	Case 3:21-cv-02227-RS Document	1 Filed 03/30/21 Page 1 of 32
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10	and the Proposed Class	
11	* Additional Counsel on Signature Page	
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14	UNITED STATES	DISTRICT COURT
15		CT OF CALIFORNIA
16 17	AMANDA MERRIMAN, on behalf of herself and all others similarly situated,	Case No. 1:21-cv-2227
18	Plaintiff,	CLASS ACTION COMPLAINT
19	v.	DEMAND FOR JURY TRIAL
20	BAYER HEALTHCARE LLC, and ELANCO	DEWAND FOR JOKT TRIAL
21		1 BREACH OF FYPRESS
I	ANIMAL HEALTH, INC.,	<ol> <li>BREACH OF EXPRESS WARRANTY</li> <li>BREACH OF IMPLIED</li> </ol>
22		WARRANTY 2. BREACH OF IMPLIED WARRANTY
23	ANIMAL HEALTH, INC.,	<ul> <li>WARRANTY</li> <li>2. BREACH OF IMPLIED WARRANTY</li> <li>3. UNJUST ENRICHMENT</li> <li>4. VIOLATION OF CALIFORNIA</li> </ul>
23 24	ANIMAL HEALTH, INC.,	WARRANTY 2. BREACH OF IMPLIED WARRANTY 3. UNJUST ENRICHMENT
23 24 25	ANIMAL HEALTH, INC.,	<ul> <li>WARRANTY</li> <li>2. BREACH OF IMPLIED WARRANTY</li> <li>3. UNJUST ENRICHMENT</li> <li>4. VIOLATION OF CALIFORNIA SONG-BEVERLY ACT</li> <li>5. VIOLATION OF CALIFORNIA</li> </ul>
23 24 25 26	ANIMAL HEALTH, INC.,	<ul> <li>WARRANTY</li> <li>2. BREACH OF IMPLIED WARRANTY</li> <li>3. UNJUST ENRICHMENT</li> <li>4. VIOLATION OF CALIFORNIA SONG-BEVERLY ACT</li> <li>5. VIOLATION OF CALIFORNIA CONSUMER LEGAL REMEDIES ACT</li> </ul>
23 24 25	ANIMAL HEALTH, INC.,	<ul> <li>WARRANTY</li> <li>2. BREACH OF IMPLIED WARRANTY</li> <li>3. UNJUST ENRICHMENT</li> <li>4. VIOLATION OF CALIFORNIA SONG-BEVERLY ACT</li> <li>5. VIOLATION OF CALIFORNIA CONSUMER LEGAL REMEDIES ACT</li> <li>6. VIOLATION OF CALIFORNIA FALSE ADVERTISING LAW</li> </ul>

Plaintiff Amanda Merriman ("Plaintiff"), brings this consumer class action lawsuit against Defendants Bayer Healthcare LLC and Elanco Animal Health, Inc. (collectively, "Defendants"), individually and on behalf of all others similarly situated. Plaintiff alleges the following based on personal knowledge as to her own acts and based upon the investigation conducted by her counsel as to all other allegations:

#### **INTRODUCTION**

1. Many Americans have pets and cultivate strong, loving bonds with them as members of their families. As a result, pet owners are very protective of their pets and are passionate about their health and well-being. When it comes to choosing pet-related products, such as flea and tick collars, pet owners are understandably selective.

2. Defendants Bayer Healthcare LLC and Elanco Animal Health, Inc. are manufacturers, marketers, advertisers, distributors, and sellers of a variety of pet-related products. Since 2012, Defendants have taken advantage of the trust that loyal pet owners place in their companies and products by actively manufacturing, marketing, advertising, distributing, and selling dangerous flea and tick collars with the capacity to injure, maim, or even kill the pets that wear, or are exposed to, them.

3. Specifically, Defendants' Seresto brand flea and tick collars ("Seresto Collars" or the "Products") purport to prevent fleas and ticks on dogs and cats by releasing small amounts of pesticides onto the pets over time. However, the harm inflicted by Seresto Collars far outweighs any benefits of flea or tick prevention that the Products might offer.

4. According to the Environmental Protection Agency ("EPA"), since 2012,<sup>1</sup> Seresto Collars have been responsible for over 75,000 reported incidents—including the deaths of 1,698 pets and nearly 1,000 incidents involving human harm.

5. Since 2012, when the Seresto Collars were first distributed and sold into the
consumer marketplace, Defendants have received an overwhelming number of notices regarding
the harm that their Products can cause, have caused, and will continue to cause.<sup>2</sup> Despite ample

<sup>1</sup> https://investigatemidwest.org/2021/03/02/popular-flea-collar-linked-to-almost-1700-petdeaths-the-epa-has-issued-no-warning (last visited Mar. 26, 2021).

2 *Id*.

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opportunity to warn consumers of the harm that Seresto Collars present to pets, pet owners, and their families, Defendants have refused to disclose or otherwise inform consumers of these risks, which are known to Defendants but unknown to consumers. Even more, despite knowing about the dangers associated with the Seresto Collars, Defendants continue to manufacture and sell Seresto Collars to unsuspecting pet owners in order to profit at the expense of pet owners and their pets.

6. In March 2021, an investigative exposé reported on the gravity of the risks associated with Seresto Collars, with incidents going all the way back to the initial release of the Products in 2012.<sup>3</sup> The report revealed that, "[t]he pesticide is supposed to kill fleas, ticks, and other pests but also be safe for cats and dogs. But thousands of pets are being harmed."<sup>4</sup> This report widely exposed Defendants' improper conduct, which they had long concealed from the public and pet owners, leading to a slew of news articles and other coverage.<sup>5</sup> Despite this latest exposure of the serious risks associated with their Products, Defendants continue to market and sell the dangerous Seresto Collars and have yet to admit to the consuming public that these serious risks exist.

7. Additionally, on March 17, 2021, Representative Raja Krishnamoorthi, the chairman of the House Subcommittee on Economic and Consumer Policy, wrote directly to Defendant Elanco Animal Health, Inc. demanding that it voluntarily recall Seresto Collars from the market due to the serious risks associated with the Products.<sup>6</sup> Despite this formal request, Defendant Elanco Animal Health, Inc. has not voluntarily recalled the Seresto Collars, has continued to deny the existence of the serious safety risks posed by the Seresto Collars, and has continued to sell the Seresto Collars to pet owners without disclosing the serious risks they pose to pets.<sup>7</sup> Defendants continue to deny wrongdoing and denying the fact that the Products pose

Id.

*Id*.

<sup>5</sup> E.g., https://www.usatoday.com/story/news/investigations/2021/03/02/seresto-dog-cat-collars-found-harm-pets-humans-epa-records-show/4574753001 (last visited Mar. 26, 2021).
 <sup>6</sup> Available at https://oversight.house.gov/sites/democrats.oversight.house.gov/files/2021-03-

<sup>1</sup>7.RK%20to%20Simmons-Elanco%20re%20Pet%20Collars.pdf (last visited Mar. 26, 2021).
 <sup>7</sup> https://www.usatoday.com/story/news/investigations/2021/03/18/congressional-subcommittee-seeks-recall-seresto-flea-tick-collar/4759904001 (last visited Mar. 26, 2021);

serious safety ricks to consumers and their pets, stating that incident reports—even in such high numbers—do not implicate the Seresto Collars as the cause of harm to pets, and that reporting on these many incidents of injury is nothing more than "misleading media coverage."<sup>8</sup>

8. Plaintiff brings this class action to make whole the pet owners who unwittingly purchased Seresto Collars for their pets, without any knowledge of the serious safety risks that the Products posed to their pets and themselves. Plaintiff does not seek recovery in this action for personal injuries, wrongful death, or emotional distress on behalf of herself or on behalf of the Class Members.

#### JURISDICTION AND VENUE

9. This Court has subject matter jurisdiction pursuant to the Class Action Fairness Act, 28 U.S.C. § 1332(d)(2). The amount-in-controversy, exclusive of costs and interest, exceeds the sum of \$5 million in the aggregate, in total there are well over 100 members of the proposed Classes that are known to exist, and this is a class action in which complete diversity exists between one Plaintiff and one Defendant—namely, that Plaintiff Amanda Merriman is from California, while Defendant Bayer Healthcare LLC is a Delaware corporation headquartered in New Jersey and while Defendant Elanco Animal Health, Inc. is an Indiana corporation headquartered in Indiana. This Court has personal jurisdiction because Plaintiff purchased Defendants' Products in this District, the harm to Plaintiff occurred in this District, Defendants directed their Products into the stream of commerce, which ended up in this District, and Defendants engage in marketing and advertising in this District.

