UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

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Joan Kominis and Jason McAllister, individually and on behalf of all others similarly situated,	: CASE NO. 1:22-cv-06673 JPC
Plaintiffs, v.	: CONSOLIDATED AMENDED CLASS ACTION COMPLAINT
Starbucks Corporation,	JURY TRIAL DEMANDED
Defendant.	: :
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Plaintiffs Joan Kominis and Jason McAllister ("Plaintiffs"), on behalf of themselves and all others similarly situated, by and through their attorneys, bring this Class Action Complaint against Starbucks Corporation ("Defendant" or "Starbucks"), based upon personal knowledge as to themselves, and upon information, investigation and belief of their counsel.

SUMMARY OF THE ACTION

- 1. This class action seeks to challenge Defendant's false and deceptive practices in the marketing and sale of a number of its Starbucks Refresher Products, which are marketed as fruit-based beverages available for sale at Starbucks' brick and mortar locations.
- 2. Starbucks has marketed the Products with the name of specific fruits, representing to its consumers that the Products, which are supposed to be fruit-based beverages, contain those advertised fruits. Specifically, the Products include the following: (1) Mango Dragonfruit Lemonade Starbucks Refreshers; (2) Mango Dragonfruit Starbucks Refreshers; (3) Strawberry Acai Lemonade Starbucks Refreshers; (4) Strawberry Acai Starbucks Refresher; (5) Pineapple

Passionfruit Lemonade Starbucks Refreshers; and (6) Pineapple Passionfruit Starbucks Refreshers (together, the "Products").

- 3. Despite their names, and unbeknownst to consumers, the Mango Dragonfruit and Mango Dragonfruit Lemonade Refreshers contain *no mango*, the Pineapple Passionfruit and Pineapple Passionfruit Lemonade Refreshers contain *no passionfruit*, and the Strawberry Acai and Strawberry Acai Lemonade Refreshers contain *no acai*. Further, *all* of the Products are predominantly made with water, grape juice concentrate, and sugar.
- 4. Plaintiffs and other consumers purchased the Products and paid a premium price based upon their reliance on Defendant's naming of the Products. Had Plaintiffs and other consumers been aware that the Products are missing one of the named fruits, they would not have purchased the Products or would have paid significantly less for them. Accordingly, Plaintiffs and Class members have been injured by Defendant's deceptive business practices.

PARTIES

I. Plaintiff

5. Plaintiff Kominis is a citizen of New York and currently resides in Astoria, New York. In late 2021, Plaintiff Kominis purchased the Strawberry Acai Lemonade Refresher at Starbucks locations in New York, New York and Queens, New York. Based on the Product's name posted on the Starbucks' store's menu board, Plaintiff Kominis reasonably believed that the Product contained acai. Moreover, she did not see any statement or information on the Starbucks menu board which informed her that there was no acai in the Product. Had she known that the Product did not contain acai, she would not have purchased it, or would have paid significantly less for it.

6. Plaintiff McAllister is a citizen of California and currently resides in Fairfield, California. In or around June 2022 and in early 2022, Plaintiff McAllister purchased the Strawberry Acai Refresher Product from Starbucks stores in Fairfield and Vacaville, California. Based on the Product's name posted on the store's menu board, Plaintiff McAllister reasonably believed that the Product contained acai. Moreover, he did not see any statement or information on the Starbucks menu board which informed him that there was no acai in the Product. Had he known that the Product did not contain acai, he would not have purchased it, or would have paid significantly less for it.

II. Defendant

7. Defendant Starbucks Corporation is a Washington corporation with its principal place of business in Seattle, Washington. Defendant operates one of the world's largest coffee and beverage chains, which sell coffee, tea, and other beverages, including the Products challenged in this Complaint.

JURISDICTION AND VENUE

- 8. This Court has subject matter jurisdiction under the Class Action Fairness Act, 28 U.S.C. §1332(d) in that: (1) this is a class action involving more than 100 Class members; (2) the parties are minimally diverse, as members of the proposed class are citizens of states different than Defendant's home state; and (3) the amount in controversy is in excess of \$5,000,000, exclusive of interests and costs.
- 9. This Court has personal jurisdiction over Defendant because it conducts and transacts substantial business in New York, and intentionally and purposefully placed the Products into the stream of commerce within New York.

10. Venue is proper in this District pursuant to 28 U.S.C. § 1391 because a substantial part of the events or omissions giving rise to one of the Plaintiffs' claims occurred in this District. Namely, Plaintiff Kominis purchased one of the Products in this District.

FACTUAL BACKGROUND

- 11. Defendant is responsible for the formulation, manufacturing, marketing, naming, advertising, and sale of its beverage products sold in its thousands of retail stores located in the United States, including the Products at issue here.
- 12. The Products are part of Defendant's "Refresher" line of beverages, marketed as fruit-based beverages.
- 13. Unfortunately for consumers, Defendant engages in false and misleading advertising regarding the Products to gain a competitive edge in the market, all at the expense of unsuspecting consumers.
- 14. Specifically, for each of the Products, Starbucks has marketed the Products with the name of specific fruits, representing to its consumers that the Products, which are supposed to be fruit-based beverages, contain those specific fruits.
- 15. Indeed, as portrayed below, the presence of fruit in the Products is central to the Products' identity.





