UNITED STATES DISTRICT COURT WESTERN DISTRICT OF NEW YORK ROCHESTER DIVISION

Patricia Donadio, individually and on behalf of all others similarly situated,

Plaintiff,

- against -

Bayer Healthcare LLC,

Defendant

Jury Trial Demanded

Class Action Complaint

6:22-cv-06521

Plaintiff alleges on information and belief, except for allegations about Plaintiff, which are based on personal knowledge:

1. Bayer Healthcare LLC ("Defendant") manufactures, markets, labels and sells mix-in powder packets under the Alka-Seltzer Plus brand promoted as for "Severe Cold & Flu" to be used in the evenings and containing "Honey [and] Lemon Zest" ("Product").



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2. The label describes the Product as suitable to be consumed at night for a "Severe Cold & Flu," identifying the relevant symptoms as "Nasal Congestion," "Headache," "Sore Throat," "Body Ache," "Cough," "Runny Nose" and "Fever," while disclosing its active ingredients and their functions.

I. CONSUMER INTEREST IN MORE NATURAL MEDICINES

3. Recent studies indicate that consumers are increasingly purchasing nontraditional over-the-counter ("OTC") medications when it comes to relief for colds and coughs.

4. This is confirmed by the growth in the market for natural and homeopathic OTC products, expected to reach \$4.5 billion by 2024 from \$3.1 billion this year.

5. Some of the larger companies in this space include Zarbee's Naturals, recently bought by Johnson & Johnson, and Hyland's.

6. The reasons for this shift are several.

First, according to a consumer survey by Mintel, 37% of respondents said traditional
OTC products posed safety risks and could cause unwanted side effects.

8. Second, almost 60% believed natural ingredients in this emerging class of products are equally, if not more effective, in treating cold and coughs.

9. Third, younger purchasers are more likely to seek OTC products without long and complicated lists of ingredients, including synthetic components and additives.

10. Fourth, many OTC purchasers believe traditional products merely suppress symptoms, while natural and homeopathic varieties work in concert with the body's healing mechanisms.

11. Fifth, the coronavirus pandemic has made consumers more future-oriented in terms of the cold and cough OTC products they are seeking, and desire products which emphasize an

immune support component.

12. Notwithstanding the front label disclosure of the active ingredients, the labeling appeals to consumers seeking more natural OTC products, through the wedge of fresh lemon and a dripping honey dipper, described as "Honey [and] Lemon Zest," next to a cup of steaming tea.

13. Based on the labeling, consumers will expect the Product contains honey and lemon ingredients, in the form of "honey" and "lemon zest," the outermost layer of the peel and that these ingredients provide some therapeutic benefit in addition to the identified active ingredients.

14. However, the active and inactive ingredient lists reveal the absence of honey and lemon zest.

Active ingredients (in each packet)	Purposes
Acetaminophen 650 mg	
Dextromethorphan hydrobromide 20 mg	
Doxylamine succinate 12.5 mg	Antihistamine
Phenylephrine hydrochloride 10 mg	Nasal decongestant

Active ingredients (in each packet)

Purposes

Acetaminophen 650 mg.....Pain reliever/fever reducer Dextromethorphan hydrobromide 20 mg.....Pain reliever/fever reducer Doxylamine succinate 12.5 mg....Antihistamine Phenylephrine hydrochloride 10 mg....Nasal decongestant

> **Inactive ingredients** acesulfame potassium, anhydrous citric acid, compressible sugar, D&C yellow #10, dental-type silica, FD&C red #40, flavors, pregelatinized starch, sodium citrate, sucralose, tartaric acid, tribasic calcium phosphate

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15. Nevertheless, despite the recent growth in the OTC natural products category, no

credible evidence or studies support the notion that either honey or lemon are effective in treating

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or reducing the severity and duration of colds, coughs, and the other symptoms identified.

16. Though consumers increasingly seek immunity benefits from OTC products and look for the presence of added vitamin C, no evidence or studies support a connection between vitamin C and immunity.

17. While the label does not explicitly promote added vitamin C, consumers viewing the lemon wedge and reading "Lemon Zest" will understand these references as implying the Product contains vitamin C which will improve their health and immunity.

18. As a result of the false and misleading representations, the Product is sold for a premium price of not less than \$8.99 for six packets, excluding tax and sales, a higher price than it would otherwise be sold for, absent the misleading representations and omissions.