21 10. Venue is proper in this District pursuant to 28 U.S.C. § 1391(b)(1) because
22 Plaintiff resides in this District and is a resident of the State of California.

- INTRADISTRICT ASSIGNMENT
- 24 11. This action is properly assigned to the Eureka Division of this District pursuant to
  25 N.D. Cal. L.R. 3-2, because Plaintiff Amanda Merriman resides in Humboldt County, California,
  - https://investigatemidwest.org/2021/03/18/house-subcommittee-seeks-voluntarily-recall-of-seresto-flea-and-tick-collars (last visited Mar. 26, 2021).

<sup>8</sup> https://investigatemidwest.org/2021/03/18/house-subcommittee-seeks-voluntarily-recall-of-seresto-flea-and-tick-collars (last visited Mar. 26, 2021).

which is the county in which a substantial part of the events or omissions which give rise to the claim occurred.

#### PARTIES

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12. Plaintiff Amanda Merriman is a resident of the State of California. On or about April 10, 2020, while a California resident, she purchased a Seresto Collar for her two pet dogs, Molly and Micah, from www.Chewy.com.

#### **Defendants**

Defendant Bayer Healthcare LLC is the former owner of the Seresto brand of 13. collars. Defendant Bayer Healthcare LLC is a Delaware corporation and is headquartered in Whippany, New Jersey.

14. Defendant Bayer Healthcare LLC sold the Products at issue from 2012 (when the product was introduced onto the market) to 2020, after which Defendant Bayer Healthcare LLC sold the Seresto brand to Defendant Elanco Animal Health, Inc.

15 15. Defendant Elanco Animal Health, Inc. is the current owner of the Seresto brand. 16 Defendant Elanco Animal Health, Inc. is an Indiana corporation and is headquartered in Greenfield, Indiana.

16. Since its purchase of the Seresto brand in 2020, Defendant Elanco Animal Health, Inc. has consistently sold the Products at issue.

### PLAINTIFF'S FACTUAL ALLEGATIONS

17. Plaintiff Amanda Merriman is a resident of the State of California. She purchased Seresto Collars for her two dogs, Molly and Micah, as part of their health regimen in order to prevent them from being infested and/or harmed by fleas and ticks. She purchased two Seresto Collars on April 10, 2020, from Chewy.com, a well-established online retailer of pet products.

25 18. At the time of purchase, Plaintiff Merriman reviewed the Products' packaging and 26 retail information. The Seresto Collars' packaging and descriptions stated that the Products were 27 a safe and effective means of flea and tick prevention for dogs. She purchased the Products with 28 the intention of ensuring her dogs' health and safety.

19. After receiving the Products, Plaintiff Merriman placed the Seresto Collars around her dogs' necks as directed by the manufacturer's instructions. However, shortly after putting the Products on her dogs, she noticed that her dogs, Molly and Micah, were suffering harm experiencing significant hair loss, developing welts, itching, and vomiting.

20. Plaintiff Merriman understandably grew concerned. She hired a professional dog groomer to thoroughly bathe her dogs, thinking that doing so would address their skin irritation and hair loss.

21. Further, Plaintiff Merriman purchased specialized dog food to improve her dogs' diet in an effort to address the injuries her dogs had developed. She also purchased specialized shampoo in an effort to address their injuries.

22. Plaintiff Merriman's efforts did not resolve her dogs' health conditions, which developed after first applying the Seresto Collars. However, after she removed the Seresto Collars from the dogs, their injuries healed.

23. The Products harmed both Plaintiff Merriman and her dogs, Molly and Micah. The Products caused her dogs to experience significant hair loss and develop welts, itching, and vomiting. And the Products caused Plaintiff to experience financial loss through the expenditure of costs, including the costs of a groomer, specialized dog food, and specialized shampoo. Further, Plaintiff Merriman expended significant time nursing her dogs, Molly and Micah, back to health.

24. Plaintiff Merriman was also harmed economically because she spent money on the Products, which did not perform as advertised. She did not receive the Products she intended to purchase: flea and tick collars which were fit for their ordinary purpose—the safe administration of flea and tick preventatives to her dogs. She did not receive the benefit of her bargain.

25. Had Defendants disclosed the existence of the serious safety risks associated with Seresto Collars, including significant hair loss, welts, itching, and vomiting, Plaintiff Merriman either would not have purchased the Product for her dogs, Molly and Micah, or else would have paid significantly less for it. She did not receive the benefit of her bargain.

27 26. If the Seresto Collars functioned as advertised—and did not pose any serious risk
28 to her dogs, to herself, or to others, associated with the Products' use—Plaintiff Merriman would

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likely purchase or would consider purchasing additional Seresto Collars again in the future. Alternatively, if the Court were to issue an injunction ordering Defendants to comply with advertising and warranty laws, and to remediate the serious and ongoing safety risks associated with Seresto Collars, Plaintiff Merriman would likely purchase or would consider purchasing additional Seresto Collars again in the future.

### **GENERAL FACTUAL ALLEGATIONS**

#### **History of Seresto Collars**

27. The United States consumer market for pet products is substantial. Pet owners purchase a wide variety of products to ensure the health and safety of their pets.

28. An important element of a pet's health regimen includes flea and/or tick preventative medication. One such purported flea and tick preventative medication is Seresto, a brand of pet collars that is marketed as safe for the pet, but capable of killing and repelling fleas and ticks when worn by the pet.

29. Seresto Collars were first produced by Defendant Bayer Healthcare LLC in 2012. The Products quickly gained traction in the pet products industry, selling over \$300 million worth of Seresto Collars in 2019, when the brand was still owned by Defendant Bayer Healthcare LLC.<sup>9</sup>

30. In 2020, Seresto was sold to Defendant Elanco Animal Health, Inc.<sup>10</sup> The acquisition of the Seresto brand was a key component in Elanco Animal Health's \$7.6 billion acquisition of Defendant Bayer Healthcare LLC's pet products division.<sup>11</sup>

31. Elanco still owns the Seresto brand today, and Elanco still sells the Product to pet owners seeking safe and effective flea and tick prevention devices.

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### How Seresto Collars Work

32. Flea and tick prevention methods are an integral part of a dog's health regimen, as fleas and ticks can cause great harm to pets, including severe skin irritation, skin damage, or Lyme disease, among other health problems. There are a few different types of flea and tick prevention

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- 10 Id.
- <sup>11</sup> Id.

<sup>&</sup>lt;sup>9</sup> https://investigatemidwest.org/2021/03/02/popular-flea-collar-linked-to-almost-1700-petdeaths-the-epa-has-issued-no-warning/.

methods, including prophylactic pills, the application of prophylactic serums to the pet's skin and/or fur, and collars like those sold by Defendants under the Seresto brand name.

33. Seresto Collars time release two different pesticides-imidacloprid and flumethrin-in a "cocktail" that works to prevent and/or kill fleas and ticks. These two pesticides work in tandem.<sup>12</sup> As the pet wears the collar over time, more of the pesticide cocktail is released, both onto the pet itself, specifically, and into the surrounding area, generally. After a given period of time, the Product runs out of the pesticide cocktail and loses its efficacy. As a result, the pet owner must purchase additional Seresto Collars in order to continue the flea and tick prevention for his or her pet.

34. One of the pesticides used in Seresto Collars, imidacloprid, is commonly used as an application on crops. Imidacloprid belongs to the neonicotinoid class of insecticides and is connected with "massive die-offs" of certain non-targeted insects, including bees and butterflies.<sup>13</sup> Evidence shows that these pesticides can cause harm to mammals as well.<sup>14</sup>

35. The other pesticide used in Seresto Collars, flumethrin, is only actively included as an ingredient in one product—Seresto Collars—according to EPA documents.<sup>15</sup>

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#### Harm Caused by Seresto Collars

36. Since Seresto Collars entered the pet product market in 2012, they have inflicted an unparalleled amount of harm onto pets and pet owners alike. The EPA reports over 75,000 health-related incidents tied to the use of Seresto products from 2012 through June 2020.<sup>16</sup>

37. This number of incidents tied to a single readily available consumer product is particularly concerning, not only because of the significant quantity of reported incidents, but also because of the magnitude of the harm Seresto Collars has caused-death to a reported 1,698 pets and nearly 1,000 cases of actual physical harm to pet owners.<sup>17</sup> The harm caused by Seresto Collars is due to the dangerous chemical cocktail of pesticides that are used in the Products.

- 25 <sup>12</sup> *Id*.
- 26 <sup>13</sup> *Id*.
- <sup>14</sup> Id. 27
  - <sup>15</sup> Id. <sup>16</sup> *Id*.
- 28 17 Id.

