a product that is unique to Snapchat (no other social media platforms incorporate such a product), and it is an unreasonably dangerous feature for Young Users. Predatory users often will convince minors to turn on and share their location with them.
- 141. For example, in February 2023 article, Placer County Sheriff's Detective Patrick Craven specifically "emphasize[d] Snapchat's geo-location features," and their role in facilitating and making connections between Young Users and dangerous drug dealers on the platform that otherwise would not be made,

"In addition to that, it broadens the scope of people who would be able to acquire drugs," he noted. "Dealers on Snapchat will tag a location and essentially post up a menu of what they're selling. For instance, one could say like the Galleria, which is a highly populated area where there's a lot of youth and people who have cash .... A dealer could tag their menu to that location, and then a buyer would look at that location because it would come up in their feed, as a story, that was posted from that location – and what that does is it forms a connection that otherwise would not have ever arrived." <sup>123</sup>

142. At the latest, in July 2017, Snap leadership was aware that its product was facilitating drug distribution to American youth. Snap acknowledged the issue of illegal drug sales happening on Snapchat after targeted media coverage, claiming Snap had a "dedicated team" in place to prevent the platform from being utilized to facilitate "illegal activity." <sup>124</sup>

http://www.youthforroadsafety.org/news-blog/news-blog-item/t/snapchat-and-driving-hellip-you-could-be-sending-your-last-snap (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>123</sup> Scott Thomas Anderson, *Money, Snapchat and implied malice: Why a fentanyl dealer was charged with murder as Placer's deaths soared by 450%*, SACRAMENTO NEWS & REVIEW (Feb. 28, 2023), <a href="https://sacramento.newsreview.com/2023/02/28/money-snapchat-and-implied-malice-why-a-fentanyl-dealer-was-charged-with-murder-as-placers-deaths-soared-by-450/">https://sacramento.newsreview.com/2023/02/28/money-snapchat-and-implied-malice-why-a-fentanyl-dealer-was-charged-with-murder-as-placers-deaths-soared-by-450/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>124</sup> Saskia Courtney, *Snapchat, Instagram, cocaine and MDMA*: How 'digital dealers' boast of making £13k a day selling drugs to kids, THE MIRROR (July 17, 2017),

143. In another instance, a 25-year-old used Snap Map to hunt down and sexually assault a 16-year-old in Florida. Per a local news report, the man:

[U]sed Snapchat to reach out to the girl, then, unbeknownst to the teen, track[ed] her down in real-time using the Snapchat feature called Snap Map.

"Our victim posted a life story, and then he used Snap Map to track her down because of the meta tags that's in the photo,' [a law enforcement official] said.

Detectives said the Snap Map allowed the suspect to see the data the teen posted and know just where she posted it from.

If you don't hide your location where you make that, take that photo or that posting from, they can use data that's hidden in the photo to track you down," [the same official] said. 125

- 144. Snap Map also functions as a social metric, incentivizing Young Users to add strangers—much like the Snap Score. This is illustrated in a report by 5Rights, a United Kingdom based children's online safety advocacy group highlighted the experience of John, a 14-year-old boy, who explained that "[h]aving more connections on Snapchat makes his Snap Map look more crowded, which he can then show off to people in real life and therefore appear more 'popular.'"<sup>126</sup>
- 145. The Snap Map product, coupled with Snap's gamification features, amplification of reward systems, connecting between Young Users and adults, and lack of reasonable warnings make Young Users an easy target.

## 7. Ineffective and Misleading Parental Controls

146. Although the vast majority of Snapchat accounts are held by Young Users, Snapchat had no parental controls between its launch in 2011 until mid-2022 when Defendants introduced the "Family Center."

https://www.mirror.co.uk/news/uk-news/snapchat-instagram-cocaine-mdma-how-10812890 (last visited Jan. 27, 2024).

https://www.wesh.com/article/flagler-county-snapchat-predator/41172189 (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>126</sup> 5RIGHTS FOUNDATION, *Pathways: How Digital Design Puts Children at Risk* 53 (July 2021), <a href="https://5rightsfoundation.com/uploads/Pathways-how-digital-design-puts-children-at-risk.pdf">https://5rightsfoundation.com/uploads/Pathways-how-digital-design-puts-children-at-risk.pdf</a> (last visited Jan. 27, 2024).

147.	But the Family Center is	ineffective in co	ombating the vast	t majority—	if not the
ntirety—of th	ne harms identified herein.				

- 148. For example, while the Family Center enables a parent or caretaker to link their Snapchat account to a Young User's account, the adult can only see who the Young User is communicating with; the substance of these communications remains hidden and still disappears after the allotted time.
- 149. Further, the Family Center does not allow a parent or caretaker to block the Young User from sending private messages, control the Young User's engagement with many of Snapchat's harmful platform products, control the Young User's use of Snapchat's geolocation feature, or control who the Young User may add to their friend list.
  - 150. As one advocacy group explains, Family Center is

Useless for the Most Common, Major Risks: Based on our observation, the most common dangers facing children from Snapchat use come from interactions with peers they actually know in person. The long list of such dangers includes cyberbullying, sexting, depression, self-harm, violence, sexual harassment, hate speech, and substance abuse. Generally, Family Center, which focuses on assisting parents to identify Snapchat friends who are not known to the child, provides parents with no way to increase protection against the danger of using Snapchat with known peers. 127

- 151. Fundamentally, Defendants' Family Center is little more than a misleading PR stunt, repackaging an existing feature of Snapchat (*i.e.*, being able to observe a Young User's contacts list) without adding any additional protections.
  - C. The Challenged Platform Features Have No Relation to Traditional Publishing Activities—Any Content They Utilize Is Distinct From Their Functionality and the Harm They Cause.
- 152. The State does not challenge or seek to curtail the publishing of any specific type of third-party content by challenging the above-described addicting and harmful Design Elements.
- 153. Notably, these Design Elements—Low-Friction Variable Rewards; Social Manipulation; Ephemeral Content; Push Notifications; Harmful Filters; Display of

<sup>127 &</sup>lt;a href="https://www.socialmediasafety.org/blog/snapchat-family-center-review/">https://www.socialmediasafety.org/blog/snapchat-family-center-review/</a> (last visited Jan. 27, 2024).

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Geolocation; and Ineffective and Misleading Parental Controls—are not tethered to any specific third-party content. Indeed, the substance of any content incorporated into or used by the Design Elements is immaterial. Instead, the Design Elements themselves create the risk of harm of addiction and risk to physical safety, which is separate and apart from other harms caused by the platform.

154. Regardless of the substance of any content on Snapchat—either first- or thirdparty—the purpose of deploying the Design Elements is to extract additional time and attention from Young Users whose developing brains were not equipped to resist those manipulative tactics.

### III. SNAP KNOWS THAT ITS HARMFUL AND ADDICTION-CAUSING DESIGN ELEMENTS Work As Intended, And That Snapchat Induces Widespread Compulsive USE AMONG YOUNG USERS.

- Because of Defendants' design choices, Snapchat already has hooked a generation of Young Users.
- Defendants know that Young Users use Snapchat at alarming rates. They know—or should know 128—that Young Users wanted to reduce their time on Snapchat, but that this desire is overpowered by the platform's engagement-inducing features. They further know that compulsive use has detrimental effects on Young Users' mental health, sleep, and relationships. However, since Young Users' compulsive use benefit Defendants' bottom line, they have not taken meaningful steps to rescue Young Users from this emerging crisis.
- As one example, in 2018, Defendants conducted internal research on Snap Streaks, which found that over a third of its users reported that keeping a Snap Streak alive was

<sup>&</sup>lt;sup>128</sup> Under Nevada law, "knowingly' means that the defendant is aware that the facts exist that constitute the act or omission." Poole v. Nev. Auto Dealership Invs., LLC, 2019 Nev. App. LEXIS 4, \*2. Similarly, "a 'knowing[]' act or omission under the NDTPA does not require that the defendant intend to deceive with the act or omission, or even know of the prohibition against the act or omission, but simply that the defendant is aware that the facts exist that constitute the act or omission." *Id.* at \*8 (alteration original).

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"extremely" or "very important," and users further reported that the stress level they experience in keeping Streaks alive was "large" and even "intolerable." 129

- 158. Similarly, additional internal research demonstrates that Snapchat users are more compulsive in their use of the platform, engaging with it "right when I wake up," "before work/school," "during work/school," "after work/school," "on vacations," and "when I'm with others[.]"130
- Defendants further are aware of the safety risks of their Design Elements. As 159. noted above, Snapchat is routinely cited in reports of crimes committed against Young Users, and itself is the target of numerous lawsuits resulting from injuries—even fatal injuries suffered by its Young Users.
- Internally, Defendants understood the specific ways that their Design Elements harm Young Users on Snapchat. Externally, they failed to disclose any of this material information.

### Α. Defendants Harm Young Users by Inducing Compulsive Use on Snapchat.

- 161. Defendants have substantially injured Young Users by designing Snapchat to induce compulsive and excessive use, which interferes with important developmental processes and behaviors.
- These injuries include Young Users' lack of sleep and related health outcomes, 162. diminished in-person socialization skills, reduced attention, increased hyperactivity, selfcontrol challenges and interruption of various brain development processes.

#### 1. **Mental Health Harms**

163. Maximizing children's time and activities online is linked with worse psychological well-being in children in concrete and serious ways that cannot be ignored in the context of the current youth mental health crisis. Defendants have caused Young Users to

<sup>&</sup>lt;sup>129</sup> See Plaintiffs' Master Complaint (Local Government and School District), In re: Social Media Adolescent Addiction/Personal Injury Products Liability Litigation, No. 4:22-MD-3047 (N.D. Cal.), Dkt. No. 504, at ¶ 613, fn. 757 (citing to internal Snap documents).

<sup>&</sup>lt;sup>130</sup> *Id.* at ¶ 579, fn. 731 (citing to internal Snap documents).

experience mental health harms, such as increased levels of depression and anxiety. In addition, Defendants have caused Young Users to have diminished social capacity and other developmental skills by virtue of the "opportunity cost" associated with devoting significant time to social media, rather than partaking in other developmentally important, in-person life experiences.

164. The United States Surgeon General's May 2023 Advisory, titled "Social Media and Youth Mental Health" (the "Advisory"), describes some of the harms caused by Defendants. <sup>131</sup>As the Advisory explains, "[a] Surgeon General's advisory is a public statement that calls the American people's attention to an urgent public health issue . . . Advisories are reserved for significant public health challenges that require the nation's immediate awareness and action." <sup>132</sup> According to the Surgeon General, Young Users' social media use is one such significant public health challenge.

As the Advisory explains, "[e]xcessive and problematic social media use, such as compulsive or uncontrollable use, has been linked to sleep problems, attention problems, and feelings of exclusion among adolescents." 133

166. The Advisory also identifies "changes in brain structure," "altered neurological development," "depressive symptoms, suicidal thoughts, and behaviors," "attention deficit/hyperactivity disorder (ADHD,)" and "depression, anxiety and neuroticism," as additional harms to Young Users associated with compulsive social media use. 134

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<sup>&</sup>lt;sup>131</sup> U.S. Dep't of Health & Hum. Servs., Social Media and Youth Mental Health: The U.S. Surgeon General's Advisory 4 (2023), https://www.hhs.gov/sites/default/files/sg-youthmental-health-social-media-advisory.pdf (last visited Jan. 27, 2024).

<sup>25</sup> <sup>132</sup> *Id*.

<sup>&</sup>lt;sup>133</sup> *Id*.

<sup>&</sup>lt;sup>134</sup> To be clear, this Complaint is focused on harms arising out of compulsive or "problematic" platform use, not harms caused by exposure to any individual, specific pieces or categories of content on Snapchat.

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As discussed above, a 2017 study found that Snapchat was one of the worst 167. social media platforms for the mental health of children and adolescents, behind only Instagram. 135

#### 2. Harm to Body Image

- 168. Design features that maximize time spent on social media can also lead to heightened exposure to negative body image-related content, which increases children's susceptibility to poor body image and, consequently, disordered eating. A study of data from 7th and 8th graders published in 2019 in the International Journal of Eating Disorders "suggest[ed] that [social media], particularly platforms with a strong focus on image posting and viewing, is associated with elevated [disordered eating] cognitions and behaviors in young adolescents." <sup>136</sup> Personal stories from sufferers of disordered eating have highlighted the link to social media. 137
- 169. Time spent on social media can harm children's body image and increase their susceptibility to disordered eating in multiple ways. First, visual social media platforms trigger social comparison as children compare their appearance to others, including influencers.
- 170. Second, platforms use algorithms to deliver content related to topics or themes that the platform believes will maximize a user's time spent on the platform. These recommendation systems create "bubbles" or "rabbit holes" of content around a specific theme and also expose users to increasingly extreme content on a given topic. This has proven

<sup>&</sup>lt;sup>135</sup> Kara Fox, Instagram worst social media app for young people's mental health, CNN (May https://www.cnn.com/2017/05/19/health/instagram-worst-social-network-appyoung-people-mental-health/index.html (last visited Jan. 27, 2024).

<sup>136</sup> Simon M. Wilksch, et al., The Relationship Between Social Media Use and Disordered Eating in Young Adolescents, 53 Int. J. Eat. Disord. 96, 104 (2020).

<sup>&</sup>lt;sup>137</sup> See, e.g., Jennifer Neda John, Instagram Triggered My Eating Disorder, Slate (Oct. 14, https://slate.com/technology/2021/10/instagram-social-media-eating-disorder-trigger .html (last visited Jan. 27, 2024); Clea Skopeliti, 'I Felt My Body Wasn't Good Enough': Teenage Troubles with Instagram, The Guardian (Sept. 18, 2021), https://www.theguardian .com/society/2021/sep/18/i-felt-my-body-wasnt-good-enough-teenage-troubles-withinstagram (last visited Jan. 27, 2024).

social media platforms' content selection algorithms have pushed disordered eating and harmful diet techniques to teenage girls. Girls who express an interest in dieting or dissatisfaction with their looks are bombarded with content targeted to these insecurities and often pushed to more extreme content such as pro-anorexia posts and videos. And because platforms know teenage girls disproportionately engage with this type of content, even minor users who do not express interest in these topics are often delivered this content.

171. The harm that social media does to children's body image and eating habits has been widely discussed in public discourse in recent months, but even as of the filing of this

been widely discussed in public discourse in recent months, but even as of the filing of this Action, content depicting disordered eating remains widely available to children and profitable to platforms, including Snapchat, and even popular among teens, who are exposed to more of it as they spend more time online. And, as noted above, Snapchat is an especially toxic environment; so much so that researchers coined the phrase "Snapchat dysmorphia."<sup>141</sup>

especially true for negative body image and pro-eating disorder content. 138 Research shows that

172. In 2020, a longitudinal study investigated whether social media platform addiction predicted suicide-related outcomes and found that children and adolescents addicted to social media use are more likely to engage in self-injurious behavior, such as cutting and suicide. Other studies examining the link between these increases found that adolescents who spent more time on screen activities were significantly more likely to have high depressive

<sup>138 &</sup>quot;Selfies—Living in the Era of Filtered Photographs." *JAMA Facial Plastic Surgery*, 20(6), pp. 443–444.

<sup>&</sup>lt;sup>139</sup> *Id*.

<sup>22 |</sup> Movement, 19 Cyberpsychology, Behav. Soc. Networking (Apr. 2016), <a href="https://pubmed.ncbi.nlm.nih.gov/26991868/">https://pubmed.ncbi.nlm.nih.gov/26991868/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>141</sup> "Selfies—Living in the Era of Filtered Photographs." *JAMA Facial Plastic Surgery*, 20(6), pp. 443–444.

<sup>&</sup>lt;sup>142</sup> See, e.g., Julia Brailovskaia, et al., Positive mental health mediates the relationship between Facebook addiction disorder and suicide-related outcomes: a longitudinal approach, 00(00) Cyberpsychology, Behavior, and Social Networking (2020), <a href="https://doi.org/10.1089/cyber.2019.0563">https://doi.org/10.1089/cyber.2019.0563</a> (last visited Jan. 27, 2024); Jean M. Twenge, et al., Increases in Depressive Symptoms, Suicide-Related Outcomes, and Suicide Rates Among U.S. Adolescents After 2010 and Links to Increased New Media Screen Time, 6 Clinical Psych. Sci. 3–17 (2017), <a href="https://doi.org/10.1177/2167702617723376">https://doi.org/10.1177/2167702617723376</a> (last visited Jan. 27, 2024).

symptoms or have at least one suicide-related outcome, and that the highest levels of depressive symptoms were reported by adolescents with high social media use and fewer in-person social interactions.<sup>143</sup>

173. Fueled by social media addiction, youth suicide rates are up an alarming 57%.<sup>144</sup> In the decade leading up to 2020, there was a 40% increase in high school students reporting persistent sadness and hopelessness,<sup>145</sup> and a 36% increase in those who attempted to take their own lives. In 2019, one in five high school girls had made a suicide plan.<sup>146</sup> By 2018, suicide was the second leading cause of death for youth ages 10–24.<sup>147</sup>

174. Because of this shortage of psychiatrists and the extent of the youth mental health crisis fueled by social media addiction, the number of teens and adolescents waiting in emergency rooms for mental health treatment for suicide nationwide tripled from 2019 to 2021. 148

### 3. "Problematic" Internet Use

175. Maximizing time and activities online also fosters "problematic internet use"—psychologists' term for excessive internet activity that exhibits addiction, impulsivity, or

<sup>&</sup>lt;sup>143</sup> Jean M. Twenge, et al., *Increases in Depressive Symptoms, Suicide-Related Outcomes, and Suicide Rates Among U.S. Adolescents After 2010 and Links to Increased New Media Screen Time*, 6 Clinical Psych. Sci. 3–17 (2017), <a href="https://doi.org/10.1177/2167702617723376">https://doi.org/10.1177/2167702617723376</a> (last visited Jan. 27, 2024); see also Anthony Robinson, et al., *Social comparisons, social media addiction, and social interaction: An examination of specific social media behaviors related to major depressive disorder in a millennial population*, Journal of Applied Biobehavioral Research (Jan. 8, 2019), <a href="https://doi.org/10.1111/jabr.12158">https://doi.org/10.1111/jabr.12158</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>144</sup> Protecting Youth Mental Health: The U.S. Surgeon General's Advisory at 8, U.S. Dep't of Health & Hum. Servs. (Dec. 7, 2021), <a href="https://www.hhs.gov/sites/default/files/surgeon-general-youth-mental-health-advisory.pdf">https://www.hhs.gov/sites/default/files/surgeon-general-youth-mental-health-advisory.pdf</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>145</sup> *Id*.

<sup>&</sup>lt;sup>146</sup> *Id*.

<sup>147</sup> AAP-AACAP-CHA Declaration of a National Emergency in Child and Adolescent Mental Health, Am. Acad. Pediatrics (Oct. 19, 2021), <a href="https://www.aap.org/en/advocacy/child-and-adolescent-healthy-mental-development/aap-aacap-cha-declaration-of-a-national-emergency-in-child-and-adolescent-mental-health/">https://www.aap.org/en/advocacy/child-and-adolescent-mental-development/aap-aacap-cha-declaration-of-a-national-emergency-in-child-and-adolescent-mental-health/</a> (last visited Jan. 27, 2024).

<sup>148</sup> Stephen Stock, et al., Children languish in emergency rooms awaiting mental health care, CBS News (Feb. 27, 2023, 8:02 am), <a href="https://www.cbsnews.com/news/emergency-rooms-children-mental-health/#:~:text=For%20kids%20in%20crisis%2C%20ER,health%20facilities%20%E2%80%94%20within%20six%20months">https://www.cbsnews.com/news/emergency-rooms-children-mental-health/#:~:text=For%20kids%20in%20crisis%2C%20ER,health%20facilities%20%E2%80%94%20within%20six%20months (last visited Jan. 27, 2024).</a>

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compulsion. 149 Indeed, the design features discussed in this Action plainly impede children's ability to put their devices down, even when they want to use them less. For example, a high school student told Common Sense Media,

One of the challenges I face with social media is getting off it. Once I get on, I have to really force myself off it because it's so addictive. All I'm doing is scrolling, but I'm subconsciously looking for an end so I can feel accomplished. But the scrolling never stops. 150

example, in one study of 564 children between the ages of 7 and 15 spearheaded by the Child

Mind Institute in New York, researchers found that problematic internet use was positively

associated with depressive disorders, Attention Deficit Hyperactivity Disorder, general

impairment, and increased sleep disturbances. 151 An analysis of peer-reviewed studies involving

cognitive findings associated with problematic internet use in both adults and adolescents found

"firm evidence that PIU . . . is associated with cognitive impairments in motor inhibitory control,

working memory, Stroop attentional inhibition and decision-making." <sup>152</sup> Another study of over

11,000 European adolescents found that among teens exhibiting problematic internet use,

33.5% reported moderate to severe depression; 22.2% reported self-injurious behaviors such as

cutting; and 42.3% reported suicidal ideation. 153 The incidence of attempted suicide was also

Problematic internet use, in turn, is linked to a host of additional problems. For

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<sup>&</sup>lt;sup>149</sup> Chloe Wilkinson, et al., Screen Time: The Effects on Children's Emotional, Social, and Cognitive Development at 6 (2021), https://informedfutures.org/screen-time/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>150</sup> Katie Joseff, Social Media Is Doing More Harm than Good, Common Sense Media (Dec. 17, 2021), https://www.commonsensemedia.org/kids-action/articles/social-media-is-doingmore-harm-than-good (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>151</sup> Restrepo, et al., Problematic Internet Use in Children and Adolescents: Associations with Psychiatric Disorders and Impairment, 20 BMC Psychiatry 252 (2020), https://doi.org/ 10.1186/s12888-020-02640-x (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>152</sup> Konstantinos Ioannidis, et al., Cognitive Deficits in Problematic Internet Use: Snap-Analysis of 40 Studies, 215 British Journal of Psychiatry 639, 645 (2019), https://pubmed.ncbi. nlm.nih.gov/30784392 (last visited Jan. 27, 2024).

Michael Kaess, et al., Pathological Internet use among European adolescents: psychopathology and self-destructive behaviours, 23 Eur. Child & Adolescent Psychiatry 1093, 1096 (2014), https://www.ncbi.nlm.nih.gov/pmc/articles/PMC4229646/ (last visited Jan. 27, 2024).

ten times higher for teens exhibiting problematic internet use than their peers who exhibited healthy internet use.<sup>154</sup>

177. And, once more, Snapchat's effects on Young Users is particularly acute. As one teacher lamented, "[i]n 16 years of teaching I can't think of anything that has ever disrupted my classroom more than [a] Snapchat update." The teacher explained that during class kids were so focused on updating their Snapchat, "you would have thought it was crack. They seriously could not keep away from it. I even had one girl crawl under the table with her phone." 156

# 4. Harm to Physical Health

also harms children's physical health. When children are driven to spend more time online, they sleep less—because it is impossible to be online and sleep at the same time, because stimulation before bedtime disrupts sleep patterns, and because many of the design features discussed in this Action make users feel pressured to be connected constantly, and that feeling doesn't always go away at nighttime. Indeed, research shows that children who exhibit problematic internet use often suffer from sleep problems. <sup>157</sup> One-third of teens say that at least once per night, they wake up and check their phones for something other than the time, such as to check their notifications or social media. <sup>158</sup> Some teens set alarms in the middle of the night to remind them to check their notifications or complete video game tasks that are only available for a limited time. <sup>159</sup> In addition, screen time before bed is known to inhibit academic performance

 $<sup>\</sup>overline{^{154}}$  *Id*.

https://www.businessinsider.com/high-school-teacher-on-snapchat-update-2014-5 visited Jan. 27, 2024). (last

<sup>&</sup>lt;sup>156</sup> *Id*.

<sup>&</sup>lt;sup>157</sup> Restrepo, et al., *Problematic Internet Use in Children and Adolescents: Associations with Psychiatric Disorders and Impairment*, 20 BMC Psychiatry 252 (2020), <a href="https://doi.org/10.1186/s12888-020-02640-x">https://doi.org/10.1186/s12888-020-02640-x</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>158</sup> Common Sense, Screens and Sleep: The New Normal: Parents, Teens, Screens, and Sleep in the United States at 7 (2019), <a href="https://www.commonsensemedia.org/sites/default/files/research/report/2019-new-normal-parents-teens-screens-and-sleep-united-states-report.pdf">https://www.commonsensemedia.org/sites/default/files/research/report/2019-new-normal-parents-teens-screens-and-sleep-united-states-report.pdf</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>159</sup> Emily Weinstein & Carrie James, *Behind Their Screens: What Teens Are Facing (And Adults Are Missing)*, MIT Press, at 31 (2022).

in children.<sup>160</sup> Teenagers who use social media for more than five hours per day are about 70% more likely to stay up late on school nights.<sup>161</sup> A lack of sleep in teenagers has been linked to inability to concentrate, poor grades, drowsy-driving incidents, anxiety, depression, thoughts of suicide, and even suicide attempts.<sup>162</sup>

179. Decades of research have shown that more time online is consistently correlated with children's risk of obesity, which in turn increases their risk of serious illnesses like diabetes, high blood pressure, heart disease, and depression. Spending time online displaces time when children could be engaging in physical activity. Further, when children spend more time online, they are exposed to more advertisements for unhealthy products, which are heavily targeted toward children. In addition, poor sleep quality—which, as discussed above, is associated with problematic internet use—increases the risk of childhood obesity by 20%. Broadly, the harms of social media use include increased rates of major depressive episodes,

