UNITED STATES OF AMERICA BEFORE THE FEDERAL TRADE COMMISSION

COMMISSIONERS: Maureen K. Ohlhausen, Acting Chairman

Terrell McSweeny

In the Matter of

VICTORY MEDIA, INC., a corporation, also d/b/a G.I. Jobs, and also d/b/a Military Friendly

DOCKET NO. C-4640

COMPLAINT

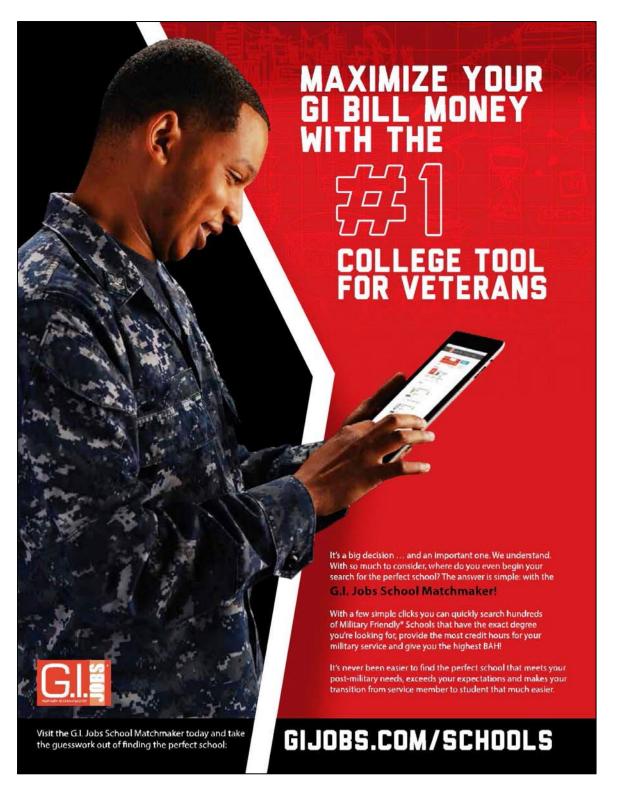
The Federal Trade Commission, having reason to believe that Victory Media, Inc., d/b/a G.I. Jobs and also d/b/a Military Friendly, has violated the provisions of the Federal Trade Commission Act, and it appearing to the Commission that this proceeding is in the public interest, alleges:

- 1. Respondent Victory Media, Inc. ("Victory Media"), also doing business as G.I. Jobs, also doing business as Military Friendly, is a Pennsylvania corporation with its principal place of business at 420 Rouser Road, Suite 101, Moon Township, PA 15108.
- 2. Victory Media offers nationally recognized media brands, survey and ratings programs, reporting services and training.
- 3. Respondent creates and prepares advertising, marketing, and promotional content for educational institutions. Respondent disseminates this content to consumers through a variety of mediums, including the magazines *G.I. Jobs* (published monthly), the *Guide to Military Friendly Schools* (published annually), and *Military Spouse* (published monthly). According to Victory Media's website, "Since 2001, G.I. Jobs® has been the premier brand and resource in military recruitment, offering articles, tips and online tools to help military transitioners and veterans explore different employment, education and entrepreneurship opportunities. We give specific, 'how-to advice' on everything from choosing a college to writing a resume to interviewing to industry and career highlights."
- 4. These magazines typically contain articles on topics related to employment and education, as well as features on specific post-secondary schools and advertisements for educational institutions. Respondent places these magazines on military bases, in military hospitals, and in centers where the military's Transitional Assistance Programs ("TAP") are being held. TAP is a mandatory program that all service members who are separating from the military must attend. Respondent's monthly magazines have a combined print circulation of over 145,000.

- 5. Respondent also owns and operates several websites directed at military consumers, including militaryfriendly.com, militaryspouse.com, and gijobs.com. As part of its education outreach, Respondent often posts articles, lists, and other information on educational topics and about educational institutions on these websites. Respondent also maintains active profiles on social media platforms, including Facebook, Twitter, LinkedIn, and YouTube, on which it posts information about educational topics and educational institutions.
- 6. Respondent has described itself as an advisor to military consumers. For example, on the G.I. Jobs Facebook page, https://www.facebook.com/pg/GIJobsMagazine/about/, Respondent describes itself as "the number one choice of service members for advice on career and education opportunities," explaining that "new veterans look to us for advice and tools to help them find the right jobs, education, and vocational training during and after leaving the military."
- 7. The acts and practices of Respondent alleged in this complaint have been in or affecting commerce, as "commerce" is defined in Section 4 of the Federal Trade Commission Act.

The Matchmaker Search Tool

- 8. Respondent's School Matchmaker tool ("Matchmaker") has been a search function on Respondent's gijobs.com website that consumers could use to search for post-secondary schools based on name, location, or subject area of study.
- 9. Respondent has represented to military consumers that the Matchmaker searches through schools that are "military friendly" a designation Respondent created based on publicly available data and a voluntary survey it sends to schools with questions related to the educational needs and interests of military students. For example, the following advertisement for the Matchmaker tool appeared in Respondent's G.I. Jobs magazine, representing that the tool searches "military friendly" schools.



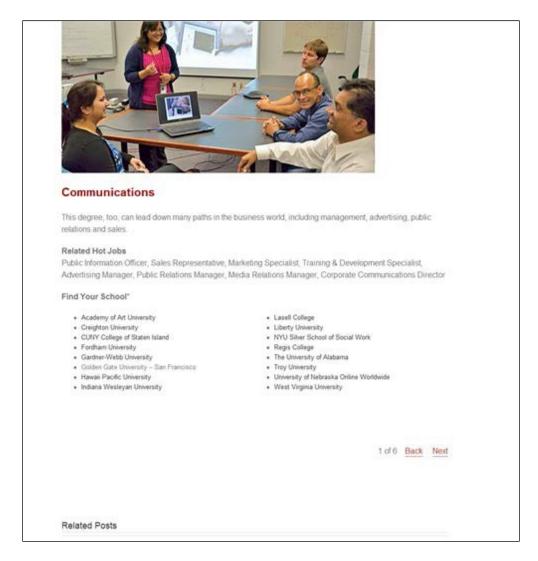
10. Similarly, Respondent has represented:

• "To help ease your stress, we publish an annual Military Friendly Schools list that's augmented by the digital School Matchmaker tool at GIJobs.com." (*G.I. Jobs*, February 2016)

- "School Matchmaker. Find the best Military Friendly Schools." (*G.I. Jobs*, May 2016)
- "Check out our new School Matchmaker tell us what you're looking for in post-military education and we'll match you with a Military Friendly School that exceeds your expectations." (www.gijobs.com)
- "For a full list of military friendly schools, check out the G.I. Jobs School Matchmaker." (www.militaryspouse.com)
- 11. Beginning in mid-2015, Respondent has included schools as possible search results for its Matchmaker tool only if the schools paid Respondent to be included, and regardless of whether Respondent has designated them as "military friendly" under Respondent's criteria. Indeed, schools that Respondent's internal documents state did not receive a high enough score on Respondent's survey to be designated as "military friendly" have been included in the Matchmaker search if they paid to be included.

Articles, Emails, And Posts Promoting Paving Schools

- 12. Respondent has endorsed individual schools in certain articles, emails, and social media posts it creates discussing educational opportunities. Unbeknownst to consumers, in many cases, these schools have paid Respondent to be endorsed in those specific materials.
- 13. For example, Respondent has annually created and posted an article designated as "Hot Degrees" on its website gijobs.com. These articles list college degrees or certifications that Respondent asserts are in high demand. For each listed degree or certification, the articles then list, under the heading, "Find Your School," schools that offer the degree or certification and that specifically paid to be promoted in such articles.
- 14. Respondent has created and included a list identifying specific schools Respondent recommended to be considered in an article on its website gijobs.com in May 2016 entitled "2016 Hot Jobs, Cool Degrees." The following is a screenshot of a portion of one page of the article:



Unbeknownst to consumers, the schools listed in this article are only those that have paid Respondent to be featured in such articles.