38. Consequently, by design, the Seresto Collars contain dangerous, unsafe chemical pesticides, which over an 8-month period slowly and continuously release chemicals onto the pet wearing the Seresto Collar and into the surrounding environment. These chemicals are unsafe and pose a serious, continuous risk of injury to the pet wearing the collar, to other pets exposed to the collar, and to the pet owner and others exposed to the collar.

39. This risk of serious harm exists at all times, from the Seresto Collar's manufacture until all pesticides on/in the Product have been released, which—according to the Product's packaging—lasts at least 8 months after the Seresto Collar is placed on the pet.

40. Accordingly, the serious risk of harm to pets and pet owners exists within the Product from the moment the Seresto Collars are manufactured (and when the Products leave Defendants' control), prior to and at the point of sale, and for 8 months after initial application to the pet.

41. Experts, such as Nathan Donley, a senior scientist at the Center for Biological Diversity and an expert on U.S. pesticide regulation, said that the reported incidents are actually "just the tip of the iceberg" for Seresto.<sup>18</sup> Donley believes that a slew of incidents remain unreported due to the fact that pet owners must make the connection between the incidents and the Seresto Collar. Donley explained, "[m]ost of the time, people are not going to make the connection or they're not going to take an hour out of the day and figure out how to call and spend time on hold [to report it to the EPA]."<sup>19</sup>

42. Donley, who is also a former cancer researcher, also stated that the number of incidents is overwhelming: "[y]ou don't even see these kinds of numbers with many agricultural chemicals. . . . For whatever reason, this combination [of pesticides used in Seresto Collars] is just really nasty."<sup>20</sup> Donley noted that he had "never seen any product that had 75,000 incidents."<sup>21</sup>

- $\frac{26}{18} \frac{1}{18}$
- 27 || 19 Id.
- $28 \mid \frac{20}{21} Id.$ 
  - $|| 2^1 Id.$

43. Karen McCormack, a retired EPA employee, stated that Seresto Collars have the most incidents she has ever seen related to a pesticide pet product.<sup>22</sup>

44. And in a letter, Representative Krishnamoorthi explained that "the actual number of deaths and injuries [from the Products] is [likely] much greater."<sup>23</sup>

45. Beyond the obvious harm to pets, the harm to consumers is also substantial. Consumers have been economically injured through purchasing an unreasonably dangerous product that does not perform as advertised. Unwitting consumers, including Plaintiff and Class Members, did not receive the benefit of their bargain when purchasing the Products. Plaintiff disclaims any intent to seek recovery for personal injuries, wrongful death, or emotional distress suffered by herself, her pets, or on behalf of Class Members.

46. Pets who wear Seresto Collars—or are otherwise exposed to the Products—can suffer injuries, including rashes, increased lethargy, vomiting, loss of appetite, seizures, or even death.<sup>24</sup>

47. But injuries caused by the Products are not limited to pets. A 2019 EPA assessment of human health risk associated with Seresto Collars included 907 incidents, accumulated between 2013 and 2018, in which injuries to humans were reported. This assessment determined that, of these 907 incidents, 19 were considered "severe."<sup>25</sup>

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48. Examples of the human incidents listed by the EPA include:

- A 12-year-old boy who slept in a bed with a dog wearing a collar started having seizures and vomiting. He had to be hospitalized.
- A 67-year-old woman who slept in a bed with a dog wearing a collar reported having heart arrhythmia and fatigue.
- A 43-year-old man put collars on eight dogs and slept in the same bed as four of the dogs. A week later, he developed ear drainage and nasal and throat irritation and was told by a doctor that he had a hole in his ear drum. He removed the dog
- $26 ||^{22} Id.$

<sup>23</sup> Available at https://oversight.house.gov/sites/democrats.oversight.house.gov/files/2021-03-

- 27 17.RK%20to%20Simmons-Elanco%20re%20Pet%20Collars.pdf (last visited Mar. 26, 2021).
   28 24 Id.
   25 Id.
  - CLASS ACTION COMPLAINT

collars and the symptoms went away. He later reapplied the collars and the symptoms returned."<sup>26</sup>

49. Although this action specifically disclaims seeking damages for personal injuries, these examples demonstrate that the Seresto Collars are not safe and that a consumer who purchases the Product is not receiving the benefit of his or her bargain.

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#### **Representations and Omissions by Defendants Regarding Seresto Collars**

50. Seresto Collars are marketed as a part of a pet's regular health regimen—as flea and tick prevention for dogs and cats—and are sold in "tin" packaging. All Seresto product packaging includes representations regarding Seresto Collars, which leads reasonable consumers to believe that the Products will be safe for their pets and themselves as the Product's sole purpose is to keep pets safe from fleas and ticks, since fleas and ticks can cause pets to suffer from severe itching, skin damage, or Lyme disease, among other ailments. Contrary to these representations, the Seresto Collars are anything but safe for Pets, as they can and have caused Pets (and their owners) to suffer serious injuries.

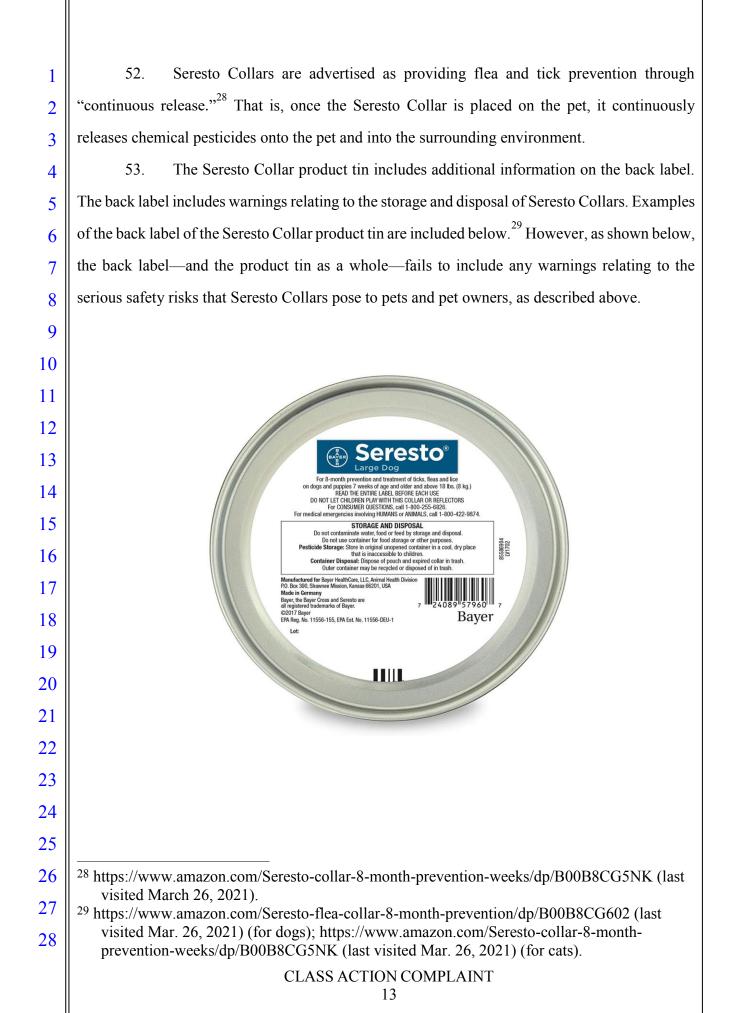
51. As shown below, the Seresto Product tin represents that the Seresto Collar "[k]ills and repels fleas and ticks" and provides "8 month protection."<sup>27</sup>

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54. Consequently, the Seresto Collars' product packaging includes no mention of the serious risks posed by the Product to the pet wearing the collar, to other pets nearby, to the pet owner, or to others in the immediate vicinity, including family members, including risk of irritation, rashes, hair loss, gastrointestinal problems, seizures, and even death.

55. Similarly, Defendants' marketing of Seresto Collars never discloses the serious risks posed by the Product to the pet wearing the collar, to other pets nearby, to the pet owner, or to others in the immediate vicinity, including family members, including risk of irritation, rashes, hair loss, gastrointestinal problems, seizures, and even death. No reasonable consumer would purchase the Products if the risks were noted on the packaging or other advertising.

56. As discussed herein, Defendants have long known about the dangers associated with use of the Products, since introduction of the Products into the consumer marketplace in 2012. However, Defendants have actively and fraudulently concealed this information from unwitting consumers. Accordingly, consumers remain unaware of these serious risks, because Defendants refuse to disclose this important information—or otherwise actively conceal it.