<sup>&</sup>lt;sup>160</sup> Chloe Wilkinson, et al., *Screen Time: The Effects on Children's Emotional, Social, and Cognitive Development* at 6 (2021), <a href="https://informedfutures.org/screen-time/">https://informedfutures.org/screen-time/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>161</sup> Heavy Social Media Use Linked to Poor Sleep, BBC News (Oct. 23, 2019), <a href="https://www.bbc.com/news/health-50140111">https://www.bbc.com/news/health-50140111</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>162</sup> Among teens, sleep deprivation an epidemic, Stanford News Ctr. (Oct. 8, 2015), <a href="https://med.stanford.edu/news/all-news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/all-news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/all-news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/all-news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/all-news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/all-news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.</a> <a href="https://med.stanford.edu/news/2015/10/among-teens-sleep-deprivation-an-epidemic.">https://med.stanford.edu/news/2015/10/among-teens-sleep-

<sup>&</sup>lt;sup>163</sup> Jeff Chester, et al., *Big Food, Big Tech, and the Global Childhood Obesity Pandemic* at 3 (2021), <a href="https://democraticmedia.org/assets/resources/full\_report.pdf">https://democraticmedia.org/assets/resources/full\_report.pdf</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>164</sup> E de Jong, et al., Association Between TV Viewing, Computer Use and Overweight, Determinants and Competing Activities of Screen Time in 4- to 13-Year-Old Children, 37 Int'l J. Obesity 47, 52 (2013), <a href="https://pubmed.ncbi.nlm.nih.gov/22158265/">https://pubmed.ncbi.nlm.nih.gov/22158265/</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>165</sup> *Id*.

<sup>&</sup>lt;sup>166</sup> Jeff Chester, et al., *Big Food, Big Tech, and the Global Childhood Obesity Pandemic* at 3 (2021), <a href="https://democraticmedia.org/assets/resources/full\_report.pdf">https://democraticmedia.org/assets/resources/full\_report.pdf</a> (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>167</sup> Yanhui Wu, et al., Short Sleep Duration and Obesity Among Children: A Systematic Review and Snap-Analysis of Prospective Studies, 11 Obesity Rsch. & Clinical Prac. 140, 148 (2015), <a href="https://pubmed.ncbi.nlm.nih.gov/27269366/">https://pubmed.ncbi.nlm.nih.gov/27269366/</a> (last visited Jan. 27, 2024); Michelle A. Miller, et al., Sleep Duration and Incidence of Obesity in Infants, Children, and Adolescents: A Systematic Review and Snap-Analysis of Prospective Studies, 41 Sleep 1, 15 (2018), <a href="https://pubmed.ncbi.nlm.nih.gov/29401314/">https://pubmed.ncbi.nlm.nih.gov/29401314/</a> (last visited Jan. 27, 2024).

anxiety, eating disorders, body image problems, sleep disturbances, suicidal ideation, and suicide attempts.<sup>168</sup>

## 5. Privacy Harms

180. Design features that maximize children's time and activities online also exacerbate privacy harms. Like all users, children are tracked as they engage in online activities. 169 Data about what children do online is collected by a vast network that includes platforms, marketers, and third-party data brokers all over the world that use the information apps, websites, and other services collect and retain about children to profile them, make predictions about their choices, and influence their behavior. Children do not developmentally understand digital privacy. The constant surveillance they are subjected to as a result of these techniques is manipulative, limits creativity and experimentation, and perpetuates discrimination, substantially harming children and teens.

181. Invasion of privacy has been recognized as a common law tort for over a century. See Matera v. Google Inc., 15-CV-0402, 2016 WL 5339806, at \*10 (N.D. Cal, Sept. 23, 2016) (citing Restatement (Second) of Torts §§ 652A-I for the proposition that "the right to privacy was first accepted by an American court in 1905, and 'a right to privacy is now recognized in the great majority of the American jurisdictions that have considered the question"); see also, Restatement (Second) of Torts § 652B and defining an intrusion claim as follows: "One who intentionally intrudes, physically or otherwise, upon the solicitude or seclusion of another or his private affairs or concerns, is subject to liability to the other for invasion of his privacy, if the intrusion would be highly offensive to a reasonable person."

<sup>&</sup>lt;sup>168</sup> See, e.g., Jonothan Haidt & Jean Twenge, Social Media and Mental Health: A Collaborative Review (New York University, unpublished manuscript), tinyurl.com/SocialMedia MentalHealthReview (last visited Jan. 27, 2024); Jacqueline Nesi, et al., Handbook of Adolescent Digital Media Use and Mental Health, Cambridge Univ. Press (2022).

<sup>&</sup>lt;sup>169</sup> See, e.g., Reyes, et al., "Won't Somebody Think of the Children?" Examining COPPA Compliance at Scale, 3 Proceedings on Privacy Enhancing Technologies 63, at 77 (2018), <a href="https://petsymposium.org/2018/files/papers/issue3/popets-2018-0021.pdf">https://petsymposium.org/2018/files/papers/issue3/popets-2018-0021.pdf</a> (finding that out of 5,855 child-directed apps, roughly 57% were collecting personal information in potential violation of the Children's Online Privacy Protection Act) (last visited Jan. 27, 2024).

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182. As Justice Brandeis explained in his seminal article, *The Right to Privacy*, "[t]he common law secures to each individual the right of determining, ordinarily, to what extent his thoughts, sentiments, and emotions shall be communicated to others." Samuel D. Warren & Louis Brandeis, *The Right to Privacy*, 4 HARV. L. REV. 193, 198 (1890). The Supreme Court similarly recognized the primacy of privacy rights, explaining that the Constitution operates in the shadow of a "right to privacy older than the Bill of Rights." *Griswold v. Connecticut*, 381 U.S. 479, 486 (1965).

183. More recently, the Supreme Court explicitly recognized the reasonable expectation of privacy an individual has in her cell phone, and the Personal Data generated therefrom, in its opinion in *Carpenter v. United States*, 138 S. Ct. 2206 (2018). There, the Court held that continued access of an individual's cell phone location data constituted a search under the Fourth Amendment because "a cell phone—almost a "feature of human anatomy[]"—tracks nearly exactly the movements of its owner . . . A cell phone faithfully follows its owner beyond public thoroughfares and into private residences, doctor's offices, political headquarters, and other potentially revealing locales . . . Accordingly, when the Government tracks the location of a cell phone it achieves near perfect surveillance, as if it had attached an ankle monitor to the phone's user." *Id.* at 2218 (internal citations omitted).

184. And, even more recently, the Northern District of California, in an order denying a motion to dismiss an intrusion upon seclusion claim for the exfiltration of children's personal data in different mobile apps, held that "current privacy expectations are developing, to say the least, with respect to a key issue raised in these cases – whether the data subject owns and controls his or her personal information, and whether a commercial entity that secretly harvests it commits a highly offensive or egregious act." *McDonald v. Kiloo ApS*, 385 F. Supp.3d 1022, 1035 (N.D. Cal. 2019). The *McDonald* court's reasoning was subsequently adopted in the District of New Mexico in analogous litigation. *See New Mexico ex rel. Balderas v. Tiny Lab Prods.*, 457 F. Supp. 3d 1103, 1127 (D.N.M. 2020), *on reconsideration*, No. 18-854 MV/JFR, 2021 WL 354003 (D.N.M. Feb. 2, 2021).

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It is precisely because of Snapchat's capacity for "near perfect surveillance" that 185. courts have consistently held that time-honored legal principles recognizing a right to privacy in one's affairs naturally apply to online monitoring. Defendants' unlawful intrusion into their minor users' privacy is made even more egregious and offensive by the fact that the Defendants are targeting and collecting *children*'s information, without obtaining parental consent. The conduct described herein violates Young Users' expectations of privacy, as well as a parent's inherent right to protect his or her child and set the parameters of what, when, and how information pertaining to the child will be obtained. Parents' interest in the care, custody, and control of their children is perhaps the oldest of the fundamental liberty interests recognized by society. The history of Western civilization reflects a strong tradition of parental concern for the nurture and upbringing of children in light of children's vulnerable predispositions. Our society recognizes that parents and other caretakers should maintain control over who interacts with their children and how, in order to ensure the safe and fair treatment of their children.

#### **6.** Risk to Physical Safety

186. Finally, Snapchat provides fertile ground for bad actors who use the platform expressly to harm Young Users. The National Center on Sexual Exploitation has placed Snap on its "Dirty Dozen" list multiple years in a row, calling the platform "DANGEROUS BY DESIGN," and citing as "a top spot for sextortion, sexual interactions between minors and adults, and pornography exposure."170

In May 2021, the child protection non-profit Thorn published quantitative 187. research, based on data collected in 2020. 171 According to this report, Snapchat ranked at the top among platforms for various harms caused to minors. Per the report, "[t]he platforms with the highest number of survey participants reporting a potentially harmful online experience

https://endsexualexploitation.org/snapchat/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>171</sup> Thorn, Responding to Online Threats: Minors' Perspectives on Disclosing, Reporting, and Blocking Findings from 2020 quantitative research among 9–17 year olds (May 2021), https://info.thorn.org/hubfs/Research/Responding%20to%20Online%20Threats 2021-Full-Report.pdf?utm\_campaign=H2D\%20report&utm\_source=website (last visited Jan. 27, 2024).

included Snapchat (26%), Instagram (26%), YouTube (19%), TikTok (18%), and Messenger (18%)."<sup>172</sup> Thorn found the following regarding harm on Snapchat:

- 26% of surveyed minors reported having had a potentially harmful online experience on Snapchat.
- 16% of all respondents said they have had an online sexual interaction, which includes being asked to send a nude photo or video, go 'on cam' with a sexually explicit stream, being sent a sexually explicit photo (of themselves or another child), or sexually explicit messages, etc.
- 188. Snapchat is uniquely positioned to place Young Users in contact with bad actors, without the knowledge of their parents or caretakers, and to date, they have operated with flagrant disregard for the safety of their Young Users.

# IV. SNAP ENGAGES IN DECEPTIVE CONDUCT BY OMITTING AND MISREPRESENTING MATERIAL FACTS ABOUT SNAPCHAT.

- 189. Under the NDTPA, a business engages in deceptive conduct when its acts, statements, or omissions have a capacity or tendency to deceive whether that is intentional or not.<sup>173</sup>
- 190. For years, Defendants led reasonable consumers, parents, and guardians to believe Snapchat is safer and less harmful than it truly is. Defendants deceived consumers, parents, and guardians by failing to disclose that Snapchat is, on balance, harmful to consumers (and especially damaging to Young Users), by concealing information about some of its most popular platform features, by promoting misleading metrics about platform safety.

<sup>&</sup>lt;sup>172</sup> *Id*.

<sup>173</sup> Watson Laboratories, Inc. v. State, 241 So.3d 573 (Miss. 2018).

# V. THROUGH PUBLIC MISREPRESENTATIONS, SNAP LEADS THE PUBLIC TO TRUST THAT SNAPCHAT IS SAFE FOR YOUNG USERS.

# A. Misrepresentations Concerning Prioritizing Well Being

191. Defendants create the impression that their focus on user wellbeing extends beyond mere compliance with regulation, and instead stems from a sense of "moral responsibility." Specifically, in 2021 Snap CEO Evan Spiegel stated that "[t]he important point to make is that regulation is not a substitute for moral responsibility and for business practices that support the health and well being of your community." Regulation certainly may be necessary in some of these areas," he continued. "Other countries have made strides in that regard. But again, unless businesses are proactively promoting the health and well being [sic] of their community, regulators are always going to be playing catch up." 175

- 192. But as discussed above, the only thing Defendants have proactively promoted are addiction-causing Design Elements, meant to keep Young Users on Snapchat for as long as possible, without regard to their well-being.
- 193. Spiegel made similar misrepresentations regarding Defendants' Family Center product: "We basically have a family center so that young people and their parents can use Snapchat together, so parents have more visibility into who their friends are [that they are] talking to on Snapchat, their privacy settings, and things like that...That at least helps start a conversation between young people and their parents about what they're experiencing on our service." However, as discussed above, Family Center is merely a repackaging of an existing feature—viewing a user's public list of contacts—and otherwise does nothing to allow parents control over, or even visibility into—Young Users' Snapchat activity.

https://www.cnbc.com/2021/10/19/snap-ceo-spiegel-regulation-no-substitute-for-morals-in-social-media.html (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>175</sup> *Id*.

<sup>&</sup>lt;sup>176</sup> *Id*.

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Finally, Defendants have misrepresented Snapchat's effects on Young User well-being, claiming that it does not expose Young Users to the same types of harms as rival platforms Instagram and Facebook:

Asked why Snap hasn't experienced the same type of issues with teenagers' mental health as Facebook and Instagram are dealing with, Spiegel said Snapchat is fundamentally different. When a user launches Snapchat on their phone, the app opens up to a camera rather than a feed of content from other users.

"Rather than opening up into a feed where you're constantly comparing yourself to other people and whether or not they got likes or comments and things like that, you're opening up into your own experience and prompted to express yourself and share and connect with your friends and family," Spiegel said. 177

195. But this is false. Snapchat has most, if not all, of the addicting features as Instagram and Facebook, and Defendants know that Snapchat is addictive to Young Users (indeed, teachers liken the platform to crack cocaine), and that it causes harms to Young Users' well-being (both mentally and in terms of physical safety).

Nor are these misrepresentations an isolated incident. Instead, Defendants have engaged in intentional, concerted, and consistent misdirection on these issues, in an attempt to confuse and mislead the public. For example, in prepared testimony before Congress, Snap's Vice President of Global Public Policy, Jennifer Stout, made the following remarks, among others:

To understand Snap's approach to protecting young people on our platform, it's helpful to start at the beginning....Our founders saw how people were constantly measuring themselves against others through "likes" and comments, trying to present a version of themselves through perfectly curated images, and carefully scripting their content because of social pressure. Social media also evolved to feature an endless feed of unvetted content, exposing people to a flood of viral, misleading, and harmful content.

A huge part of living up to our mission has been building and maintaining trust with our community and partners, as well as parents, lawmakers, and safety experts. Those relationships have been built through the deliberate, consistent decisions we have made to put privacy and safety at the heart of our product design process.

<sup>177</sup> *Id*.

For example, we have adopted responsible design principles that consider the privacy and safety of new products and features right from the beginning of the development process. And we've made those principles come to life through rigorous processes. Every new feature in Snapchat goes through a defined privacy and safety review, conducted by teams that span Snap — including designers, data scientists, engineers, product managers, product counsel, policy leads, and privacy engineers — long before it sees the light of day.<sup>178</sup>

197. Ms. Stout further listed specific efforts Defendants undertook to ensure Young Users' well-being and safety on Snapchat: (1) "Taking into account the unique sensitivities and considerations of minors when we design products;" (2) "Empowering Snapchatters by providing consistent and easy-to-use controls;" (3) "Working to develop tools that will give parents more oversight without sacrificing privacy;" (4) "Investing in educational programs and initiatives that support the safety and mental health of our community;" and (5) "Preventing underage use" (*i.e.*, preventing Young Users under age 13 from joining the platform; *but see*, Paragraph 199, *infra*). 179

198. But these statements were, at minimum, subtle misdirections, if not outright falsehoods. As of the date of the Congressional hearing—October 26, 2021—Defendants had knowledge of, *inter alia*, the harmful nature of the above-described Design Elements, that the Design Elements fostered compulsive use on Snapchat, that Young Users did not like how the Design Elements made them feel, and that the Design Elements were hazardous to Young Users' safety (both emotional and physical). These statements to Congress ignored this knowledge, however, and instead was meant to deflect legitimate criticism and re-frame the conversation around measures that simply did not—and still do not—acknowledge or remediate the harms at issue.

<sup>&</sup>lt;sup>178</sup> Testimony of Jennifer Stout Vice President of Global Public Policy, Snap Inc., *Hearing before the United States Senate Committee on Science, Commerce, and Transportation Subcommittee on Consumer Protection, Product Safety, and Data Security*, October 26, 2021, <a href="https://assets.ctfassets.net/gqgsr8avay9x/1cR28yqyK12gRYp4DvAdFK/05056b6b21d5ed8be">https://assets.ctfassets.net/gqgsr8avay9x/1cR28yqyK12gRYp4DvAdFK/05056b6b21d5ed8be</a> <a href="https://assets.net/gdgsr8avay9x/1cR28yqyK12gRYp4DvAdFK/05056b6b21d5ed8be">https://assets.net/gdgsr8avay9x/1cR28yqyK12gRYp4DvAdFK/05056b6b21d5ed8be</a> <a href="https://assets.net/gdgsr8avay9x/1cR28yqyK12gRYp4DvAdFK/05056b6b21d5ed8be">https://assets.net/gdgsr8avay9x/1cR28yqyK12gRYp4DvAdFK/05056b6b21d5ed8be</a> <a href="https://assets.net/gdgsr8avay9x/1cR28yqyK12gRYp4DvAdFK/05056b6b21d5ed8be">https://assets.net/gdgsr8avay9x/1cR28yqyK12gRYp4DvAdFK/05056b6b21d5ed8be</a> <a href="https://assets.net/gdgsr8avay

<sup>&</sup>lt;sup>179</sup> *Id*.

<sup>&</sup>lt;sup>180</sup> See, e.g., Complaint at ¶¶ 155-160, supra. Upon information and belief, Snap possessed, and continues to possess, many more internal studies, reports, and other items of information further corroborating these allegations.

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199. These misrepresentations, and other, comparable misrepresentations made by Defendants, are as material as they are demonstrably false, and they lead one to conclude that Snapchat is healthier (or even less harmful) for Young Users than it really is.

### VI. SNAP ACTIVELY ALLOWS ITS YOUNGEST USERS TO CREATE AND MAINTAIN ACCOUNTS DESPITE PUBLICLY CLAIMING THOSE UNDER-13 ARE NOT ALLOWED ON SNAP'S PLATFORMS

- 200. Defendants' disregard for the health and well-being of its Young Users is even more repugnant because Snapchat's Youngest Users include children under age 13, who are prohibited from having accounts on the platform without verified consent from parents prior to collecting personal information of those under age 13.
- 201. Defendants claim in Snapchat's Terms of Service that they do not allow users under age 13 to create accounts and be on the platform. <sup>181</sup> And Defendants represent publicly that they take steps to prevent Youngest Users from establishing accounts on Snapchat—for example, in her public testimony before Congress, Snap's Vice President of Global Public Policy, Jennifer Stout, stated that "individuals under the age of 13 are not permitted to create Snapchat accounts. When registering for an account, individuals are required to provide their date of birth, and the registration process fails if a user inputs an age under the age of 13."182
- 202. However, Snapchat's age verification systems are ineffective at best. For the first two years of its existence, Snapchat did not even purport to limit user access to those 13 or older. 183 Users were not required to input a date of birth when creating an account. 184 And Defendants' executives have admitted that Snapchat's age verification "is effectively useless in

<sup>&</sup>lt;sup>181</sup> SNAP INC. TERMS OF SERVICE, https://www.snap.com/en-US/terms (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>182</sup> Testimony of Jennifer Stout Vice President of Global Public Policy, Snap Inc., *Hearing* before the United States Senate Committee on Science, Commerce, and Transportation Subcommittee on Consumer Protection, Product Safety, and Data Security, October 26, 2021, https://assets.ctfassets.net/gggsr8avay9x/1cR28vgvK12gRYp4DvAdFK/05056b6b21d5ed8be 4d71e19299dec99/Testimony of Jennifer Stout VP of Global Public Policy Snap Inc.p df (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>183</sup> Team Snapchat, iOS Update: Bug Fixes and More!, Snapchat Blog (June 22, 2013), https://web.archive.org/web/20130627073951/http://blog.snapchat.com:80/ (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>184</sup> *Id*.

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stopping underage users from signing up to the Snapchat app."185 Not surprisingly, underage use is widespread. As of 2021, 13% of children aged 8-12 use Snapchat. 186

203. Snap routinely obtains actual knowledge that its Youngest Users are on Snap's platforms without parental consent. A UK report from March 2023 supports this proposition. Ahead of Britain's planned Online Safety Bill, TikTok and Snapchat were asked how many suspected users under the age of 13 they had removed from their platform in a year. TikTok reported that between April 2021 and 2022 it had blocked an average of around 180,000 suspected underage accounts in Britain alone every month (totaling around 2 million, in Britain, for a 12-month period). For this same period of time, "Snapchat had disclosed that it had removed approximately 60 accounts per month, or just over 700 total." A source within Snapchat acknowledged that "It makes no sense that Snapchat is blocking a fraction of the number of children that TikTok is."188

204. Snap relies on nominal bans on users under age 13 to avoid any responsibility to the Youngest User and their parents. But Snap's own record reveals that it has actual knowledge that its platforms target and successfully allow its Youngest Users on the platforms, including those under 13.

Snap also acquired actual knowledge of specific under-13 accounts through 205. external complaints regarding users under the age of 13 on Snapchat. In these instances, Snap

<sup>&</sup>lt;sup>185</sup> Isobel Asher Hamilton, Snapchat admits its age verification safeguards are effectively 20

useless, Bus. Insider (Mar. 19, 2019), https://www.businessinsider.com/snapchat-says-its-ageverification-safeguards-are-effectively-useless-2019-3#:~:text=Snapchat%20admits%20its 21 %20age%20verification%20safeguards%20are%20effectively%20useless&text=Snap%20exe cutives%20Stephen%20Collins%20and,up%20to%20the%20Snapchat%20app (last 22 Jan. 27, 2024).

<sup>23</sup> <sup>186</sup> Rideout, V., et al., The Common Sense Census: Media Use by Tweens and Teens, 2021 https://www.commonsensemedia.org/sites/default/files/research/report/8-18-census-24 integrated-report-final-web 0.pdf (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>187</sup> Martin Coulter, Exclusive: Snapchat kicks few children off app in Britain, data given to regulator shows, REUTERS (Mar. 5, 2023), https://www.reuters.com/technology/snapchatkicks-few-children-off-app-britain-data-given-regulator-shows-2023-03-03/#:~:text= LONDON%2C%20March%206%20(Reuters), and %20which%20Reuters %20has %20seen (last visited Jan. 27, 2024).

<sup>&</sup>lt;sup>188</sup> *Id*.

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did not meaningfully enforce its nominal age-restriction on Snapchat, despite external claims to the contrary.

206. In sum, Snap actively pursued users under 13 despite public statements to the contrary, failed to effectively exclude under age 13 users from using its platforms, and acquired actual knowledge that specific children were on its platforms when concerned parents, siblings, teachers, and community members told Snap about individual children on its platform(s). Still, Snap declined to remove many of those children's accounts and continued to falsely reassure the public that Snap does not allow under age 13 users on its platforms.

207. Children under the age of 13 are particularly vulnerable to the harms caused by Defendants' social media platforms, and Snap's conduct violates longstanding societal norms meant to protect children, and to preserve parents' autonomy to ensure the same.

### CAUSES OF ACTION

# COUNT I: DECEPTIVE ACTS OR PRACTICES BY DEFENDANTS IN VIOLATION OF NEVADA'S DECEPTIVE TRADE PRACTICES ACT (N.R.S. §§ 598.0903 THROUGH 598.0999)

- 208. Plaintiff repeats and realleges the preceding paragraphs of this Complaint as if fully set forth herein.
- 209. The Attorney General is authorized to bring an action—independently in the name of the State as well as in a *parens patriae* capacity on behalf of the persons residing in Nevada—to remedy violations of the Deceptive Trade Practices Act. *See*, *e.g.*, NRS 598.0963 and 598.0999.
- 210. At all times relevant herein, the Defendants violated the Nevada Deceptive Trade Practices Act, §§ 598.0903 to 598.0999, by repeatedly and willfully committing deceptive acts or practices, in the conduct of commerce, which are violations of the Act.
- 211. The Attorney General is authorized to bring an action in the name of the State to remedy violations of the Deceptive Trade Practices Act. NRS §§ 598.0999. This action is proper in this Court because Defendants are using, have used, and/or are about to use practices that are unlawful under the Act. NRS § 598.0915(5).

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212. Defendants willfully committed deceptive trade practices because of false representations as well as omission of material facts. *See* NRS § 598.0915(5); *see also* §§ 598.0915(2) ("[k]knowingly makes a false representation as to the source, sponsorship, approval or certification of goods or services for sale..."), 598.0915(3) ("[k]knowingly makes a false representation as to affiliation, connection, association with or certification by another person"), and 598.0915(15) ("[k]nowingly makes any other false representation in a transaction").

213. Defendants acted knowingly under Nevada law, which states that under the NDTPA, "knowingly' means that the defendant is aware that the facts exist that constitute the act or omission." *Poole v. Nev. Auto Dealership Invs., LLC*, 2019 Nev. App. LEXIS 4, \*2. Similarly, "a 'knowing[]' act or omission under the NDTPA does not require that the defendant intend to deceive with the act or omission, or even know of the prohibition against the act or omission, but simply that the defendant is aware that the facts exist that constitute the act or omission." *Id.* at \*8 (alteration original).

- 214. As set forth in Sections IV and V, *supra*, Defendants knowingly failed to disclose the material facts concerning the true nature of the risks of harm posed to Young Users on Snapchat.
- 215. As set forth in Sections IV and V, *supra*, Defendants knowingly misrepresented to regulators and the public that Snapchat was safe for Young Users, and prioritized the wellbeing of Young Users, when in fact Defendants knew that those representations were false.
- 216. As set forth in Sections IV and V, *supra*, Defendants, at all times relevant to this Complaint, willfully violated the Deceptive Trade Practices Act by committing deceptive trade practices by representing that Snapchat "ha[s] ... characteristics, ... uses, [or] benefits" that it does not have. NRS § 598.0915(5).
- 217. As set forth in Sections IV and V, *supra*, Defendants willfully committed further deceptive trade practices by causing confusion or misunderstanding as to the safety and risks associated with the Snapchat social media platform. NRS § 598.0915(2).

- 218. As set forth in Sections IV and V, *supra*, Defendants willfully committed further deceptive trade practices by making "false representation as to [the] affiliation, connection, association with or certification" of Snapchat. NRS § 598.0915(3).
- 219. As set forth in Sections IV and V, *supra*, Defendants willfully committed further deceptive trade practices by representing that Snapchat was "of a particular standard, quality or grade" (to wit, designed to be safe for Young Users), despite knowing that this was not true. NRS § 598.0915(7).
- 220. As set forth in Sections IV and V, *supra*, Defendants willfully committed further deceptive trade practices by representing that Snapchat is safe and not harmful to Young Users' wellbeing when such representations were untrue, false, and misleading. NRS § 598.0915(15).
- 221. As set forth in Sections IV and V, *supra*, Defendants willfully committed further deceptive trade practices by using exaggeration and/or ambiguity as to material facts and omitting material facts, which had a tendency to deceive and/or did in fact deceive. NRS § 598.0915(15).
- 222. As set forth in Section V, *supra*, Defendants willfully committed further deceptive trade practices by violating one or more laws relating to the sale or lease of goods or services. NRS § 598.0923(1)(c).
- 223. As set forth in Sections IV and V, *supra*, Defendants willfully committed further deceptive trade practices by failing to disclose a material fact in connection with the sale or lease of goods or services. Nev. Rev. Stat. Ann. § 598.0923(1)(b).
- 224. As set forth in Sections IV, *supra*, Defendants willfully committed further deceptive trade practices by making false assertions of scientific, clinical or quantifiable facts in its advertisements and public statements which would cause a reasonable person to believe that such assertions were true. NRS § 598.0925(1)(a).
- 225. Defendants' deceptive representations, concealments, and omissions were knowingly made in connection with trade or commerce, were reasonably calculated to deceive

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the public and the State, were statements that may deceive or tend to deceive, were willfully used to deceive the public and the State, and did in fact deceive the public and the State.

- 226. As described more specifically above, Defendants' representations, concealments, and omissions constitute a willful course of conduct which continues to this day. Unless enjoined from doing so, Defendants will continue to violate the Nevada Deceptive Trade Practices Act.
- 227. But for these representations, concealments, and omissions of material fact, Nevada's Young User citizens (and their families) would not have suffered the harms detailed herein.
- 228. Defendants' deceptive trade practices are willful and subject to a civil penalty and equitable relief. NRS § 598.0999.
- 229. Because Defendants' deceptive trade practices are toward minors, Defendants are subject to additional civil penalties and equitable relief. NRS § 598.09735.
- 230. Each exposure of a Nevada Young User to Snapchat resulting from the aforementioned conduct of each Defendant constitutes a separate violation of the Nevada Deceptive Trade Practices Act.
- 231. Plaintiff, State of Nevada, seeks all legal and equitable relief as allowed by law, including *inter alia* injunctive relief and all recoverable penalties under all sections of the Deceptive Trade Practices Act including all civil penalties per each violation, attorney fees and costs, and pre- and post-judgment interest.

# COUNT II: UNCONSCIONABLE ACTS OR PRACTICES BY DEFENDANTS IN VIOLATION OF NEVADA'S DECEPTIVE TRADE PRACTICES ACT (N.R.S. §§ 598.0903 THROUGH 598.0999)

- 232. Plaintiff repeats and realleges the preceding paragraphs of this Complaint as if fully set forth herein.
- 233. The Attorney General is authorized to bring an action—independently in the name of the State as well as in a *parens patriae* capacity on behalf of the persons residing in

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Nevada—to remedy violations of the Deceptive Trade Practices Act. See, e.g., NRS 598.0963 and 598.0999.

- At all times relevant herein, Defendants violated the Nevada Deceptive Trade Practices Act, §§ 598.0903 to 598.0999, by repeatedly and willfully committing unconscionable trade practices, in the conduct of commerce, which are violations of the Act.
- 235. The Attorney General is authorized to bring an action in the name of the State to remedy violations of the Deceptive Trade Practices Act. NRS §§ 598.0999. This action is proper in this Court because Defendants are using, have used, and/or are about to use practices that are unlawful under the Act. NRS § 598.0915(5).
- 236. As set forth in Sections I-III, supra, Defendants willfully committed unconscionable trade practices in designing and deploying the Design Elements on the Snapchat social media platform. Such conduct violates the NDTPA's prohibition of knowingly using "an unconscionable practice in a transaction." NRS § 598.0923(1)(e).
- 237. Defendants acted knowingly under Nevada law, which states that under the NDTPA, "knowingly' means that the defendant is aware that the facts exist that constitute the act or omission." Poole v. Nev. Auto Dealership Invs., LLC, 2019 Nev. App. LEXIS 4, \*2. Similarly, "a 'knowing[]' act or omission under the NDTPA does not require that the defendant intend to deceive with the act or omission, or even know of the prohibition against the act or omission, but simply that the defendant is aware that the facts exist that constitute the act or omission." Id. at \*8 (alteration original).
- 238. The Design Elements identified in Sections I-III, supra, are "unconscionable trade practices" because they (1) "[t]ake[] advantage of the lack of knowledge, ability, experience or capacity of the consumer to a grossly unfair degree;" and (2) "[r]esult[] in a gross disparity between the value received and the consideration paid, in a transaction involving transfer of consideration." NRS § 598.0923(2)(b)(1)-(2).
- 239. NRS § 598.0923(2)(b)(1): As discussed, *supra*, the Design Elements represent a vast asymmetry in sophistication and knowledge between Defendants, on the one hand, who

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have devoted extensive time, energy, and resources in identifying ways in which Young Users may be manipulated and exploited into compulsive use of Snapchat; and Young Users (and their caretakers), on the other hand, who do not—and could not be expected to—have the same fundamental and sophisticated knowledge of behavioral psychology, biology of young people, and social media platform design principles. This asymmetry in knowledge is compounded by the fact that Defendants knowingly and intentionally hide, obscure, or minimize critical information, preventing public access to anything that might be damaging to their reputation and that would alert the public to the harms identified herein.

- 240. NRS § 598.0923(2)(b)(2): Further, as discussed, *supra*, use of the Snapchat platform is a transaction that involves consideration (exemplified by the fact that Defendants seek to bind Young Users to, *inter alia*, a contract in the form of Snapchat's Terms of Use). Due to the harms identified herein that afflict Young Users as a result of using Snapchat, and which are the result of the Design Elements deployed by Snapchat for purposes of inducing compulsive use of the platform, the disparity between the value received and the consideration paid is so vast as to be unconscionable.
- 241. As described more specifically above, Defendants' conduct is willful and continues to this day. Unless enjoined from doing so, Defendants will continue to violate the Nevada Deceptive Trade Practices Act.
- 242. But for this unconscionable conduct, Nevada's Young User citizens would not have suffered the harms detailed herein.
- 243. Defendants' unconscionable practices are willful and subject to a civil penalty and equitable relief. NRS § 598.0999.
- 244. Because Defendants' unconscionable practices are toward minors, Defendants are subject to additional civil penalties and equitable relief. NRS § 598.09735.
- 245. Each exposure of a Nevada Young User to Snapchat resulting from Defendants' aforementioned conduct constitutes a separate violation of the Nevada Deceptive Trade Practices Act.

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246. Plaintiff, State of Nevada, seeks all legal and equitable relief as allowed by law, including *inter alia* injunctive relief and all recoverable penalties under all sections of the Nevada Deceptive Trade Practices Act including all civil penalties per each violation, attorney fees and costs, and pre- and post-judgment interest.

## COUNT III: PRODUCT LIABILITY - DESIGN DEFECT

- 247. Plaintiff repeats and realleges the preceding paragraphs of this Complaint as if fully set forth herein.
- 248. The Attorney General is authorized to bring an action—independently in the name of the State as well as in a *parens patriae* capacity on behalf of the persons residing in Nevada—to remedy violations of Nevada law.
- 249. Defendants created and maintain Snapchat, and therefore are manufacturers of Snapchat.
- 250. As set forth in Sections I-III, *supra*, Snapchat has a design defect (the Design Elements) that renders it unreasonably dangerous. Specifically, Snapchat failed to perform in the manner reasonably to be expected in light of its nature and intended function and was more dangerous than would be contemplated by the ordinary user having the ordinary knowledge available in the community.
- 251. As set forth in Sections I-III, *supra*, the defect existed at all times relevant hereto, including the time the product left the manufacturer (*i.e.*, Defendants).
  - 252. As set forth, *supra*, the defect caused injury to Young Users in Nevada.
- 253. As a result of Defendants' conduct, the State is entitled to—and does—seek damages (including punitive damages) in an amount to be proven at trial.

## COUNT IV: PRODUCT LIABILITY – FAILURE TO WARN

254. Plaintiff repeats and realleges the preceding paragraphs of this Complaint as if fully set forth herein.

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	255.	The Attorney General is authorized to bring an action—independently in the
name	of the S	tate as well as in a parens patriae capacity on behalf of the persons residing in
Nevac	la—to re	emedy violations of Nevada law.

- 256. Defendants created and maintain Snapchat, and therefore are manufacturers of Snapchat.
- As set forth in Sections I-V, supra, Snapchat has a defective warning that renders 257. it unreasonably dangerous. Any and all representations, misrepresentations, and omissions made in relation thereto that Defendants made regarding the suitability and safety of Snapchat for Young Users have not been accompanied by suitable and adequate warnings concerning its safe and proper use.
- As set forth in Sections I-V, supra, Defendants had reason to anticipate that a particular use of Snapchat—i.e., its use by Young Users—may be dangerous without such warnings.
- As set forth in Sections I-V, supra, any warnings that Defendants made in connection with Young Users' use of Snapchat was not (1) designed so it can reasonably be expected to catch the attention of the consumer; (2) be comprehensible and give a fair indication of the specific risks involved with the product; and (3) be of an intensity justified by the magnitude of the risk.
- 260. As set forth in Sections I-V, *supra*, the defective warning existed at all times relevant hereto, including the time the product left the manufacturer (i.e., Defendants).
- 261. As set forth in Sections I-V, supra, the defect caused injury to Young Users in Nevada.
- 262. As a result of Defendants' conduct, the State is entitled to—and does—seek damages (including punitive damages) in an amount to be proven at trial.

## **COUNT V: NEGLIGENCE**

263. Plaintiff repeats and realleges the preceding paragraphs of this Complaint as if fully set forth herein.

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264. Т	The Attorney General is authorized to bring an action—independently in the
name of the Sta	te as well as in a parens patriae capacity on behalf of the persons residing in
Nevada—to rem	nedy violations of Nevada law.
265. П	Defendants had and continue to have a duty to exercise reasonable care in
designing, imple	ementing, maintaining, and otherwise introducing Snapchat into the stream of
commerce.	
266. Т	This duty of reasonable care extends to Young Users in the State of Nevada.
267. A	As set forth in Sections I-V, supra, Defendants breached and continue to breach
that duty.	
268. A	As a result of Defendants' breach of that duty, Young Users in Nevada have

been injured.

Defendants' conduct was the legal cause of that injury.

- 270. As set forth in Sections I-V, *supra*, Defendants' conduct was willful, wanton, malicious, reckless, oppressive, and/or fraudulent.
- 271. Plaintiff, the State of Nevada, seeks all legal and equitable relief as allowed by law, including inter alia injunctive relief, restitution, disgorgement of profits, compensatory and punitive damages, and all damages allowed by law to be paid by the Defendants, attorney fees and costs, and pre- and post-judgment interest.

## **COUNT VI: UNJUST ENRICHMENT**

- 272. Plaintiff repeats and realleges the preceding paragraphs of this Complaint as if fully set forth herein.
- 273. The Attorney General is authorized to bring an action—independently in the name of the State as well as in a parens patriae capacity on behalf of the persons residing in Nevada—to remedy violations of Nevada law.
- Young Users in the State of Nevada have conferred a benefit on Defendants in 274. the form of being a monetizable audience (providing not just an opportunity for Defendants to sell advertisements, but also for Defendants to acquire sensitive and valuable personal data

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associated with Young Users; as well as for all other reasons that Defendants have described a monetary value to Young Users).

275. Defendants knew of the benefits conferred.

276. Defendants accepted the benefits conferred.

277. It would be unjust to allow Defendants to retain the benefits conferred without paying their reasonable value.

### PRAYER FOR RELIEF

Wherefore, Plaintiff respectfully prays that the Court grant the following relief:

- A. On the First Cause of Action, Judgment in favor of the State and against Defendants declaring that all acts and omissions of the Defendants described in this Complaint constitute multiple, separate violations of the Deceptive Trade Practices Act and that thereby Defendants willfully and knowingly violated the Nevada Deceptive Trade Practices Act, NRS §§ 598.0903 to 598.0999;
- B. On the Second Cause of Action, Judgment in favor of the State and against Defendants declaring that all acts and omissions of the Defendants described in this Complaint constitute multiple, separate violations of the Deceptive Trade Practices Act and that Defendants willfully and knowingly violated the Nevada Deceptive Trade Practices Act, NRS §§ 598.0903 to 598.0999;
- C. On the Third Cause of Action, Judgment in favor of the State and against Defendants that Defendants' challenged social media platform contains one or more design defects that caused damages as alleged herein;
- D. On the Fourth Cause of Action, Judgment in favor of the State and against Defendants that Defendants failed to provide adequate warnings about the challenged social media platform and that failure caused damages as alleged herein;
- E. On the Fifth Cause of Action, Judgment in favor of the State and against Defendants that Defendants' negligence caused damages as alleged herein;

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F.	On the	Sixth	Cause	of	Action,	Judgment	in	favor	of	the	State	and	against
Defendants that Defendants were unjustly enriched as alleged herein;													

- G. That Plaintiff recover all measures of damages allowable under all applicable State statutes and the common law, but in any event more than \$15,000, that Judgment be entered against Defendants in favor of Plaintiff, and requiring that Defendant pay punitive damages;
- H. That Defendants be ordered to pay civil penalties pursuant to the Deceptive Trade Practices Act including disgorgement and civil penalties of up to \$15,000 for each violation of the Deceptive Trade Practices Act, and up to \$25,000 for each violation of the Deceptive Trade Practices Act directed toward a minor person;
- I. That Plaintiff be awarded all injunctive, declaratory, and other equitable relief appropriate and necessary based on the allegations herein;
- J. That, in accordance with the Nevada Deceptive Trade Practices Act, Defendants, their affiliates, successors, transferees, assignees, and the officers, directors, partners, agents, and employees thereof, and all other persons acting or claiming to act on their behalf or in concert with them, be enjoined and restrained from in any manner continuing, maintaining, or renewing the conduct, alleged herein in violation of the above stated Nevada laws, or from entering into any other act, contract, or conspiracy having a similar purpose or effect;
- K. That Plaintiff recover the costs and expenses of suit, pre- and post-judgment interest, and reasonable attorneys' fees as provided by law; and
- L. That the Court order such other and further relief as the Court deems just, necessary, and appropriate.

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JURY DEMAND 1 Pursuant to NRCP 38(b), Plaintiff hereby demands a trial by jury on all issues so triable. 2 Dated January 30, 2024 3 4 Submitted By: 5 6 MICHAEL J. GAYAN, ESO. (#11135) 7 AARON D. FORD, ESO. Attorney General m.gayan@kempjones.com 8 ERNEST FIGUEROA, ESQ. J. RANDALL JONES, ESQ. (#1927) Consumer Advocate r.jones@kempjones.com 9 MARK J. KRUEGER, ESQ. (#7410) DON SPRINGMEYER, ESQ. (#1021) Chief Deputy Attorney General d.springmeyer@kempjones.com 10 State of Nevada, Office of the Attorney KEMP JONES, LLP General, Bureau of Consumer 3800 Howard Hughes Parkway, 17th Floor 11 Las Vegas, Nevada 89169 Protection 12 100 North Carson Street T: (702) 385-6000; F: (702) 385-6001 Carson City, Nevada 89701-4717 13 T: (702) 684-1100; F: (702) 684-1108 mkrueger@ag.nv.gov 14 15 N. MAJED NACHAWATI, ESQ. DAVID F. SLADE, ESQ. mn@ntrial.com slade@wh.law 16 BRIAN E. MCMATH, ESQ. (pro hac vice forthcoming) bmcmath@ntrial.com **WH LAW** 17 PHILIP D. CARLSON, ESQ. 1 Riverfront Place, Suite 745 pcarlson@ntrial.com North Little Rock, Arkansas 72114 18 (pro hac vice forthcoming) T: (501) 404-2052; F: (501) 222-3027 19 NACHAWATI LAW GROUP 5489 Blair Road 20 Dallas, Texas 75231 T: 214-890-0711; F: 214-890-0712 21 22 Attorneys for Plaintiff State of Nevada 23 24 25 26

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