15. Indeed, Respondent's sales documents solicit schools to pay for advertising in the Hot Degrees articles. The following is a screenshot of one such document:

16. The document shows that Respondent specifically places "Advertisers" under the "Find Your School" heading at the end of these articles. The document also encourages schools to purchase this promotion by saying, "Make sure you don't miss the opportunity to advertise your programs in this issue."



17. Respondent also has created and distributed information to military consumers via regular emails (a service described internally as "Incoming Email") and on its social media accounts, and Respondent has included in this information lists of specific schools Respondent endorsed. For example, the following is an excerpt of an email that Respondent sent to military and veteran consumers in August 2016:



Unbeknownst to consumers, all schools listed in this email have paid Respondent to be featured.

18. Since at least May 2016, all schools promoted in "Incoming Email" have paid to be included. Beginning in August 2016, the following disclaimer, which consumers could reach only by scrolling down through several screens, has appeared at the bottom of such emails in smaller, dense print:

Disclaimer

Our email communication may contain advertising and sponsorships from time to time. Advertisers and sponsors are responsible for ensuring that material submitted for inclusion in our email is accurate and complies with applicable laws. We are not responsible for the illegality or any error, inaccuracy or problem in the advertiser's or sponsor's materials.

THE INCLUSION OF THIRD PARTY ADVERTISEMENTS DOES NOT CONSTITUTE AN ENDORSEMENT, GUARANTEE, WARRANTY, OR RECOMMENDATION BY VICTORY MEDIA, INC. BRANDS AND WE MAKE NO REPRESENTATIONS OR WARRANTIES ABOUT ANY INSTITUTION, EMPLOYER, PRODUCT OR SERVICE CONTAINED THEREIN.

You should always perform proper due diligence when making important decisions.

- The disclaimer does not disclose clearly and prominently to consumers that the specific schools promoted in the email have, in fact, paid Respondent for that promotion.
- 19. Respondent's sales documents solicit schools to pay to be included as endorsed schools in these emails Respondent sends to consumers. The following is an excerpt of one such document:



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Count I Misrepresentations About Matchmaker

- 20. Through the means described in Paragraphs 8 through 11, Respondent has represented, directly or indirectly, expressly or by implication, that the School Matchmaker tool searches schools Respondent has designated as "military friendly" to find the right educational choice for the consumer.
- 21. In fact, in numerous instances in which Respondent has made the representations set forth in Paragraph 20 of this Complaint, it included schools that the Respondent had not designated as military friendly, and only included schools that paid to be included. Therefore, the representations set forth in Paragraph 20 are false or misleading.

Count II Misrepresentations About Independence Of Endorsements

- 22. Through the means described in Paragraphs 12 through 19, Respondent has represented, directly or indirectly, expressly or by implication, that specific endorsements in content it prepared promoting post-secondary schools were independent sources of information regarding those schools and not paid advertising.
- 23. In fact, in many instances, the specific endorsements described in Paragraph 22 were not independent sources of information and were paid advertising. Therefore, the representation set forth in Paragraph 22 of this complaint is false or misleading.

Count III Deceptive Failure To Disclose Material Connections

- 24. Through the means described in Paragraphs 12 through 19, Respondent has represented, directly or indirectly, expressly or by implication, that it recommends specific post-secondary schools for consumers in specific articles, social media posts, and emails it prepared.
- 25. In many instances in which Respondent has made the representation set forth in Paragraph 24 of this Complaint, Respondent has failed to disclose or disclose adequately that many of the specific post-secondary schools paid Respondent to be recommended. This fact would be material to consumers in evaluating Respondent's claims concerning these schools as well as in considering whether to consult additional sources of information about these and other schools.
- 26. Respondent's failure to disclose or disclose adequately the material information described in Paragraph 25, in light of the representation made in Paragraph 24, is a deceptive act or practice.

THEREFORE , the Federal Trade Commission this eleventh day of	f January, 201	8, has
issued this Complaint against Respondent.		

By the Commission.

Donald S. Clark Secretary

SEAL: