MANATT, PHELPS &
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NOTICE OF REMOVAL OF CIVIL ACTION TO UNITED STATES DISTRICT COURT

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Defendant Woodbolt Distribution, LLC ("Woodbolt") hereby gives notice that it is removing the captioned case, originally filed in the Superior Court of the State of California for the County of Los Angeles, Case No. BC702265, to the United States District Court for the Central District of California, Western Division. Woodbolt removes the case pursuant to 28 U.S.C. §§ 1446 and 1453, on the grounds set forth below.

- 1. On April 30, 2018, plaintiff Gustavo Lopez ("Plaintiff"), acting individually and on behalf of a putative class of persons he seeks to represent, filed this action in Los Angeles County Superior Court.
- 2. Woodbolt was served with a copy of the summons and complaint in this action on June 7, 2018. Woodbolt, therefore, timely filed this notice of removal within 30 days of receiving the summons and complaint. *See* 28 U.S.C. § 1446(b).
- 3. The Complaint; Summons; Civil Case Cover Sheet Addendum; Court Order Regarding Newly Filed Class Action; Initial Status Conference Order; Notice of Case Assignment; Alternative Dispute Resolution Packet; and Early Organizational Meeting Stipulation constitute all state court pleadings and orders served on Woodbolt. Copies of these documents are attached as Exhibit A.
- 4. The removal of this action terminates all proceedings in Los Angeles County Superior Court. *See* 28 U.S.C. § 1446(d).
- 5. Woodbolt removes this action pursuant to the Class Action Fairness Act of 2005 ("CAFA"), 28 U.S.C. § 1332(d), and 28 U.S.C. § 1453, on the basis that (a) this action is a proposed "class action" as defined in 28 U.S.C. § 1332(d)(1)(B); (b) Plaintiff is a citizen of a State (California) different from the State of which Woodbolt is a citizen (Delaware and Texas); and (c) the alleged amount in controversy exceeds \$5,000,000.

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REMOVAL JURISDICTION UNDER 28 U.S.C. § 1453(B)

6. Woodbolt removes this action pursuant to CAFA, specifically 28 U.S.C. § 1453(b).

A. Proposed Class Action

7. Plaintiff alleges that this case is brought as a class action. Complaint, ¶¶ 1, 30-38. Plaintiff seeks certification of the putative class under Federal Rules of Civil Procedure 23. *Id.* ¶ 30. This action, therefore, is a proposed "class action" under 28 U.S.C. § 1332(d)(1)(B), defined as "any civil action filed under Rule 23 of the Federal Rules of Civil Procedure or similar State statute or rule of judicial procedure authorizing an action to be brought by 1 or more representative persons as a class action."

B. Minimal Diversity

- 8. Under 28 U.S.C. § 1332(d)(2)(A), a district court may assert jurisdiction over a class action in which "any member of a class of plaintiffs is a citizen of a State different from any defendant." Such minimal diversity exists among the parties. Plaintiff was, as of the time of the filing of the Complaint, a California citizen. *Id.* ¶ 5. Plaintiff seeks to represent a putative class that consists of "all individuals who purchased Cellucor C4 Pre-Workout powders in California packaged in 30- and 60-serving size containers or substantially similar packaging." *Id.* ¶ 31.
- 9. Woodbolt is a limited liability company organized under the laws of the State of Delaware, with its principal place of business in the State of Texas. Complaint, ¶ 8. Under 28 U.S.C. § 1332(d)(10), for the purposes of removal, "an unincorporated association shall be deemed to be a citizen of the State where it has its principal place of business and the State under whose laws it is organized."
- 10. Accordingly, there is minimal diversity between Plaintiff and the putative class he seeks to represent, and Woodbolt, thereby satisfying the requirement of minimal diversity under 28 U.S.C. § 1332(d)(2)(A).

C. Amount in Controversy

- 11. This is an "action in which the matter in controversy exceeds the sum or value of \$5,000,000." 28 U.S.C. § 1332(d)(2). "In any class action, the claims of the individual class members shall be aggregated to determine whether the matter in controversy exceeds the sum or value of \$5,000,000, exclusive of interest and costs." 28 U.S.C. § 1332(d)(6).
- 12. When a plaintiff fails to plead a specific amount of damages and if the amount in controversy is not "facially apparent" from the complaint, "the court may consider facts in the removal petition" to determine the amount at issue. *Kroske v. US Bank Corp.*, 432 F.3d 976, 980 (9th Cir. 2005) (quoting *Singer v. State Farm Mut. Ins. Co.*, 113 F.3d 373, 377 (9th Cir. 1997)). "[A] defendant's notice of removal need include only a plausible allegation that the amount in controversy exceeds the jurisdictional threshold." *Dart Cherokee Basin Operating Co., LLC v. Owens*, 135 S. Ct. 547, 554 (2014); *Ibarra v. Manheim Investments, Inc.*, 775 F.3d 1193, 1197 (9th Cir. 2015).
- 13. Woodbolt denies any liability in this case and intends to oppose class certification vigorously and to defend the case on the merits. Woodbolt reserves all rights in this regard. For purposes of jurisdictional requirements for removal only, Woodbolt avers that the allegations in Plaintiff's Complaint put in controversy, in the aggregate, an amount that exceeds \$5,000,000.
- 14. Plaintiff asserts claims under the California Consumer Legal Remedies Act (CLRA), False Advertising Law, Business & Professions Code § 17500, *et seq.* (FAL), and Unfair Competition Law, Business & Professions Code § 17200, *et seq.* Complaint, ¶¶39-68. Plaintiff's claims are based on the theory that Woodbolt's packaging for its Cellucor C-4 Pre-Workout products product contained nonfunctional slack-fill. Specifically, Plaintiff alleges that "the packing only contains 50% of the amount of product compared to what packing could potentially hold." Complaint, ¶ 54.

- 15. Among other remedies, Plaintiff seeks compensatory, statutory, and exemplary damages, restitution, disgorgement of ill-gotten profits, and attorneys' fees. Complaint, ¶¶ 49, 50, 58, 68, 69.
- 16. The putative class includes "all individuals who purchased Cellucor C4 Pre-Workout powders in California packaged in 30- and 60-serving size containers or substantially similar packaging." Complaint, ¶ 31. The statute of limitations under the UCL and FAL is 4 years. Cal. Bus. & Prof. Code § 17208. In the four years preceding the Complaint, Woodbolt's sales of Cellucor C-4 Pre-Workout powders in California exceeded \$5,000,000. Thus, Plaintiff seeks in excess of \$5,000,000 in monetary relief (including damages and restitution) on behalf of the putative class members. Woodbolt disputes that Plaintiff is entitled to recover these sums even if Plaintiff prevails on the class claims. Woodbolt further disputes and disagrees that it violated any law. Nevertheless, the aggregate amount sought by Plaintiff exceeds the jurisdictional amount specified in 28 U.S.C. § 1332(d)(6).
- 17. Plaintiff also seeks exemplary damages [Complaint, ¶ 69], which are recoverable under the CLRA. Cal. Civ. Code § 1780(a)(4). "It is well established that punitive damages are part of the amount in controversy in a civil action." *Gibson v. Chrysler Corp.*, 261 F.3d 927, 945 (9th Cir. 2001).
- 18. In addition to seeking damages, Plaintiff seeks attorneys' fees. Complaint, ¶ 69. A prevailing plaintiff under the CLRA may recover attorneys' fees. Cal. Civ. Code § 1780(e). Plaintiff also seeks to recover attorneys' fees under Code of Civil Procedure § 1021.5. Claimed attorneys' fees, aggregated on a classwide basis, may be factored into the amount-in-controversy calculation. *Galt G/S v. JSS Scandinavia*, 142 F.3d 1150, 1155 (9th Cir. 1998) ("Where an underlying statute authorizes an award of attorneys' fees . . . such fees may be included in the amount in controversy").

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- 19. Plaintiff also seeks injunctive relief. Complaint, ¶ 69. The value of the injunctive relief sought must also be considered in determining the amount in controversy. *Cohn v. Petsmart, Inc.*, 281 F.3d 837 (9th Cir. 2002) (in affirming removal the court solely looked to the value of the injunctive relief sought to determine the amount in controversy).
- 20. In sum, the alleged aggregate damages, disgorgement of profits, and attorneys' fees which Plaintiff seeks exceed the \$5,000,000 minimum amount in controversy required under CAFA.

REMOVAL IS PROPER

- 21. Pursuant to 28 U.S.C. § 1453, a suit over which a district court would have original jurisdiction under CAFA may be removed to federal court from state court, as provided by 28 U.S.C. § 1446. Woodbolt, therefore, is entitled to remove this action to this Court, because this Court could have asserted original jurisdiction over the case.
- 22. Los Angeles County Superior Court lies within the Central District of California, Western Division. Accordingly, removal to this district is proper. *See* 28 U.S.C. § 1446(a).
- 23. Written notice of the filing of this Notice of Removal and the removal of the state court action is being delivered to Plaintiff through his counsel of record. A copy of this Notice of Removal will be filed promptly with the Clerk of the Superior Court of the State of California for the County of Los Angeles, as required by 28 U.S.C. § 1446(d). Woodbolt attaches as Exhibit B to this Notice a copy of the notice to be filed with the state court.

WHEREFORE, Defendant Woodbolt respectfully gives notice that the above-entitled action is removed from the Los Angeles County Superior Court to the United States District Court for the Central District of California.

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	Case 2:18-cv-05963 Document 1	Filed 07/09/18 Page 7 of 53 Page ID #:7
1 2	Dated: July 9, 2018	MANATT, PHELPS & PHILLIPS, LLP Robert H. Platt Brad W. Seiling Michael Zorkin
3		WHENGEL ZOLKIII
4		By: /s/ Brad W Seiling
5		By: /s/ Brad W. Seiling Brad W. Seiling Attorneys for Defendants WOODBOLT DISTRIBUTION, LLC
6		WOODBOLT DISTRIBUTION, LLC
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28 ELPS &		NOTICE OF DEMOVAL OF CIVIL ACTION

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