#### Defendants' Knowledge of the Risks Associated with Seresto Collars

57. Defendants knew, or otherwise should have known, about the serious risks posed by Seresto Collars based upon: (1) their own internal testing and surveys, (2) EPA testing and surveys, (3) numerous consumer complaints lodged directly with Defendants, (4) numerous consumer complaints lodged to retailers, (5) numerous consumer complaints and reports lodged with the EPA, (6) numerous consumer complaints on online fora, and (7) media reports, dating back to 2012.

58. Defendant Bayer Healthcare LLC knew, or otherwise should have known, about the serious risks posed by Seresto Collars prior to its sale of the Seresto brand to Defendant Elanco Animal Health, Inc. in August 2020. Prior to the sale of the Seresto brand, Defendant Bayer Healthcare LLC had a duty to investigate the numerous complaints relating to the Products. Defendant Bayer Healthcare LLC also had an obligation to disclose to Defendant Elanco Animal Health, Inc. the serious safety risks the Products pose to consumers and their pets as part of the sale of the Seresto brand.

59. Defendant Elanco Animal Health, Inc. knew, or otherwise should have known, about the serious risks posed by Seresto Collars during its purchase of the Seresto brand in August 16 2020. Immediately prior to its purchase of the brand, in its exercise of due diligence, Defendant Elanco Animal Health, Inc. investigated, or otherwise should have investigated, the numerous 18 complaints relating to the Products. Further, Defendant Elanco Animal Health, Inc. learned, or otherwise should have learned, from Defendant Bayer Healthcare LLC of the serious safety risks the Products pose to consumers and their pets, pursuant to Defendant Bayer Healthcare LLC's obligations as part of the sale of the Seresto brand.

60. Despite Defendants' extensive knowledge of the serious safety risks posed by 23 Seresto Collars to consumers and their pets, Defendants have refused to disclose-or otherwise 24 actively conceal-the dangers of the Seresto Collars (which exist when the Products leave 25 Defendants' control, prior to, and at the point of sale), despite marketing the Products as a safe 26 means of flea and tick prevention for pets, as part of a pet's health regimen. 27

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#### TOLLING OF THE STATUTES OF LIMITATIONS

61. <u>Discovery Rule</u>. Plaintiff's respective statutes of limitation accrued upon discovery that the Seresto Collar she had purchased was defective in that this Product contained serious safety risks which Defendants had not disclosed to Plaintiff prior to purchase, or at any other point. While Defendants knew and concealed the fact that the Seresto Collars posed serious safety risks, Plaintiff and Class Members could not and did not discover this fact through reasonable diligent investigation until after their pets were first injured, or otherwise showed symptoms of harm related to the Seresto Collars. Even then, following recent congressional calls for Defendant Elanco Animal Health, Inc. to voluntarily recall the Products, it has refused to do so and has continued to actively deny that the Products pose serious safety risks to consumers and pets. Defendant Bayer Healthcare LLC has also denied wrongdoing.

62. Active Concealment Tolling. Any statutes of limitations are tolled by Defendants' 12 knowing and active concealment of the fact that the Seresto Collars pose a serious, continuous 13 safety risk to consumers and pets. Defendants had actual knowledge for years that the Seresto 14 Collars are dangerous to pets and their owners. Defendants kept Plaintiff and Class Members 15 ignorant of vital information essential to the pursuit of their claims, without any fault or lack of 16 diligence on the part of Plaintiff or the proposed Classes. Although Defendants were aware of the 17 dangers associated with use of the Seresto Collars, they took no steps to warn Plaintiff or Class 18 Members of these dangers. At least by 2012, if not earlier, Defendants received knowledge that 19 20 the Seresto Collars were dangerous. Despite this knowledge, Defendants fraudulently concealed the fact that the Seresto Collars are dangerous, and despite having a duty to disclose the existence 21 of these dangers. Defendants made affirmative misrepresentations to consumers during the sale 22 of the Seresto Collars, leading reasonable consumers to believe the Products were safe for their 23 pets and themselves, when they are not. Defendants concealed material facts that would have 24 25 been important to Plaintiff and Class Members in deciding whether to purchase the Seresto Collars. Defendants' concealment was knowing and made with intent to deceive Plaintiff and 26Class Members to rely on it. Further details of Defendants' efforts to conceal their above-27 described unlawful conduct are in their possession, custody, and control, to the exclusion of 28

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Plaintiff and Class Members. Plaintiff and Class Members could not have reasonably discovered the fact that the Products pose serious safety risks at the time of their purchase. As a result of Defendants active concealment of the hazards associated with use of the Seresto Collars, any and all applicable statutes of limitation otherwise applicable to the allegations herein have been tolled.

63. Estoppel. Defendants were and are under a continuous duty to disclose to Plaintiff and Class Members the true character, quality, and nature of the Products. At all relevant times, and continuing to this day, Defendants knowingly, affirmatively, and actively misrepresented and concealed the true character, quality, and nature of the Seresto Collars. The details of Defendants' efforts to conceal its above-described unlawful conduct are in their possession, custody, and control, to the exclusion of Plaintiff and Class Members. Plaintiff reasonably relied upon Defendants' knowing, affirmative, and/or active concealment and affirmative misrepresentations. Based on the foregoing, Defendants are estopped from relying on any statutes of limitation in defense of this action.

64. Equitable Tolling. Defendants took active steps to conceal the fact that they 14 wrongfully, improperly, illegally, and repeatedly designed, manufactured, marketed, distributed, 15 and sold the Products, which posed serious safety risks to consumers and pets. The details of 16 Defendants' efforts to conceal their above-described unlawful conduct are in their possession, 17 custody, and control, to the exclusion of Plaintiff and Class Members. When Plaintiff learned 18 about this material information, she exercised due diligence by thoroughly investigating the 19 20 situation, retaining counsel, and pursuing her claims. Defendants fraudulently concealed their above-described wrongful acts. Should such tolling be necessary, therefore, all applicable statutes of limitation are tolled under the doctrine of equitable tolling. 22

### **CLASS ACTION ALLEGATIONS**

65. Plaintiff brings this Action on behalf of herself and as a class action pursuant to Rule 23 of the Federal Rules of Civil Procedure on behalf of members of the following Class:

California Class: All persons within the State of California who purchased the Products from the beginning of the applicable statutory period through present (the "Class").

66. Excluded from the Class are Defendants, any of their respective members, affiliates, subsidiaries, officers, directors, employees, successors or assigns, the judicial officers, and their immediate family members, as well as the Court staff assigned to this Action. Plaintiff reserves the right to modify or amend Class definitions as appropriate during the pendency of this Action.

67. Plaintiff seeks relief only for economic damages, injunctive and equitable relief on behalf of herself and similarly situated consumers. She specifically disclaims any intent or right to seek recovery for personal injuries, wrongful death, or emotional distress on her own behalf or on behalf of the Class.

10 68. This Action has been brought and may be properly maintained as a class action
11 under the criteria of Federal Rule of Civil Procedure 23.

69. <u>Numerosity – Fed. R. Civ. P. 23(a)(1)</u>. The members of each of the Classes are so numerous and geographically dispersed that individual joinder of all Class members is impracticable. While the precise number of Class numbers is unknown at this time, there are likely tens of thousands of putative Class Members throughout the United States who are ascertainable through discovery.

70. <u>Commonality and Predominance – Fed. R. Civ. P. 23(a)(2),(b)(3)</u>. This action involves questions of law and fact common to the Class, which predominate over any individual questions. These common legal and factual questions include, but are not limited to, the following:

a.

Whether Seresto Collars pose risks to pets, pet owners, and others, as described herein;

b. Whether Defendants engaged in the conduct alleged herein;

- c. Whether Defendants designed, manufactured, marketed, distributed, sold,
   or otherwise placed Seresto Collars into the stream of commerce in the
   United States knowing that they posed the risks described herein;
  - d. When Defendants first learned that Seresto Collars posed the risks described herein;

1	e. Whether Defendants intentionally concealed the risks posed by Ser							
2		Collars, as described herein;						
3	f.	Whether Defendants breached warranties with purchasers when they						
4		marketed and sold Seresto Collars, which posed known but undisclosed						
5		risks, as described herein;						
6	g.	Whether Plaintiff and other Class Members have been harmed by the fraud						
7		alleged herein;						
8	h.	Whether Defendants were unjustly enriched by their deceptive practices;						
9		and						
10	i.	Whether Plaintiff and the members of the proposed Class are entitled to						
11		declaratory, equitable, or injunctive relief.						
12	71. <u>Typic</u>	ality – Fed. R. Civ. P. 23(a)(3). Plaintiff's claims are typical of the other						
13	Class Members because Plaintiff, as well as the members of the proposed Class, uniformly paid							
14	for Defendants' toxic and poisonous Products at retail. Plaintiff and the members of the proposed							
15	Class reasonably reli	ed on the representations made by Defendants prior to making their purchase						
16	of the Products at-issue. Plaintiff and the members of the proposed Class paid for Defendants'							
17	Products at retail and would not have purchased them (or would have paid significantly less for							
18	them) if they had known that Defendants' representations were untrue relating to the safety of the							
19	Products.							
20	72. <u>Adequ</u>	acy of Representation – Fed. R. Civ. P. 23(a)(4). Plaintiff is an adequate						
21	Class representative because her interests do not conflict with the interests of the other Class							
22	Members whom she seeks to represent, Plaintiff has retained counsel competent and experienced							
23	in complex class action litigation, and Plaintiff intends to prosecute this action vigorously. Class							
24	Members' interests will be fairly and adequately protected by Plaintiff and her counsel. Plaintiff's							
25	counsel believes they are best suited to lead this litigation, as the firms who are listed on this Class							
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Action Complaint are all experienced in class action consumer fraud litigation. Each of the firms
listed have been practicing said litigation for at least the past decade and have collected millions
of dollars in settlements and verdicts on behalf of injured consumers.

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73. Superiority of Adjudication as a Class Action – Fed. R. Civ. P. 23(b)(3). Because of the aforementioned allegations, and in an effort to preserve judicial economy, this case will be best maintained as a class action, which is superior to other methods of individual adjudication of these claims. Plaintiff and her counsel feel this matter is best maintained as a class action because of the large number of consumers affected by the alleged violations of law as well as the low number of economic damages being sought by Plaintiff and members of the proposed Class support that this dispute would be best resolved on a class-wide basis as opposed to through individual cases.

74. The nature of this action and the nature of laws available to Plaintiff and the Class make the use of the class action device a particularly efficient and appropriate procedure to afford relief to Plaintiff and the Class for the wrongs alleged because Defendants would necessarily gain an unconscionable advantage since they would be able to exploit and overwhelm the limited resources of each individual Class Member with superior financial and legal resources; the costs of individual suits could unreasonably consume the amounts that would be recovered; proof of a common course of conduct to which Plaintiff was exposed is representative of that experienced by the Class and will establish the right of each member of the Class to recover on the cause of action alleged; and individual actions would create a risk of inconsistent results and would be unnecessary and duplicative of this litigation.

75. Certification of Specific Issues - Fed. R. Civ. P. 23(c)(4). To the extent that a Class 19 does not meet the requirements of Fed. R. Civ. P. 23(b)(2) or 23(b)(3), Plaintiff seeks certification 20of issues that will drive this litigation toward resolution.

76. Declaratory and Injunctive Relief - Fed. R. Civ. P. 23(b)(2). Defendants have 22 acted or refused to act on grounds generally applicable to Plaintiff and the other Class Members, 23 thereby making appropriate final injunctive relief and declaratory relief, as described below, with 24 respect to the Class Members as a whole. 25

77. Plaintiff reserves the right to modify or amend the definition of the proposed Class 26before the Court determines whether certification is appropriate and as the parties engage in 27 discovery. 28

78. Notice of a certified class action and of any result or resolution of the litigation
 can be provided to Class Members by first-class mail, email, or publication, or such other methods
 of notice as deemed appropriate by the Court.

79. Plaintiff does not anticipate any difficulties in the management of this action that would preclude its maintenance as a class action.

#### **CLAIMS FOR RELIEF**

#### FIRST CAUSE OF ACTION BREACH OF EXPRESS WARRANTY (On Behalf of the Proposed Class)

80. Plaintiff brings this count on behalf of herself and the Class and repeats and realleges all previous paragraphs, as if fully included herein.

81. Defendants marketed, sold, and/or distributed the Seresto Collars, and Plaintiff and Class Members purchased the Seresto Collars.

82. Defendants represented in their marketing, advertising, and promotion of the Seresto Collars that their Products provided a safe means of flea and tick prevention for consumers' pets, and failed to disclose that the Products posed serious safety risks to consumers and their pets.

83. Defendants made these representations to induce Plaintiff and Class Members to purchase the Seresto Collars, which did in fact induce Plaintiff and Class Members to purchase these Products.

84. Accordingly, Defendants' representations and omissions that the Seresto Collars provided a safe means of flea and tick prevention for consumers' pets, while refusing to disclose the serious safety risks posed by the Products to consumers and their pets, formed a part of the bargain between Defendant and Plaintiff and Class Members.

85. The Seresto Collars did not conform to Defendants' representations and
warranties that the Products provided a safe means of flea and tick prevention for consumers' pets
because at all times relevant the Seresto Collars posed serious, continuous safety risks to
consumers and their pets.

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86. As a direct and proximate result of Defendants' breaches of their express warranties and their failure to conform to the Seresto Collars' express representations, Plaintiff and Class Members have been damaged. Plaintiff and Class Members have suffered damages in that they did not receive the safe product they specifically paid for and that Defendants warranted it to be.

#### SECOND CAUSE OF ACTION BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY (On Behalf of the Proposed Class)

87. Plaintiff brings this count on behalf of herself and the Class and repeats and realleges all previous paragraphs, as if fully included herein.

88. Defendants provided Plaintiff and Class Members with implied warranties that the Seresto Collars were merchantable and fit for the ordinary purposes for which they were sold—namely, as a safe means of flea and tick prevention for consumers' pets.

89. Defendants marketed, sold, and/or distributed the Seresto Collars, and Plaintiff and Class Members purchased the Seresto Collars.

90. Plaintiff and Class Members bring this claim for breach of the implied warranty of merchantability on behalf of themselves and other consumers who purchased the Seresto Collars for their pets.

91. Defendants have breached the implied warranties of merchantability that they made to Plaintiff and Class Members. For example, Defendants impliedly warranted that the Seresto Collars products were safe, that they were free from defects, that they were merchantable, and that they were fit for the ordinary purpose for which flea and tick preventatives are sold.

92. When sold by Defendants, the Seresto Collars were unsafe, were not merchantable, did not pass without objection in the trade as a flea and tick preventative for pets, were not of adequate quality within that description, were not fit for the ordinary purposes for which such goods are used, and did not conform to the promises or affirmations of fact made on the container or label.

93. As a result of Defendants' breaches of implied warranties, Plaintiff and Class Members did not receive the benefit of their bargain and suffered damages at the point of sale stemming from their overpayment for the Seresto Collars, which posed serious safety risks to those who purchased them and to their pets.

94. As a direct and proximate result of Defendants' breach of the warranties of merchantability, Plaintiff and Class Members have been damaged in an amount to be proven at trial.

#### **THIRD CAUSE OF ACTION UNJUST ENRICHMENT** (On Behalf of the Proposed Class)

95. Plaintiff brings this count on behalf of herself and the Class and repeat and reallege all previous paragraphs, as if fully included herein.

96. Plaintiff and Class Members conferred benefits on Defendants by purchasing the Seresto Collar, but they did not receive what they purchased—namely, a safe means of flea and tick prevention for their pets. Plaintiff and Class Members conferred benefits on Defendants through their purchase of the Products, but they did not receive the benefit of their bargain in return.

97. Defendants have knowledge of their receipt of such benefits.

98. Defendants have been unjustly enriched in retaining the revenues derived from Plaintiff and Class Members' purchases of the Seresto Collars.

99. Defendants' retaining these moneys under these circumstances is unjust and inequitable because Defendants falsely and misleadingly represented that Seresto Collars provided a safe means of flea and tick prevention when, in fact, the Seresto Collars posed serious safety risks to consumers and their pets.

100. Defendants' misrepresentations have injured Plaintiff and Class Members because they would not have purchased the Seresto Collars, or else would have paid significantly less for them, had they known the true facts regarding the ingredients within Seresto Collars. 101. Because it is unjust and inequitable for Defendants to retain such non-gratuitous benefits conferred on them by Plaintiff and Class Members, Defendants must pay restitution to Plaintiff and Class Members, and other such relief as justice demands as ordered by the Court.

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102. As a result of Defendants' breaches of implied warranties, Plaintiff and Class Members did not receive the benefit of their bargain and suffered damages at the point of sale stemming from their overpayment for the Seresto Collars, which posed serious safety risks to those who purchased them and to their pets.

103. As a direct and proximate result of Defendants' breach of the warranties of merchantability, Plaintiff and Class Members have been damaged in an amount to be proven at trial.

#### FOURTH CAUSE OF ACTION VIOLATION OF THE CALIFORNIA SONG-BEVERLY CONSUMER WARRANTY ACT (Cal. Civ. Code § 1790, *et seq.*) (On Behalf of the Proposed Class)

104. Plaintiff brings this count on behalf of herself and the Class and repeat and reallege all previous paragraphs, as if fully included herein.

105. At all times relevant, Defendants were the manufacturers, distributors, warrantors and/or sellers of the Seresto Collars. Defendants knew or should have known of the specific use for which the Products were purchased.

106. Defendants provided Plaintiff and Class Members with an implied warranty that the Seresto Collars were merchantable and fit for the ordinary purposes for which they were sold. However, the Products, which are purported to function as a safe means of flea and tick prevention as part of a pet's normal health regimen, are not fit for their ordinary purpose because the Seresto Collars pose serious, continuous safety risks to consumers who purchase them and to the pets for whom they are purchased. As such, the Products failed to provide a healthy and safe form of flea and tick prevention, and instead, exposed consumers and their pets to dangerous chemical pesticides, which were capable of causing—or did cause—serious injuries. The serious safety risks, which are present at the point of sale (and exist throughout the Product's useful life), renders the Products non-merchantable and dangerous.

107. The Seresto Collars are not fit for the purpose of use as a safe means of flea and tick prevention for pets, or as a safe part of a pet's health regimen.

108. Defendants impliedly warranted that the Seresto Collars were of merchantable quality and fit for such use. This implied warranty included a warranty that the Products as manufactured, supplied, distributed, and/or sold by Defendants were reliable and safe for use as a flea and tick preventative for pets, and would not pose serious safety risks to consumers and pets.

109. As a result of Defendants' breaches of implied warranties, Plaintiff and Class Members did not receive the benefit of their bargain and suffered damages at the point of sale stemming from their overpayment for the Seresto Collars, which posed serious safety risks to those who purchased them and to their pets.

As a direct and proximate result of Defendants' breach of the warranties of 110. merchantability, Plaintiff and Class Members have been damaged in an amount to be proven at trial.

#### FIFTH CAUSE OF ACTION VIOLATION OF THE CALIFORNIA CONSUMER LEGAL REMEDIES ACT (Cal. Civ. Code § 1750, et seq.) (On Behalf of the Proposed Class)

Plaintiff brings this count on behalf of herself and the Class and repeats and re-111. alleges all previous paragraphs, as if fully included herein.

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112. Defendants are persons as that term is defined in Cal. Civ. Code § 1761(c).

Plaintiff and Class Members are "consumers" as that term is defined in Cal. Civ. 113. Code § 1761(d).

114 Defendants engaged in unfair and deceptive acts in violation of the California Consumer Legal Remedies Act ("CLRA") through the practices described above, and by knowingly and intentionally concealing from Plaintiff and Class Members that the Seresto Collars posed serious, continuous safety risks to consumers and their pets. These acts and practices 26 violate, at a minimum, the following sections of the CLRA:

CLASS ACTION COMPLAINT

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1	a. Cal. Civ. Code § $1770(a)(5)$ : representing that goods have characteristics,								
2	uses, or benefits which they do not have;								
3	b. Cal. Civ. Code § 1770(a)(7): representing that goods are of a particular								
4	standard, quality, or grade if they are of another;								
5	c. Cal. Civ. Code § 1770(a)(9): advertising goods with intent not to sell them								
6	as advertised; and								
7	d. Cal. Civ. Code § 1770(a)(16): representing the subject of a transaction has								
8	been supplied in accordance with a previous representation when it was								
9	not.								
10	115. Defendants' unfair or deceptive acts or practices occurred repeatedly in								
11	Defendants' trade or business and were capable of deceiving a substantial portion of the								
12	purchasing public.								
13	116. Defendants knew that the Seresto Collars were unsafe and posed serious,								
14	continuous safety risks to consumers and their pets.								
15	117. Defendants were under a duty to Plaintiff and the Class Members to disclose that								
16	the Seresto Collars were, in fact, unsafe because:								
17	a. Defendants were in a superior position to know the true state of facts about								
18	the unsafe quality of the Seresto Collars;								
19	b. Plaintiff and Class Members could not reasonable have been expected to								
20	learn or discover that the Seresto Collars were unsafe;								
21	c. Defendants knew that Plaintiff and Class Members could not reasonably								
22	have been expected to learn or discover the unsafe quality of the Seresto								
23	Collars, except by suffering injury from the Products' use; and								
24	d. Defendants actively concealed from the consuming public and failed to								
25	disclose the unsafe quality of the Seresto Collars.								
26	118. In failing to disclose the serious safety risks posed by the Seresto Collars at the								
27	time of sale, Defendants have knowingly and intentionally concealed material facts and breached								
28	their duty not to do so.								

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119. The facts concealed, or otherwise not disclosed, by Defendants to Plaintiff and Class Members are material in that a reasonable consumer would have considered them to be important in deciding whether to purchase the Seresto Collars at all, or else to pay a lower price.

120. The concealed or omitted facts concerning the Seresto Collars are also material because they concern the safety of the Products, which through their normal and directed use pose serious, continuous safety risks to consumers and their pets.

121. Had Plaintiff and Class Members known about the true unsafe quality of the Seresto Collars, they would not have purchased the Products, or else would have paid less for them.

122. Had Defendants disclosed the true unsafe quality of the Seresto Collars to Plaintiff and Class Members prior to purchase, the Plaintiff and Class Members would have been aware of the true quality of the Products. Plaintiff and Class Members' economic injuries were proximately caused by Defendants' fraudulent and deceptive business practices.

Pursuant to the CLRA, Plaintiff is attaching a declaration establishing that venue 123. 14 is proper in this Court. 15

On March 30, 2021, Plaintiff sent the required notice to Defendants regarding their 124. 16 unlawful conduct and violation of the CLRA, pursuant to Cal. Civ. Code § 1782(a). Plaintiff will amend her complaint to add claims for monetary damages if Defendants fails to take the corrective 18 actions. 19

Pursuant to Cal. Civ. Code § 1780, Plaintiff seeks injunctive relief, reasonable 20 125. attorneys' fees and costs, and any other relief that the Court deems proper on behalf of Class Members. 22

#### SIXTH CAUSE OF ACTION VIOLATION OF THE CALIFORNIA FALSE ADVERTISING LAW (Cal. Bus. & Prof. Code § 17500, et seq.) (On Behalf of the Proposed Class)

126. Plaintiff brings this count on behalf of herself and the Class and repeats and realleges all previous paragraphs, as if fully included herein.

127. The California False Advertising Law ("FAL") states: "It is unlawful for any . . . corporation . . . with intent directly or indirectly to dispose of real or personal property . . . to induce the public to enter into any obligation relating thereto, to make or disseminate or cause to be made or disseminated . . . from this state before the public in any state, in any newspaper or other publication, or any advertising device, . . . or in any other manner or means whatever, including over the Internet, any statement . . . which is untrue or misleading, and which is known, or which by the exercise of reasonable care should be known, to be untrue or misleading." Cal. Bus. & Prof. Code § 17500.

128. All of the wrongful conduct alleged herein occurred in the course and conduct of Defendants' business.

129. Defendants caused to be made or disseminated throughout California and the United States, through advertising, marketing, and other publications, statements that were untrue or misleading, and which were known, or which, by the exercise of reasonable care, should have been known to Defendants, to be untrue and misleading to consumers, including Plaintiff and Class Members.

130. Defendants have violated the FAL because the omissions regarding the unsafe quality of the Seresto Collars, as described herein, were material and likely to deceive a reasonable consumer. Defendants marketed and sold the Products as a safe means of flea and tick prevention for pets. At no point, however, did Defendants disclose that the Products posed serious, continuous safety risks to consumers and their pets. By omitting or concealing information concerning the unsafe quality of the Seresto Collars when marketing the Products, Defendants' statements were untrue or misleading.

131. Plaintiff and Class Members have suffered an injury in fact, including the loss of
money or property, as a result of Defendants' unfair, unlawful, and/or deceptive practices. In
purchasing the Seresto Collars, Plaintiff and Class Members relied on the omissions of
Defendants with respect to the safety of the Products. Defendants' representations were untrue
because the Seresto Collars, as designed, manufactured, marketed, and sold, were unsafe to
consumers and their pets.

# CLASS ACTION COMPLAINT 28

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132. Had Plaintiff and Class Members known about the true unsafe quality of the Seresto Collars, they would not have purchased the Products, or else would have paid less for them. Plaintiff and Class Members overpaid for the Products and did not receive the benefit of their bargain.

133. Defendants profited from the sale of the falsely and deceptively advertised Seresto Collars to reasonable but unwary consumers, including Plaintiff and Class Members. Defendants were unjustly enriched as a result.

134. Plaintiff and Class Members are entitled to injunctive and equitable relief, restitution, and an order for the disgorgement of the funds by which Defendants were unjustly enriched.

135. Pursuant to Cal. Bus. & Prof. Code § 17535, Plaintiff, individually and on behalf of Class Members, seeks an order enjoining Defendants from continuing to engage in deceptive business practices, false advertising, and any other act prohibited by law, including those as set forth in this Complaint.

#### <u>SEVENTH CAUSE OF ACTION</u> VIOLATION OF THE CALIFORNIA UNFAIR COMPETITION LAW (Cal. Bus. & Prof. Code § 17200, *et seq*.) (On Behalf of the Proposed Class)

136. Plaintiff brings this count on behalf of herself and the Class and repeats and realleges all previous paragraphs, as if fully included herein.

137. The California Unfair Competition Law ("UCL") prohibits acts of "unfair competition," including any "unlawful, unfair or fraudulent business act or practice" and "unfair, deceptive, untrue or misleading advertising." Cal. Bus. & Prof. Code § 17200.

138. Defendants have engaged in unfair competition and unfair, unlawful, or fraudulent business practices through the conduct, statements, and omissions alleged herein, and by knowingly and intentionally concealing the true unsafe quality of the Seresto Collars from Plaintiff and Class Members. Defendants should have disclosed the true quality of the Products because they were in a superior position to know the true facts relating to the Products' true quality, and Plaintiff and Class Members could not reasonable be expected to learn or discover

the true unsafe quality of the Products, which in reality posed serious safety risks to consumers and their pets.

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139. The acts alleged herein are "unlawful" under the UCL in that they violate, at a minimum: (a) the California FAL, Cal. Bus. & Prof. Code §§ 17500, *et seq.*; and (b) the California CLRA, Cal. Civ. Code §§ 1750, *et seq.* 

140. Defendants' conduct with respect to the marketing and sale of the Seresto Collars was "unfair" because it was immoral, unethical, unscrupulous, or substantially injurious to consumers, and the utility of their conduct, if any, does not outweigh the gravity of the harm to their victims, including Plaintiff and Class Members.

- Defendants' conduct with respect to the marketing and sale of the Seresto
   Collars was and is unfair because it violates public policy as declared by
   specific constitutional, statutory or regulatory provisions, including but not
   limited to the applicable sections of the California FAL and California
   CLRA.
- b. Defendants' conduct with respect to the marketing and sale of the Seresto Collars was and is unfair because the consumer injury was substantial, not outweighed by benefits to consumers or competition, and such consumers' injury was not one consumers themselves could reasonably have avoided.
  c. Reasonable consumers, including Plaintiff and Class Members, purchased the Seresto Collars believing the Products were safe, both for their pets and for themselves, when in fact they were not—a fact of which consumers could not reasonably have become aware.

141. Defendants' conduct as alleged herein is "fraudulent" under the UCL because it
was likely to mislead or deceive a reasonable consumer—and did mislead and deceive reasonable
consumers, including Plaintiff and Class Members.

a. Defendants' omissions regarding the unsafe quality of the Seresto Collars,
 which was material information about the Products, were and are false and
 likely to mislead or deceive the public because a significant portion of the

general consuming public, acting reasonably, could be misled by Defendants' representations, which failed to disclose the unsafe quality of the Products.

142. Defendants' conduct directly and proximately caused and continues to cause substantial injury to Plaintiff and Class Members. Plaintiff and Class Members have suffered injuries-in-fact as a result of Defendants' unlawful, unfair, and fraudulent conduct.

143. The injuries suffered by consumers, including Plaintiff and Class Members, greatly outweigh any potential countervailing benefit to consumers or to competition.

144. Consumers, including Plaintiff and Class Members, are likely to continue to be damaged by Defendants' deceptive trade practices, because Defendants continue to disseminate misleading information about the Seresto Collars on the Products' packaging and through the marketing of the Products. Thus, injunctive relief enjoining Defendants' deceptive practices is appropriate.

145. In accordance with Cal. Bus. & Prof. Code § 17203, Plaintiff seeks an order enjoining Defendants from continuing to conduct business through unlawful, unfair, and/or fraudulent acts and practices, and to commence a corrective marketing campaign.

146. Plaintiff and Class Members also seek an order for and restitution of all monies from the sale of the Seresto Collars, which were unjustly acquired through acts of unlawful competition.

#### JURY DEMAND AND PRAYER FOR RELIEF

WHEREFORE, Plaintiff seeks a judgment:

• Ordering Defendants, in the form of an injunction, to cease the sale of the affected Products;

• Declaring this Action as a class action representing the Class as defined herein pursuant to Federal Rule of Civil Procedure 23, designating Plaintiff as representative for said Class, and appointing the undersigned counsel of record as class counsel;

- Declaring Defendants' conduct unlawful under the statutes and causes of action pleaded herein;
- Awarding damages pursuant to the statutes and the causes of action pleaded herein;
- Awarding costs and expenses, including reasonable fees for Plaintiff's attorneys and experts;
- Awarding pre- and post-judgment to Plaintiff and members of the proposed Class, if applicable; and, ordering further relief as this Court deems just and proper.

Plaintiff demands a trial by jury of all claims triable in this Complaint. Plaintiff also respectfully requests leave to amend this Complaint as necessary.

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12	DATED: March 30, 2021	Respectfully submitted,
13		<u>/s/ Alex R. Straus</u> Alex R. Straus, SBN 321366
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15		Los Angeles, CA 91436
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24		*
25		*pro hac vice application forthcoming
26		Attorneys for Plaintiff
		and the Proposed Classes
27		
28		
		LASS ACTION COMPLAINT
		32

#### JS-CAND 44 (Rev. 10/2020) Case 3:21-cv-02227-RS\_Document 1-1\_Filed 03/30/21\_Page 1 of 2 CIVIL COVER SHEET

The JS-CAND 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved in its original form by the Judicial Conference of the United States in September 1974, is required for the Clerk of Court to initiate the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)

I. (a) PLAINTIFFS					DEFEN	DANTS					
(b) County of Residence of First Listed Plaintiff (EXCEPT IN U.S. PLAINTIFF CASES)					County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED.						
(c)	Attorneys (Firm Name, Address,	and Telephone Number)			Attorneys	(If Known)					
II.	BASIS OF JURISDICT	<b>ION</b> (Place an "X" in One Box Only)	ш		<b>FIZENSHI</b> Diversity Case		INCIP	AL PA	<b>RTIES</b> (Place an "X" in One Bo and One Box for Defena		aintiff
							PTF	DEF		PTF	DEF
1	U.S. Government Plaintiff 3	Federal Question (U.S. Government Not a Party)		Citize	en of This State		1	1	Incorporated <i>or</i> Principal Place of Business In This State	4	4
2	U.S. Government Defendant 4	U.S. Government Defendant 4 Diversity (Indicate Citizenship of Parties in Item III)		Citize	en of Another St	ate	2	2	Incorporated <i>and</i> Principal Place of Business In Another State	5	5
	(indicate Citizenship of Farities in item iii)				en or Subject of a gn Country	a	3	3	Foreign Nation	6	6

#### IV. NATURE OF SUIT (Place an "X" in One Box Only)

CONTRACT TORTS			FORFEITURE/PENALTY	BANKRUPTCY	OTHER STATUTES			
CONTRACT 110 Insurance 120 Marine 130 Miller Act 140 Negotiable Instrument 150 Recovery of Overpayment Of Veteran's Benefits 151 Medicare Act 152 Recovery of Defaulted Student Loans (Excludes Veterans) 153 Recovery of Overpayment of Veteran's Benefits 160 Stockholders' Suits 190 Other Contract 195 Contract Product Liability 196 Franchise REAL PROPERTY 210 Land Condemnation 220 Foreclosure 230 Rent Lease & Ejectment 240 Torts to Land 245 Tort Product Liability 290 All Other Real Property	TOI         PERSONAL INJURY         310 Airplane         315 Airplane Product Liability         320 Assault, Libel & Slander         330 Federal Employers' Liability         340 Marine         345 Marine Product Liability         350 Motor Vehicle         355 Motor Vehicle Product Liability         360 Other Personal Injury         362 Personal Injury -Medical Malpractice         CIVIL RIGHTS         440 Other Civil Rights         441 Voting         442 Employment         443 Housing/ Accommodations         445 Amer. w/Disabilities- Employment         446 Amer. w/Disabilities- Other         448 Education	PERSONAL INJURY         365 Personal Injury – Product         Liability         367 Health Care/         Pharmaceutical Personal         Injury Product Liability         368 Asbestos Personal Injury         368 Asbestos Personal Injury         Product Liability         368 Asbestos Personal Injury         Product Liability         368 Asbestos Personal Injury         J70 Other Fraud         371 Truth in Lending         380 Other Personal Property         Damage         385 Property Damage Product         Liability         PRISONER PETITIONS         HABEAS CORPUS         463 Alien Detainee         510 Motions to Vacate         Sentence         530 General         535 Death Penalty         OTHER         540 Mandamus & Other         555 Prison Condition         555 Prison Condition         560 Civil Rights         555 Prison Condition	FORFEITURE/PENALTY 625 Drug Related Seizure of Property 21 USC § 881 690 Other LABOR 710 Fair Labor Standards Act 720 Labor/Management Relations 740 Railway Labor Act 751 Family and Medical Leave Act 790 Other Labor Litigation 791 Employee Retirement Income Security Act HMIGRATION 462 Naturalization Application 465 Other Immigration Actions	BANKRUPTCY422 Appeal 28 USC § 158423 Withdrawal 28 USC § 157PROPERTY RIGHTS820 Copyrights830 Patent835 Patent—Abbreviated New Drug Application840 Trademark830 Defend Trade Secrets Act of 2016SOCIAL SECURITY861 HIA (1395ff)862 Black Lung (923)863 DIWC/DIWW (405(g))864 SSID Title XVI865 RSI (405(g))FEDERAL TAX SUITS870 Taxes (U.S. Plaintiff or Defendant)871 IRS—Third Party 26 USC § 7609	OTHER STATUTES375 False Claims Act376 Qui Tam (31 USC § 3729(a))400 State Reapportionment410 Antitrust430 Banks and Banking450 Commerce460 Deportation470 Racketeer Influenced & Corrupt Organizations480 Consumer Credit485 Telephone Consumer Protection Act490 Cable/Sat TV850 Securities/Commodities/ Exchange890 Other Statutory Actions891 Agricultural Acts893 Environmental Matters895 Freedom of Information Act899 Administrative Procedure Act/Review or Appeal of Agency Decision950 Constitutionality of State Statutes			
V.       ORIGIN (Place an "X" in One Box Only)         1       Original Proceeding       2       Removed from 3       Remanded from 4       Reinstated or Reopened       5       Transferred from Another District (specify)       6       Multidistrict Litigation-Transfer       8       Multidistrict Litigation-Direct File         VI.       CAUSE OF ACTION Brief description of cause:       Cite the U.S. Civil Statute under which you are filing (Do not cite jurisdictional statutes unless diversity): Brief description of cause:       CHECK VES only if demanded in complaint: JURY DEMAND: Yes No         VII.       REQUESTED IN CHECK IF THIS IS A CLASS ACTION UNDER RULE 23, Fed. R. Civ. P.       DEMAND \$       CHECK YES only if demanded in complaint: JURY DEMAND: Yes No         VIII.       RELATED CASE(S), IF ANY (See instructions):       JUDGE       DOCKET NUMBER								
IX. DIVISIONAL A (Place an "X" in One Box O	SSIGNMENT (Civil Lonly) SAN FRA	ocal Rule 3-2) NCISCO/OAKLAND	SAN JOSI	E EUREKA-	MCKINLEYVILLE			

#### **INSTRUCTIONS FOR ATTORNEYS COMPLETING CIVIL COVER SHEET FORM JS-CAND 44**

Authority For Civil Cover Sheet. The JS-CAND 44 civil cover sheet and the information contained herein neither replaces nor supplements the filings and service of pleading or other papers as required by law, except as provided by local rules of court. This form, approved in its original form by the Judicial Conference of the United States in September 1974, is required for the Clerk of Court to initiate the civil docket sheet. Consequently, a civil cover sheet is submitted to the Clerk of Court for each civil complaint filed. The attorney filing a case should complete the form as follows:

- **I.** a) **Plaintiffs-Defendants.** Enter names (last, first, middle initial) of plaintiff and defendant. If the plaintiff or defendant is a government agency, use only the full name or standard abbreviations. If the plaintiff or defendant is an official within a government agency, identify first the agency and then the official, giving both name and title.
- b) County of Residence. For each civil case filed, except U.S. plaintiff cases, enter the name of the county where the first listed plaintiff resides at the time of filing. In U.S. plaintiff cases, enter the name of the county in which the first listed defendant resides at the time of filing. (NOTE: In land condemnation cases, the county of residence of the "defendant" is the location of the tract of land involved.)
- c) Attorneys. Enter the firm name, address, telephone number, and attorney of record. If there are several attorneys, list them on an attachment, noting in this section "(see attachment)."
- **II.** Jurisdiction. The basis of jurisdiction is set forth under Federal Rule of Civil Procedure 8(a), which requires that jurisdictions be shown in pleadings. Place an "X" in one of the boxes. If there is more than one basis of jurisdiction, precedence is given in the order shown below.
  - (1) United States plaintiff. Jurisdiction based on 28 USC §§ 1345 and 1348. Suits by agencies and officers of the United States are included here.
  - (2) <u>United States defendant</u>. When the plaintiff is suing the United States, its officers or agencies, place an "X" in this box.
  - (3) Federal question. This refers to suits under 28 USC § 1331, where jurisdiction arises under the Constitution of the United States, an amendment to the Constitution, an act of Congress or a treaty of the United States. In cases where the U.S. is a party, the U.S. plaintiff or defendant code takes precedence, and box 1 or 2 should be marked.
  - (4) <u>Diversity of citizenship</u>. This refers to suits under 28 USC § 1332, where parties are citizens of different states. When Box 4 is checked, the citizenship of the different parties must be checked. (See Section III below; NOTE: federal question actions take precedence over diversity cases.)
- **III. Residence (citizenship) of Principal Parties.** This section of the JS-CAND 44 is to be completed if diversity of citizenship was indicated above. Mark this section for each principal party.
- **IV.** Nature of Suit. Place an "X" in the appropriate box. If the nature of suit cannot be determined, be sure the cause of action, in Section VI below, is sufficient to enable the deputy clerk or the statistical clerk(s) in the Administrative Office to determine the nature of suit. If the cause fits more than one nature of suit, select the most definitive.
- V. Origin. Place an "X" in one of the six boxes.
  - (1) Original Proceedings. Cases originating in the United States district courts.
  - (2) <u>Removed from State Court</u>. Proceedings initiated in state courts may be removed to the district courts under Title 28 USC § 1441. When the petition for removal is granted, check this box.
  - (3) <u>Remanded from Appellate Court</u>. Check this box for cases remanded to the district court for further action. Use the date of remand as the filing date.
  - (4) <u>Reinstated or Reopened</u>. Check this box for cases reinstated or reopened in the district court. Use the reopening date as the filing date.
  - (5) <u>Transferred from Another District</u>. For cases transferred under Title 28 USC § 1404(a). Do not use this for within district transfers or multidistrict litigation transfers.
  - (6) <u>Multidistrict Litigation Transfer</u>. Check this box when a multidistrict case is transferred into the district under authority of Title 28 USC § 1407. When this box is checked, do not check (5) above.
  - (8) <u>Multidistrict Litigation Direct File</u>. Check this box when a multidistrict litigation case is filed in the same district as the Master MDL docket.

Please note that there is no Origin Code 7. Origin Code 7 was used for historical records and is no longer relevant due to changes in statute.

- VI. Cause of Action. Report the civil statute directly related to the cause of action and give a brief description of the cause. Do not cite jurisdictional statutes unless diversity. Example: U.S. Civil Statute: 47 USC § 553. <u>Brief Description</u>: Unauthorized reception of cable service.
- VII. Requested in Complaint. Class Action. Place an "X" in this box if you are filing a class action under Federal Rule of Civil Procedure 23.

Demand. In this space enter the actual dollar amount being demanded or indicate other demand, such as a preliminary injunction.

Jury Demand. Check the appropriate box to indicate whether or not a jury is being demanded.

- VIII. Related Cases. This section of the JS-CAND 44 is used to identify related pending cases, if any. If there are related pending cases, insert the docket numbers and the corresponding judge names for such cases.
- IX. Divisional Assignment. If the Nature of Suit is under Property Rights or Prisoner Petitions or the matter is a Securities Class Action, leave this section blank. For all other cases, identify the divisional venue according to Civil Local Rule 3-2: "the county in which a substantial part of the events or omissions which give rise to the claim occurred or in which a substantial part of the property that is the subject of the action is situated."

Date and Attorney Signature. Date and sign the civil cover sheet.