Jurisdiction and Venue

Jurisdiction is pursuant to Class Action Fairness Act of 2005 ("CAFA"). 28 U.S.C.
§ 1332(d)(2).

20. The aggregate amount in controversy exceeds \$5 million, including any statutory damages, exclusive of interest and costs.

21. Plaintiff is a citizen of New York.

22. Defendant is a Delaware limited liability company with a principal place of business in Whippany, New Jersey, Morris County.

23. The member of Defendant is Bayer Corporation, an Indiana corporation with a principal place of business in Pittsburgh, Pennsylvania, Allegheny County.

24. Defendant is a citizen of Indiana and Pennsylvania.

25. The class of persons Plaintiff seeks to represent includes persons who are citizens of different states from which Defendant is a citizen.

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26. The members of the class Plaintiff seeks to represent are more than 100, because the Product has been sold for several years with the representations described here, from thousands of locations including grocery stores, big box stores, drug stores, convenience stores, club stores and online, across the States covered by Plaintiff's proposed classes.

27. Venue is in this District with assignment to the Rochester Division because a substantial part of the events or omissions giving rise to these claims occurred in Ontario County, including Plaintiff's purchase and/or use of the Product and awareness and/or experiences of and with the issues described here.

Parties **Parties**

28. Plaintiff Patricia Donadio is a citizen of Farmington, Ontario County, New York.

29. Defendant Bayer Healthcare LLC is a Delaware limited liability company with a principal place of business in Whippany, New Jersey, Morris County.

30. Defendant manufactures products under the Alka-Seltzer brand, one of the most well-known and respected names in the OTC industry.

31. Plaintiff purchased the Product at locations including Walmart, 441 Commerce Dr, Victor, NY 14564, between November 2021 and November 2022, among other times.

32. Plaintiff read the words on the front label including honey and lemon zest and saw the images and believed the Product contained honey and lemon ingredients and that these provided a therapeutic benefit in addition to the identified active ingredients.

33. Plaintiff relied on the words, terms coloring, descriptions, layout, placement, packaging, and/or images on the Product, on the labeling, statements, omissions, claims, statements, and instructions, made by Defendant or at its directions, in digital, print and/or social media, which accompanied the Product and separately, through in-store, digital, audio, and print

marketing.

34. Plaintiff bought the Product at or exceeding the above-referenced price.

35. Plaintiff paid more for the Product than she would have had she known the representations and omissions were false and misleading, or would not have purchased it.

36. The value of the Product that Plaintiff purchased was materially less than its value as represented by Defendant.

Class Allegations

37. Plaintiff seeks certification under Fed. R. Civ. P. 23 of the following classes:

New York Class: All persons in the State of New York who purchased the Product during the statutes of limitations for each cause of action alleged; and

Consumer Fraud Multi-State Class: All persons in the States of Iowa, Kansas, New Mexico, Utah, Idaho, North Dakota, West Virginia, Texas, Montana, Mississippi and Arkansas who purchased the Product during the statutes of limitations for each cause of action alleged.

38. Common questions of issues, law, and fact predominate and include whether Defendant's representations were and are misleading and if Plaintiff and class members are entitled to damages.

39. Plaintiff's claims and basis for relief are typical to other members because all were subjected to the same unfair, misleading, and deceptive representations, omissions, and actions.

40. Plaintiff is an adequate representative because her interests do not conflict with other members.

41. No individual inquiry is necessary since the focus is only on Defendant's practices and the class is definable and ascertainable.

42. Individual actions would risk inconsistent results, be repetitive and are impractical

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to justify, as the claims are modest relative to the scope of the harm.

43. Plaintiff's counsel is competent and experienced in complex class action litigation and intends to protect class members' interests adequately and fairly.

New York General Business Law ("GBL") §§ 349 and 350

44. Plaintiff incorporates by reference all preceding paragraphs.

45. Plaintiff believed the Product contained honey and lemon ingredients and that these

provided a therapeutic benefit in addition to the identified active ingredients.

46. Defendant's false, misleading and deceptive representations and omissions are material in that they are likely to influence consumer purchasing decisions.