- 16. Based on the Products' advertising, reasonable consumers purchase the Products with the expectation that the Products contain *all* the fruits clearly listed in their respective names.
- 17. However, unbeknownst to consumers, the Mango Dragonfruit and Mango Dragonfruit Lemonade Refreshers contain *no mango*, the Pineapple Passionfruit and Pineapple Passionfruit Lemonade Refreshers contain *no passionfruit*, and the Strawberry Acai and Strawberry Acai Lemonade Refreshers contain *no acai*.
- 18. Instead, *all* of the Products are predominantly made with water, grape juice concentrate, and sugar.
- 19. This is not what consumers expect when it comes to Starbucks items. Consumers expect Starbucks' products to live up to their name, and many of them rightfully do. Indeed, Starbucks' hot chocolate contains cocoa, its matcha lattes contain matcha, and its honey mint tea contains honey and mint, just as consumers expect. While these Starbucks products live up to their names and contain their promised ingredients, the Products are missing mango, passionfruit, and acai. Moreover, furthering the deceptive nature of Starbucks' advertising is the fact that the Products do in fact contain freeze-dried pieces of strawberries, pineapple, and dragon fruit, which would indicate to a reasonable consumer that the Products fully live up to their name by advertising *all* of the fruits advertised in the Products' name. Thus, the Products' names are deceptive.
- 20. Notably, nowhere does Starbucks disclose that these Products are missing their promised ingredients. As such, consumers cannot reasonably know or expect that the Products are each missing one of the named ingredients.

21. The reasonable belief that the Products contain all their advertised fruits was a significant factor in Plaintiffs and other class members' decisions to purchase the Products. These missing fruit ingredients are important to consumers because they are premium ingredients, and consumers value them over the less nutritious and cheaper grape juice concentrate found in the Products. For example, acai berry and its juice, which are missing from the Strawberry Acai and Strawberry Acai Lemonade Products, are known to provide benefits to heart health, cognitive function, and contain anti-cancerous properties. Mango is also known to be a "great source of magnesium and potassium. And passionfruit is known to be rich in Vitamin C, Vitamin A, fiber, and other nutrients. Conversely, grape juice concentrate is a less premium ingredient commonly used as a cheap filler in juice products. Thus, Starbucks promises premium products, but provides consumers with cheaper, less premium alternatives.

- 22. As the entity responsible for the development, naming, manufacturing, advertising, distribution and sale of the Products, Defendant knew or should have known that the Products falsely and deceptively represent to contain certain ingredients that they do not contain.
- 23. Defendant also knew or should have known that Plaintiffs and other consumers, in purchasing the Products, would rely on Defendant's advertising. Nonetheless, Defendant deceptively advertises the Products in order to deceive consumers and gain an unfair advantage in the market.
- 24. Consumers are willing to pay more for the Products based on the belief that the Products contain mango, passionfruit, and acai. Plaintiffs and other consumers would have paid

¹ https://www.medicalnewstoday.com/articles/305576#health-benefits

² https://www.webmd.com/diet/health-benefits-mango

³ https://www.webmd.com/food-recipes/passion-fruit-health-benefits#:~:text=Passion%20fruit%20is%20full%20of,protects%20your%20cells%20from%20d amage

significantly less for the Products, or would not have purchased them at all, had they known that the truth about them. Thus, through the use of misleading representations, Defendant commands a price that Plaintiffs and the Class would not have paid had they been fully informed.

25. Therefore, Plaintiffs and other consumers purchasing the Products have suffered injury in fact and lost money as a result of Defendant's false and deceptive practices, as described herein.

CLASS DEFINITION AND ALLEGATIONS

26. Plaintiffs bring this matter on behalf of themselves and those similarly situated. Pursuant to Rule 23 of the Federal Rules of Civil Procedure (the "Rules" or "Rule"), Plaintiff Kominis seeks to represent the following class (herein, the "New York Class"):

All residents of New York who purchased any of the Products in New York for personal, family, or household consumption and not for resale within the applicable statute of limitations.

27. Pursuant to Rule 23, Plaintiff McAllister seeks to represent the following Classes:

California Class

All residents of California who purchased the Products within the applicable statute of limitation ("California Class").

California Consumer Subclass

All residents of California who purchased the Products for personal, family, or household purposes, within the applicable statute of limitations period ("California Consumer Subclass") (together with the California Class and the New York Class, the "Classes").

28. Plaintiffs reserve the right to amend the definitions of the Classes if discovery or further investigation reveal that the Classes should be expanded or narrowed, divided into additional subclasses under Rule 23(c)(5), or modified in any other way.

- 29. The following people and entities are excluded from the Classes: (1) any Judge or Magistrate presiding over this action and the members of their family; (2) Defendant, Defendant's subsidiaries, parents, successors, predecessors, and any entity in which the Defendant or its parents have a controlling interest and their current employees, officers and directors; (3) persons who properly execute and file a timely request for exclusion from the Classes; (4) persons whose claims in this matter have been finally adjudicated on the merits or otherwise released; (5) Plaintiffs' counsel and Defendant's counsel; and (6) the legal representatives, successors, and assigns of any such excluded persons.
- 30. This action is properly brought and should be maintained as a class action under Rule 23(a), satisfying the class action prerequisites of numerosity, commonality, typicality, and adequacy because:
- 31. <u>Numerosity</u>: Members of each Class are so numerous and geographically dispersed that individual joinder of all Class members is impracticable. The precise number of Class members is unknown to Plaintiffs but is likely to be ascertained by the Defendant's records. At a minimum, there are likely hundreds of thousands of Class members.
- 32. <u>Commonality</u>: There are questions of law and fact common to the proposed Classes. Common questions of law and fact include, without limitations:
 - a. whether Defendant's course of conduct alleged herein violates the statutes and other laws that are pled in this Complaint;
 - whether reasonable consumers would rely upon Defendant's representations about the Products and reasonably believe the Products contain all their advertised ingredients;

- whether Defendant knew or should have known its representations were false or misleading;
- d. whether Defendant was unjustly enriched by retaining monies from the sale of the
 Product;
- e. whether certification of the Classes is appropriate under Rule 23;
- f. whether Plaintiffs and the members of each Class are entitled to declaratory, equitable, and/or other relief, and the scope of such relief; and
- g. the amount and nature of the relief to be awarded to the Plaintiffs and the Class, including whether Plaintiffs and the Class are entitled to punitive damages.
- 33. **Typicality:** Plaintiffs' claims are typical of the other Class members because Plaintiffs, as well as Class members, purchased the Products. Plaintiffs and the members of the Class relied on the representations made by the Defendant about the Products prior to purchasing the Products. Plaintiffs and the members of each Class paid for Defendant's Products and would not have purchased them (or would have paid substantially less for them) had they known that the Defendant's representations were untrue.
- 34. <u>Adequacy</u>: Plaintiffs will fairly and adequately protect the interests of the proposed Classes as their interests do not conflict with the interests of the members of the proposed Classes they seek to represent, and they have retained counsel competent and experienced in class action litigation. Thus, the interests of the members of the Classes will be fairly and adequately protected by Plaintiffs and their counsel.
- 35. **Predominance:** Pursuant to Rule 23(b)(3), the common issues of law and fact identified in this Complaint predominate over any other questions affecting only individual members of the Classes. Class issues fully predominate over any individual issue because no

inquiry into individual conduct is necessary; all that is required is a narrow focus on Defendant's misconduct detailed at length in this Complaint.

36. <u>Superiority</u>: A class action is superior to all other available methods for the fair and efficient adjudication of this litigation because individual litigation of each claim is impractical. It would be unduly burdensome to have individual litigation of hundreds of thousands of individual claims in separate lawsuits, every one of which would present the issues presented in the Complaint/lawsuit. Further, because of the damages suffered by any individual Class member may be relatively modest in relation to the cost of litigation, the expense and burden of individual litigation make it difficult, if not impossible. Furthermore, many of the Class members may be unaware that claims exist against the Defendant.

CLAIMS FOR RELIEF

FIRST CLAIM FOR RELIEF VIOLATION OF NEW YORK GENERAL BUSINESS LAW § 349 (On Behalf of Plaintiff Kominis and the New York Class)

- 37. Plaintiff Kominis repeats and realleges Paragraphs 1-36 as if fully set forth herein.
- 38. New York General Business Law ("GBL") § 349 prohibits "[d]eceptive acts or practices in the conduct of any business, trade, or commerce or in the furnishing of any service in this state."
- 39. The conduct of Defendant alleged herein constitutes "unlawful" deceptive acts and practices in violation of GBL § 349, and as such, Plaintiff Kominis and the New York Class Members seek monetary damages.
- 40. Defendant misleadingly, inaccurately, and deceptively advertised and marketed its Products to consumers.

- 41. Defendant's improper consumer-oriented conduct—including naming and advertising that the Products contain ingredients that they do not (mango, passionfruit, and acai)—is misleading in a material way in that it, *inter alia*, induced Plaintiff Kominis and the New York Class Members to purchase and pay a premium for Defendant's Products and to consume the Products when they otherwise would not have. Defendant made its untrue and/or misleading statements and representations willfully, wantonly, and with reckless disregard for the truth.
- 42. Plaintiff Kominis and the New York Class Members have been injured inasmuch as they paid a premium for the Products that did not contain mango, passionfruit, and acai, contrary to Defendant's representations of the Products. Accordingly, Plaintiff Kominis and the New York Class Members received less than what they bargained and/or paid for.
- 43. Defendant's deceptive and misleading practices constitute a deceptive act and practice in the conduct of business in violation of New York General Business Law §349(a) and Plaintiff Kominis and the New York Class Members have been damaged thereby.
- 44. As a result of Defendant's "unlawful" deceptive acts and practices, Plaintiff Kominis and the New York Class are entitled to monetary, compensatory, statutory, treble and punitive damages, restitution and disgorgement of all moneys obtained by means of Defendant's unlawful conduct, interest, and attorneys' fees and costs.

SECOND CLAIM FOR RELIEF VIOLATION OF NEW YORK GENERAL BUSINESS LAW § 350 (On Behalf of Plaintiff Kominis and the New York Subclass)

- 45. Plaintiff Kominis repeats and realleges Paragraphs 1-36 as if fully set forth herein.
- 46. New York General Business Law § 350 provides, in part, as follows: "False advertising in the conduct of any business, trade or commerce or in the furnishing of any service in this state is hereby declared unlawful."

47. GBL § 350-a(1) provides, in part, as follows:

The term "false advertising" means advertising, including labeling, of a commodity, or of the kind, character, terms or conditions of any employment opportunity if such advertising is misleading in a material respect. In determining whether any advertising is misleading, there shall be taken into account (among other things) not only representations made by statement, word, design, device, sound or any combination thereof, but also the extent to which the advertising fails to reveal facts material in the light of such representations with respect to the commodity or employment to which the advertising relates under the conditions prescribed in said advertisement, or under such conditions as are customary or usual. ...

- 48. Defendant's naming of the Products to represent that the Products contain mango, passionfruit, and acai are materially misleading representations inasmuch as they misrepresent the Products' ingredients.
- 49. Plaintiff Kominis and the New York Class Members have been injured inasmuch as they relied upon the naming of the Products and paid a premium for products that did not contain the ingredients that were promised. Accordingly, Plaintiff Kominis and the New York Class Members received less than what they bargained and/or paid for.
- 50. Defendant's naming of the Products induced Plaintiff Kominis and the New York Class Members to buy Defendant's Products. Thus, Defendant made material misrepresentations about the Products.
- 51. Defendant made the foregoing untrue and/or misleading representations willfully, wantonly, and with reckless disregard for the truth.
- 52. Defendant's material misrepresentations were substantially uniform in content, presentation, and impact upon consumers at large. Moreover, all consumers purchasing the Products were exposed to Defendant's material misrepresentations.

53. As a result of Defendant's "unlawful" deceptive acts and practices, Plaintiff Kominis and the New York Class are entitled to monetary, compensatory, statutory, treble and punitive damages, restitution and disgorgement of all moneys obtained by means of Defendant's unlawful conduct, interest, and attorneys' fees and costs.

THIRD CLAIM FOR RELIEF
VIOLATION OF CALIFORNIA'S CONSUMERS LEGAL REMEDIES ACT
California Civil Code § 1750, et seq.
(On behalf of Plaintiff McAllister and the California Consumer Subclass)

- 54. Plaintiff McAllister repeats the allegations contained in paragraphs 1-36 above as if fully set forth herein.
- 55. Plaintiff McAllister brings this claim individually and on behalf of the members of the proposed California Consumer Subclass against Defendant pursuant to California's Consumers Legal Remedies Act ("CLRA"), Cal. Civ. Code § 1750, et seq.
- 56. The Products are "goods" within the meaning of Cal. Civ. Code § 1761(a), and the purchases of the Products by Plaintiff McAllister and members of the California Consumer Subclass constitute "transactions" within the meaning of Cal. Civ. Code § 1761(e).
- 57. Cal. Civ. Code § 1770(a)(5) prohibits "[r]epresenting that goods or services have sponsorship, approval, characteristics, ingredients, uses, benefits, or quantities which they do not have..." By representing the Products with the names of specific ingredients, Defendant has represented and continues to represent that the Products have characteristics (i.e., that they contain acai, mango, and passionfruit) that they do not have. Therefore, Defendant has violated section 1770(a)(5) of the CLRA.
- 58. Cal. Civ. Code § 1770(a)(7) prohibits "[r]espresenting that goods or services are of a particular standard, quality, or grade, or that goods are of a particular style or model, if they are of another." By representing the Products with the names of specific ingredients, Defendant has represented and continues to represent that the Products are of a particular standard (i.e., that

they contain acai, mango, and passionfruit) when they are not of that standard. Therefore, Defendant has violated section 1770(a)(7) of the CLRA.

- 59. Cal. Civ. Code § 1770(a)(9) prohibits "[a]dvertising goods or services with intent not to sell them as advertised." By advertising the Products with the names of specific ingredients, Defendant has advertised the Products with characteristics it intended not to provide to consumers. As such, Defendant has violated section 1770(a)(9) of the CLRA.
- 60. At all relevant times, Defendant has known or reasonably should have known that the advertising of the Products' names is false and misleading, and that Plaintiff McAllister and other members of the California Consumer Subclass would reasonably and justifiably rely on the Products' names when purchasing the Products. Nonetheless, Defendant deceptively advertises the Products as such in order to deceive consumers into believing they are receiving ingredients in the Products that they are not actually receiving.
- 61. Plaintiff McAllister and members of the California Consumer Subclass have justifiably relied on Defendant's misleading representations when purchasing the Products. Moreover, based on the materiality of Defendant's misleading and deceptive conduct, reliance may be presumed or inferred for Plaintiff McAllister and members of California Consumer Subclass.
- 62. Plaintiff McAllister and members of the California Consumer Subclass have suffered and continue to suffer injuries caused by Defendant because they would have paid significantly less for the Products, or would not have purchased them at all, had they known that the Products do not contain all the ingredients plainly advertised by the Products' names.
- 63. Under Cal. Civ. Code § 1782(d), Plaintiff McAllister is currently bringing an action for injunctive relief and damages under the CLRA. On October 6, 2022, counsel for Plaintiff McAllister mailed Defendant a notice letter, pursuant to the CLRA, informing Defendant of its violations under the CLRA. Not less than 30 days after the commencement of

this action, Plaintiff McAllister will amend his complaint to include a request for damages pursuant to Section 1782 of the CLRA.

FOURTH CLAIM FOR RELIEF

VIOLATION OF CALIFORNIA'S FALSE ADVERTISING LAW California Business & Professions Code § 17500, et seq (On behalf of Plaintiff McAllister and the California Class)

- 64. Plaintiff McAllister repeats the allegations contained in paragraphs 1-36 above as if fully set forth herein.
- 65. Plaintiff McAllister brings this claim individually and on behalf of the members of the proposed California Class against Defendant pursuant to California's False Advertising Law ("FAL"), Cal. Bus. & Prof. Code § 17500, et seq.
- 66. The FAL makes it "unlawful for any person to make or disseminate or cause to be made or disseminated before the public . . . in any advertising device . . . or in any other manner or means whatever, including over the Internet, any statement, concerning . . . personal property or services professional or otherwise, or performance or disposition thereof, 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.
- 67. Defendant has represented and continues to represent to the public, including Plaintiff McAllister and members of the proposed California Class, through its deceptive advertising, that the Products contain specific ingredients that they do not contain. Because Defendant has disseminated misleading information regarding the Products, and Defendant knows, knew, or should have known through the exercise of reasonable care that the representations were and continue to be misleading, Defendant has violated the FAL.
- 68. As a result of Defendant's false advertising, Defendant has and continues to unlawfully obtain money from Plaintiff McAllister and members of the California Class. Plaintiff McAllister therefore requests that the Court cause Defendant to restore this fraudulently

obtained money to them and members of the proposed California Class, to disgorge the profits Defendant made on these transactions, and to enjoin Defendant from violating the FAL or violating it in the same fashion in the future as discussed herein. Otherwise, Plaintiff McAllister and members of the proposed California Class may be irreparably harmed and/or denied an effective and complete remedy.

FIFTH CLAIM FOR RELIEF

VIOLATION OF CALIFORNIA'S UNFAIR COMPETITION LAW ("UCL"), California Business & Professions Code § 17200, et seq. (On behalf of Plaintiff McAllister and the California Class)

- 69. Plaintiff McAllister repeats the allegations contained in paragraphs 1-36 above as if fully set forth herein.
- 70. Plaintiff McAllister brings this claim individually and on behalf of the members of the proposed California Class against Defendant pursuant to California Business & Professions Code § 17200 ("UCL").
- 71. The UCL, Cal. Bus. & Prof Code § 17200, provides, in pertinent part, that "unfair competition shall mean and include unlawful, unfair or fraudulent business practices and unfair, deceptive, untrue or misleading advertising"
- 72. Under the UCL, a business act or practice is "unlawful" if it violates any established state or federal law. Defendant's false and misleading advertising of the Products was and continues to be "unlawful" because it violates the CLRA, the FAL, and other applicable laws as described herein. As a result of Defendant's unlawful business acts and practices, Defendant has unlawfully obtained money from Plaintiff McAllister and members of the proposed California Class.
- 73. Under the UCL, a business act or practice is "unfair" if its conduct is substantially injurious to consumers, offends public policy, and is immoral, unethical, oppressive, and unscrupulous, as the benefits for committing such acts or practices are outweighed by the gravity

of the harm to the alleged victims. Defendant's conduct was and continues to be of no benefit to purchasers of the Products, as it is misleading, unfair, unlawful, and is injurious to consumers who rely on the Products' advertising. Deceiving consumers into believing they will receive certain ingredients based on the Products' advertising, but failing to provide those ingredients as advertised, is of no benefit to consumers. Therefore, Defendant's conduct was and continues to be "unfair." As a result of Defendant's unfair business acts and practices, Defendant has and continues to unfairly obtain money from Plaintiff McAllister and members of the proposed California Class.

- 74. Under the UCL, a business act or practice is "fraudulent" if it actually deceives or is likely to deceive members of the consuming public. Defendant's conduct here was and continues to be fraudulent because it has the effect of deceiving consumers into believing they will receive ingredients that they will not receive due to the Products' advertising and names. Because Defendant misled Plaintiff McAllister and members of the California Class, Defendant's conduct was "fraudulent." As a result of Defendant's fraudulent business acts and practices, Defendant has and continues to fraudulently obtain money from Plaintiff McAllister and members of the California Class.
- 75. Plaintiff McAllister requests that the Court cause Defendant to restore this unlawfully, unfairly, and fraudulently obtained money to them, and members of the proposed California Class, to disgorge the profits Defendant made on these transactions, and to enjoin Defendant from violating the UCL or violating it in the same fashion in the future as discussed herein. Otherwise, Plaintiff McAllister and members of the proposed California Class may be irreparably harmed and/or denied an effective and complete remedy.

SIXTH CLAIM FOR RELIEF VIOLATIONS OF BREACH OF EXPRESS WARRANTY STATUTE N.Y. U.C.C. Law § 2-313

(On behalf of Plaintiff Kominis and the New York Class)

76. Plaintiff Kominis repeats and realleges Paragraphs 1-36 as if fully set forth herein.

- 77. Plaintiff Kominis and the New York Class Members formed a contract with Defendant at the time they purchased the Products. As part of those contracts, Defendant represented that the Products are "(1) Mango Dragonfruit Lemonade Starbucks Refreshers; (2) Mango Dragonfruit Starbucks Refreshers; (3) Strawberry Acai Lemonade Starbucks Refreshers; (4) Strawberry Acai Starbucks Refresher; (5) Pineapple Passionfruit Lemonade Starbucks Refreshers; and (6) Pineapple Passionfruit Starbucks Refreshers," representing that those beverages contain, based on the Products' name, either mango, passionfruit, or acai.
- 78. These representations constitute an express warranty and became part of the basis of the bargain between Plaintiff Kominis and the New York Class Members, on the one hand, and Defendant, on the other.
- 79. Defendant made the representations to induce Plaintiff Kominis and the New York Class Members to purchase the Products, and Plaintiff Kominis and the New York Class Members relied on the representations in purchasing the Products.
- 80. All conditions precedent to Defendant's liability under the above-referenced contract have been performed by Plaintiff Kominis and the New York Class Members.
- 81. Express warranties by a seller of consumer goods are created when an affirmation of fact or promise is made by the seller to the buyer, which relates to the goods and becomes the basis of the bargain. Such warranties can also be created based upon descriptions of the goods which are made as part of the basis of the bargain that the goods shall conform to the description.
- 82. Defendant breached the express warranties about the Products because, as alleged above, the Products do not contain mango, passionfruit, or acai.

- 83. As a result of Defendant's breaches of express warranty, Plaintiff Kominis and the New York Class Members were damaged in the amount of the premium price they paid for the Products, in amounts to be proven at trial.
- 84. In or around July 2022, Plaintiff Kominis discovered this breach. On July 18, 2022, Plaintiff Kominis, on behalf of herself and others similarly situated, sent a notice and demand letter to Defendant providing notice of Defendant's breach.

SEVENTH CLAIM FOR RELIEF VIOLATIONS OF BREACH OF EXPRESS WARRANTY STATUTE Cal. Com. Code § 2313

(On behalf of Plaintiff McAllister and the California Class)

- 85. Plaintiff McAllister repeats the allegations contained in paragraphs 1-36 above as if fully set forth herein.
- 86. Plaintiff McAllister brings this claim individually and on behalf of the members of the California Class against Defendant for breach of express warranty under Cal. Com. Code § 2313.
- 87. California's express warranty statutes provide that "(a) Any affirmation of fact or promise made by the seller to the buyer which relates to the goods and becomes part of the basis of the bargain creates an express warranty that the goods shall conform to the affirmation or promise," and "(b) Any description of the goods which is made part of the basis of the bargain creates an express warranty that the goods shall conform to the description." Cal. Com. Code § 2313.
- 88. Plaintiff McAllister and members of the California Class formed a contract with Defendant at the time they purchased the Products. As part of those contracts, Defendant represented that the Products are "(1) Mango Dragonfruit Lemonade Starbucks Refreshers; (2) Mango Dragonfruit Starbucks Refreshers; (3) Strawberry Acai Lemonade Starbucks Refreshers; (4) Strawberry Acai Starbucks Refreshers; (5) Pineapple Passionfruit Starbucks Refreshers; and

(6) Pineapple Passionfruit Lemonade Starbucks Refreshers," representing that those beverages

contain, based on the Products' name, either mango, passionfruit, or acai.

89. The Products' names are: (a) an affirmation of fact or promise made by

Defendant to consumers that the Products contain the ingredients represented by the Products'

names; (b) became part of the basis of the bargain to purchase the Products when Plaintiff

McAllister and other consumers relied on the representations; and (c) created an express

warranty that the Products would conform to the affirmations of fact or promises. In the

alternative, the representations about the Products are descriptions of goods which were made as

part of the basis of the bargain to purchase the Products, and which created an express warranty

that the Products would conform to the product descriptions.

90. Plaintiff McAllister and members of the California Class reasonably and

justifiably relied on the foregoing express warranties, believing that the Products did in fact

conform to those warranties.

91. Defendant has breached the express warranties made to Plaintiff McAllister and

members of the California Class by failing to provide the Products with the ingredients plainly

advertised by the Products' names.

92. Plaintiff McAllister and members of the California Class paid a premium price for

the Products but did not obtain the full value of the Products as represented. If Plaintiff

McAllister and members of the California Class had known of the true nature of the Products,

they would not have been willing to pay the premium price associated with them. As a result,

Plaintiff McAllister and members of the California Class suffered injury and deserve to recover

all damages afforded under the law.

EIGHTH CLAIM FOR RELIEF

VIOLATIONS OF BREACH OF IMPLIED WARRANTY STATUTE

N.Y. U.C.C. Law § 2-314

(On behalf of Plaintiff Kominis and the New York Class)

93. Plaintiff Kominis repeats and realleges Paragraphs 1-36 as if fully set forth herein.

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- 94. Plaintiff Kominis brings this claim individually and on behalf of the members of the proposed New York Class against Defendant.
- 95. New York's implied warranty of merchantability statute provide that "a warranty that the goods shall be merchantable is implied in a contract for their sale if the seller is a merchant with respect to goods of that kind." N.Y. U.C.C. Law § 2-314.
- 96. New York's implied warranty of merchantability statutes also provide that "[g]oods to be merchantable must be at least such as . . . (f) [c]onform to the promises or affirmations of fact made on the container or label if any." N.Y. U.C.C. Law § 2-314(2)(f).
- 97. Defendant is a merchant with respect to the sale of Products. Therefore, a warranty of merchantability is implied in every contract for sale of the Products to New York consumers.
- 98. By advertising the Products with the names of specific fruits on its menu boards, Defendant made an implied promise in the Products' advertising that the Products contain these specific fruits. The Products, however, have not conformed to these promises because the Products do not contain all the fruits listed by the Products' names on Defendant's menu boards. Plaintiff Kominis, as well as other New York consumers, did not receive the goods as impliedly warranted by Defendant to be merchantable.
- 99. Therefore, the Products are not merchantable under New York law and Defendant has breached its implied warranty of merchantability in regard to the Products.
- 100. If Plaintiff Kominis and members of the New York Class had known that the Products' names were false and misleading, they would not have been willing to pay the premium price associated with them. Therefore, as a direct and/or indirect result of Defendant's breach, Plaintiff Kominis and members of the New York Class have suffered injury and deserve

to recover all damages afforded under the law.

101. In or around July 2022, Plaintiff Kominis discovered this breach. On July 18, 2022, Plaintiff, on behalf of herself and others similarly situated, sent a notice and demand letter to Defendant providing notice of Defendant's breach.

NINTH CLAIM FOR RELIEF VIOLATIONS OF BREACH OF IMPLIED WARRANTY STATUTE Cal. Com. Code § 2313

(On behalf of Plaintiff McAllister and the California Class)

- 102. Plaintiff McAllister repeats the allegations contained in paragraphs 1-36 above as if fully set forth herein.
- 103. Plaintiff McAllister brings this claim individually and on behalf of the members of the California Class against Defendant for breach of implied warranty under Cal. Com. Code §2314.
- 104. California's implied warranty of merchantability statute provides that "a warranty that the goods shall be merchantable is implied in a contract for their sale if the seller is a merchant with respect to goods of that kind." Cal. Com. Code § 2314(1).
- 105. California's implied warranty of merchantability statute also provides that "[g]oods to be merchantable must be at least such as . . . (f) conform to the promises or affirmations of fact made on the container or label if any." Cal. Com. Code § 2314(2)(f).
- 106. Defendant is a merchant with respect to the sale of Products. Therefore, a warranty of merchantability is implied in every contract for sale of the Products to California consumers.
- 107. By advertising the Products with the names of specific fruits on its menu boards, Defendant made an implied promise in the Products' advertising that the Products contain these specific fruits. The Products, however, have not conformed to these promises because the Products do not contain all the fruits listed by the Products' names on Defendant's menu boards.

Plaintiff McAllister, as well as other California consumers, did not receive the goods as impliedly warranted by Defendant to be merchantable. Therefore, the Products are not merchantable under California law and Defendant has breached its implied warranty of merchantability in regard to the Products.

If Plaintiff McAllister and members of the California Class had known that the 108. Products' names were false and misleading, they would not have been willing to pay the premium price associated with them. Therefore, as a direct and/or indirect result of Defendant's breach, Plaintiff McAllister and members of the California Class have suffered injury and deserve to recover all damages afforded under the law.

TENTH CLAIM FOR RELIEF IN THE ALTERNATIVE, UNJUST ENRICHMENT

(On behalf of Plaintiffs and the Classes)

- Plaintiffs repeat and reallege Paragraphs 1-36 as if fully set forth herein. 109.
- 110. To the extent the Court finds that Plaintiffs and the members of the Class did not form a contract with Defendant at the time they purchased the Products, Plaintiffs bring this claim for unjust enrichment in the alternative, individually and on behalf of the Classes.
- 111. Plaintiffs and the Class purchased Defendant's Products and paid a premium for the Products. Defendant misrepresented that the Products contained acai, mango, or passionfruit, which commanded a price premium on the market.
- 112. Defendant had knowledge of such benefit and obtained the benefit by its misrepresentations because the misrepresentations induced reasonable consumers to purchase the Products when they would not otherwise have purchased them or would have purchased them at a lower price.

- 113. Defendant appreciated this benefit and knowingly accepted it at the expense of, and to the detriment of, Plaintiffs and the Classes. Defendant currently retains this benefit.
- 114. Defendant's acceptance and retention of the benefits is inequitable and unjust because the benefit was obtained by Defendant's misconduct detailed at length in this Complaint.
- 115. Equity cannot in good conscience permit Defendant to be economically enriched for such action at the expense of Plaintiffs and the Classes, and therefore restitution and/or disgorgement of such economic enrichment is required.

ELEVENTH CLAIM FOR RELIEF COMMON LAW FRAUD (On behalf of Plaintiffs and the Classes)

- 116. Plaintiffs repeat the allegations contained in paragraphs 1-36 above as if fully set forth herein.
- 117. Plaintiffs bring this claim individually and on behalf of the members of the Classes for common law fraud.
- 118. Defendant has willfully, falsely, and knowingly misrepresented the Products' ingredients through the Products' names, as it knew that the Products did not contain the specific fruits represented by the Products' names (i.e., mango, acai, and passionfruit).
- 119. Defendant has therefore made knowing, fraudulent misrepresentations as to the Products.
- 120. Defendant's misrepresentations were material (i.e., they affected Plaintiffs and members of the Classes' purchasing decisions given their importance), because the Products are fruit-based beverages, yet they do not contain all the fruits as advertised.
- 121. Defendant knew or recklessly disregarded the fact that the Products did not contain the specific fruits as promised by the Products' names.

- 122. Defendant intended that Plaintiffs and members of the Classes rely on the Products' advertising, as if they had known the truth that the Products lacked all the ingredients promised by the Products' names, they would have less for the Products or would not have purchased them at all.
- 123. Plaintiffs and members of the Classes have reasonably and justifiably relied on Defendant's misrepresentations when purchasing the Products, and if Plaintiffs and members of the Classes had known the truth about the Products, they would not have paid monies for the Products or would have paid less monies for the Products.
- 124. For these reasons, Plaintiffs and members of the Classes have suffered monetary losses, including interest they would have accrued on these monies, as a direct and proximate result of Defendant's fraudulent conduct.

PRAYER FOR RELIEF

WHEREFORE, Plaintiffs, individually and on behalf of other members of the proposed Classes, respectfully request that the Court enter judgment in Plaintiffs' favor and against Defendant as follows:

- Declaring that this action is a proper class action, certifying the Class as requested herein, designating Plaintiffs as Class Representatives and appointing the undersigned counsel as Class Counsel;
- A declaration or declaratory judgment that Defendant's conduct has violated and continues to violate the statutes and laws cited herein;
- c. An order requiring imposition of a constructive trust and and/or disgorgement of Defendant's ill-gotten gains and to pay restitution to Plaintiffs and members of the Classes to restore all funds acquired by means

of any act or practice declared by this Court to be an unlawful, fraudulent or

unfair business act or practice;

d. An award of damages, including all available statutory and punitive

damages, pursuant to the statutes and the causes of action pled herein;

e. Distribution of any monies recovered on behalf of members of the Classes

via fluid recovery or cy pres recovery where necessary and applicable, to

prevent Defendant from retaining the benefit of its wrongful conduct;

f. an award of all recoverable costs and expenses, including reasonable fees

for Plaintiffs' attorneys; and

g. an award of pre- and post-judgment interest to Plaintiffs and members each

of the Class if applicable; and ordering further relief as this Court deems just

and proper.

JURY DEMAND

Plaintiffs and members of the Classes demand a jury trial on all issues so triable.

DATED: October 7, 2022 **CUSTODIO & DUBEY, LLP**

By: /s/ Robert Abiri

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Putative Classes