47. Plaintiff would not have purchased the Product or paid as much if the true facts had been known, suffering damages.

Violation of State Consumer Fraud Acts (Consumer Fraud Multi-State Class)

48. The Consumer Fraud Acts of the States in the Consumer Fraud Multi-State Class are similar to the consumer protection statute invoked by Plaintiff and prohibit the use of unfair or deceptive business practices in the conduct of commerce.

49. The members of the Consumer Fraud Multi-State Class reserve their rights to assert their consumer protection claims under the Consumer Fraud Acts of the States they represent and/or the consumer protection statute invoked by Plaintiff.

50. Defendant intended that members of the Consumer Fraud Multi-State Class would rely upon its deceptive conduct, which they did, suffering damages.

<u>Breaches of Express Warranty,</u> <u>Implied Warranty of Merchantability/Fitness for a Particular Purpose</u> <u>and Magnuson Moss Warranty Act, 15 U.S.C. §§ 2301, et seq.</u>

51. The Product was manufactured, identified, marketed and sold by Defendant and

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expressly and impliedly warranted to Plaintiff that it contained honey and lemon ingredients and that these provided a therapeutic benefit in addition to the identified active ingredients.

52. Defendant directly marketed the Product to Plaintiff through its advertisements and marketing, through various forms of media, on the packaging, in print circulars, direct mail, product descriptions distributed to resellers, and targeted digital advertising.

53. Defendant knew the product attributes that potential customers like Plaintiff were seeking and developed its marketing and labeling to directly meet those needs and desires, a product containing honey and lemon ingredients and that these provided a therapeutic benefit in addition to the identified active ingredients.

54. Defendant's representations were conveyed in writing and promised the Product would be defect-free, and Plaintiff understood this meant it contained honey and lemon ingredients and that these provided a therapeutic benefit in addition to the identified active ingredients.

55. Defendant's representations affirmed and promised that the Product contained honey and lemon ingredients and that these provided a therapeutic benefit in addition to the identified active ingredients.

56. Defendant described the Product as containing honey and lemon ingredients and that these ingredients provided a therapeutic benefit in addition to the identified active ingredients, which became part of the basis of the bargain that it would conform to its affirmations and promises.

57. Defendant had a duty to disclose and/or provide non-deceptive descriptions and marketing of the Product.

58. This duty is based on Defendant's outsized role in the market for OTC products, as custodian of the recognized and trusted Alka-Seltzer brand.

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59. Plaintiff recently became aware of the Product's breach of its warranties, and has provided or provides notice to Defendant, its agents, representatives, retailers, and their employees of this breach.

60. Defendant received notice and should have been aware of these issues due to complaints by third-parties, including regulators, competitors, and consumers, to its main offices, and by consumers through online forums.

61. The Product did not conform to its affirmations of fact and promises due to Defendant's actions, as it did not contain honey and lemon ingredients nor could such ingredients provide any therapeutic benefit.

62. The Product was not merchantable because it was not fit to pass in the trade as advertised, not fit for the ordinary purpose for which it was intended and did not conform to its promises or affirmations of fact made on the packaging, container or label, because it was marketed as if it contained honey and lemon ingredients and that these provided a therapeutic benefit in addition to the identified active ingredients.

63. The Product was not merchantable because Defendant had reason to know the particular purpose for which it was bought by Plaintiff, because she expected it contained honey and lemon ingredients and that these provided a therapeutic benefit in addition to the identified active ingredients, and she relied on Defendant's skill and judgment to select or furnish such a suitable product.

Fraud

64. Defendant misrepresented and/or omitted the attributes and qualities of the Product, that it contained honey and lemon ingredients, and that these provided a therapeutic benefit in addition to the identified active ingredients.

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65. However, the Product did not contain honey or lemon ingredients, and no credible evidence supports a connection of either to the identified symptoms and with enhancing immunity.

Unjust Enrichment

66. Defendant obtained benefits and monies because the Product was not as represented and expected, to the detriment and impoverishment of Plaintiff and class members, who seek restitution and disgorgement of inequitably obtained profits.

Jury Demand and Prayer for Relief

Plaintiff demands a jury trial on all issues.

WHEREFORE, Plaintiff prays for judgment:

- 1. Declaring this a proper class action, certifying Plaintiff as representative and the undersigned as counsel for the class;
- 2. Awarding monetary, statutory and/or punitive damages and interest;
- 3. Awarding costs and expenses, including reasonable fees for Plaintiff's attorneys and experts; and
- 4. Other and further relief as the Court deems just and proper.

Dated: November 21, 2022

Respectfully submitted,

/s/ Spencer Sheehan

Sheehan & Associates, P.C. 60 Cuttermill Rd Ste 412 Great Neck NY 11021 (516) 268-7080 spencer@spencersheehan.com

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JS 44 (Rev. 04/21)

The JS 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 by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.) I. (a) PLAINTIFFS DEFENDANTS Patricia Donadio, individually and on behalf of all others Bayer Healthcare LLC similarly situated (b) County of Residence of First Listed Plaintiff County of Residence of First Listed Defendant Ontario (EXCEPT IN U.S. PLAINTIFF CASES) (IN U.S. PLAINTIFF CASES ONLY) IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED. NOTE (c) Attorneys (Firm Name, Address, and Telephone Number) Attorneys (If Known) Sheehan & Associates, P.C., 60 Cuttermill Rd Ste 412 Great Neck NY 11021-3104 (516) 268-7080 II. BASIS OF JURISDICTION (Place an "X" in One Box Only) III. CITIZENSHIP OF PRINCIPAL PARTIES (Place an "X" in One Box for Plaintiff (For Diversity Cases Only) and One Box for Defendant) □ 1 U.S. Government □ 3 Federal Ouestion PTF DEF PTF DEF Plaintiff Citizen of This State **☑** 1 Incorporated or Principal Place □ 4 Δ4 (U.S. Government Not a Party) 1 of Business In This State □ 2 U.S. Government ☑ 4 Diversity Citizen of Another State $\square 2$ ☑ 2 Incorporated and Principal Place □ 5 □ 5 of Business In Another State Defendant (Indicate Citizenship of Parties in Item III) Citizen or Subject of a \square 6 \square 3 □ 3 Foreign Nation $\square 6$ Foreign Country IV. NATURE OF SUIT (Place an "X" in One Box Only) Click here for: Nature of Suit Code Descriptions CONTRACT OTHER STATUTES TORTS FORFEITURE/PENALTY BANKRUPTCY 375 False Claims Act □ 110 Insurance PERSONAL INJURY PERSONAL INJURY □ 625 Drug Related Seizure 422 Appeal 28 USC 158 □ 120 Marine □ 310 Airplane □ 365 Personal Injury of Property 21 USC 881 423 Withdrawal П 376 Qui Tam (31 USC □ 130 Miller Act □ 315 Airplane Product Product Liability □ 690 Other 28 USC 157 3729(a)) □ 367 Health Care/ □ 140 Negotiable Instrument Liability 400 State Reapportionment INTELLECTUAL □ 320 Assault, Libel & 150 Recovery of Overpayment Pharmaceutical 410 Antitrust PROPERTY RIGHTS 430 Banks and Banking & Enforcement of Judgmen Slander Personal Injury 820 Copyrights □ 330 Federal Employers' Product Liability 450 Commerce □ 151 Medicare Act П 830 Patent □ 152 Recovery of Defaulted 368 Asbestos Personal 460 Deportation Liability 835 Patent-Abbreviated □ 340 Marine Student Loans Injury Product 470 Racketeer Influenced and New Drug Application (Excludes Veterans) □ 345 Marine Product Liability Corrupt Organizations 840 Trademark PERSONAL PROPERTY LABOR □ 153 Recovery of Overpayment Liability 480 Consumer Credit 880 Defend Trade Secrets (15 USC 1681 or 1692) 350 Motor Vehicle ☑ 370 Other Fraud □ 710 Fair Labor Standards of Veteran's Benefits Act of 2016 □ 485 Telephone Consumer □ 160 Stockholders' Suits □ 355 Motor Vehicle □ 371 Truth in Lending Act □ 190 Other Contract Product Liability □ 380 Other Personal 720 Labor/Management Protection Act SOCIAL SECURITY □ 195 Contract Product Liability □ 360 Other Personal Property Damage Relations 490 Cable/Sat TV 861 HIA (1395ff) □ 196 Franchise □ 385 Property Damage 850 Securities/Commodities/ □ 740 Railway Labor Act Iniurv 862 Black Lung (923) □ 362 Personal Injury -Product Liability □ 751 Family and Medical Exchange п 863 DIWC/DIWW (405(g)) Medical Malpractice 890 Other Statutory Actions Leave Act 864 SSID Title XVI REAL PROPERTY CIVIL RIGHTS PRISONER PETITIONS 790 Other Labor Litigation 891 Agricultural Acts 865 RSI (405(g)) □ 791 Employee Retirement 893 Environmental Matters 210 Land Condemnation 440 Other Civil Rights Habeas Corpus: 895 Freedom of Information Income Security Act □ 441 Voting 463 Alien Detainee □ 220 Foreclosure FEDERAL TAX S UITS Act □ 510 Motions to Vacate 230 Rent Lease & Ejectment □ 442 Employment 870 Taxes (U.S. Plaintiff 896 Arbitration □ 240 Torts to Land 443 Housing/ Sentence or Defendant) 899 Administrative Procedure □ 530 General □ 245 Tort Product Liability Accommodations 871 IRS-Third Party Act/Review or Appeal of **IMMIGRATION** □ 290 All Other Real Property □ 445 Amer_w/Disabilities □ 535 Death Penalty 26 USC 7609 Agency Decision Other: 462 Naturalization Application Employment 950 Constitutionality of 540 Mandamus & Other 446 Amer. w/Disabilities 465 Other Immigration State Statutes □ 550 Civil Rights Other Actions 555 Prison Condition □ 448 Education D 560 Civil Detainee -Conditions of Confinement V. ORIGIN (Place an "X" in One Box Only) Original \Box 2 Removed from □ 3 Remanded from □ 4 Reinstated or □ 5 Transferred from □ 6 Multidistrict □ 8 Multidistrict 团 1 Proceeding State Court Appellate Court Reopened Another District Litigation -Litigation -(specify) Transfer Direct File Cite the U.S. Civil Statute under which you are filing (Do not cite jurisdictional statutes unless diversity): 28 U.S.C. § 1332 VI. CAUSE OF ACTION Brief description of cause: False advertising VII. REQUESTED IN CHECK IF THIS IS A CLASS ACTION **DEMAND \$** CHECK YES only if demanded in complaint: $\mathbf{\nabla}$ **COMPLAINT:** UNDER RULE 23, F.R.Cv.P. JURY DEMAND: 🗹 Yes \Box No VIII. RELATED CASE(S) (See instructions): IF ANY JUDGE DOCKET NUMBER DATE SIGNATURE OF ATTORNEY OF RECORD November 21, 2022 /s/Spencer Sheehan FOR OFFICE USE ONLY RECEIPT # AMOUNT APPLYING IFP JUDGE MAG. JUDGE

AO 440 (Rev. 06/12) Summons in a Civil Action

UNITED STATES DISTRICT COURT

for the

Western District of New York

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Patricia Donadio, individually and on behalf of all others similarly situated,

Plaintiff(s) V.

Civil Action No. 6:22-cv-06521

Bayer Healthcare LLC,

Defendant(s)

SUMMONS IN A CIVIL ACTION

To: (Defendant's name and address) Bayer Healthcare LLC

c/o Corporation Service Company 251 Little Falls Dr Wilmington DE 19808

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Sheehan & Associates, P.C., 60 Cuttermill Rd Ste 412 Great Neck NY 11021-3104 (516) 268-7080

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date:

Signature of Clerk or Deputy Clerk

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Civil Action No. 6:22-cv-06521

PROOF OF SERVICE

(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (l))

	This summons for (name	e of individual and title, if any)						
was rec	eived by me on (date)	·						
	□ I personally served t	he summons on the individu	al at (place)					
			on (date)	; or				
	\Box I left the summons a	t the individual's residence of	or usual place of abode with (name)					
	, a person of suitable age and discretion who resides there,							
	on (date), and mailed a copy to the individual's last known address; or							
	\Box I served the summor	s on (name of individual)			, who is			
	designated by law to accept service of process on behalf of (name of organization)							
			on (date)	; or				
	□ I returned the summons unexecuted because				; or			
	□ Other (<i>specify</i>):							
	My fees are \$	for travel and \$	for services, for a total of \$					
	I declare under penalty of perjury that this information is true.							
Date:								
<u></u>			Server's signature					
			Printed name and title					

Server's address

Additional information regarding attempted service, etc: