### UNITED STATES DISTRICT COURT EASTERN DISTRICT OF WISCONSIN GREEN BAY DIVISION

CHRISTINE HARRISON, on behalf of herself and all others similarly situated,

Plaintiff.

Case No. 1:23-cv-1625

v.

JOHNSON & JOHNSON CONSUMER, INC.,

Defendant.

#### **CLASS ACTION COMPLAINT**

Plaintiff, Christine Harrison, individually and on behalf of herself and all others similarly situated, brings this class action against Defendant, Johnson & Johnson Consumer, Inc. ("Defendant" or "J&J"), and alleges on personal knowledge, investigation of her counsel, and on information and belief as follows:

#### **GENERAL ALLEGATIONS**

- 1. J&J is one of the largest manufacturers and sellers of over-the-counter consumer medications in the United States. Upon information and belief, it has spent tens of millions of dollars building its brand recognition and goodwill in the over-the-counter consumer medication industry, all in an effort to develop trust with consumers. It of offers a variety of non-prescription drugs to help alleviate cold and flu symptoms, including oral nasal decongestants.
- 2. Using the trust and confidence it has built with consumers as a reputable seller of safe and effective over-the-counter medications, J&J manufactures, markets, offers for sale and sells various products which its purports to be safe and effective non-prescription medications that

alleviates nasal congestion. The active ingredient that J&J represents is a safe and effective means of treating nasal congestion is a chemical ingredient known as phenylephrine hydrochloride (also referred to as phenylephrine HCI).

- 3. As J&J knew or should have known, phenylephrine hydrochloride's efficacy has been under scientific scrutiny since at least 2007. This scrutiny culminated in a recent unanimous determination (16-0 vote) by a Food and Drug Administration ("FDA") advisory committee in September 2023 that, based on their review of the scientific evidence presented, phenylephrine hydrochloride was no more effective as a nasal decongestant than a placebo. In other words, J&J has been selling products containing an ingredient that purported to be an effective decongestant, when in fact it knew or should have known that the ingredient was actually not effective to treat nasal congestion.
- 4. Consumers, including Plaintiff, lack the scientific knowledge necessary to determine whether J&J's products containing phenylephrine hydrochloride is an effective ingredient to help treat nasal congestion. For that reason, reasonable consumers must and do rely on manufacturers like J&J to properly disclose on the packaging all material information regarding the products, including whether or not an ingredient is effective at treating a symptom.
- 5. Instead of acting in good faith and with fair dealing towards consumers, J&J manufactured, marketed and sold products containing phenylephrine hydrochloride to the public with representations that phenylephrine hydrochloride was effective for treating congestion, when it fact it knew or should have known that these representations were untrue, deceptive or misleading.
- 6. The acts and omissions by J&J materially caused a pecuniary loss to the Plaintiff and the proposed class through their purchase of an ineffective decongestant when other safe and effective products were available for purchase. The Plaintiff and the class members ultimately paid

more for the J&J containing phenylephrine hydrochloride than the merchandise was actually worth. In addition, J&J materially caused the Plaintiff and the proposed class members injury-in-fact by causing their congestion symptoms to go untreated by taking an ingredient ineffective at treating congestion.

7. For all the reasons set forth herein, including but not limited to J&J's misrepresentations and omissions regarding its express and implied representations that its products containing phenylephrine hydrochloride is effective at treating congestion, Plaintiff seeks relief in this action individually, and as a class action on behalf of similarly situated purchasers of J&J's products containing phenylephrine hydrochloride, for breach of express and implied warranties, the covenant of fair dealing, and the Wisconsin deceptive trade practice act.

#### THE PARTIES

- 8. Plaintiff is a citizen of Wisconsin, residing in Brown County. She purchased and used a J&J product containing phenylephrine hydrochloride within the applicable statute of limitations period, most recently in September and October 2023.
- 9. J&J is a New Jersey corporation with its principal place of business in Skillman, New Jersey. J&J regularly transacts business within the State of Wisconsin with distributors, retailers, the public, and consumers like the Plaintiff.

#### **JURISDICTION AND VENUE**

10. This Court has personal jurisdiction over J&J in this matter. The acts and omissions giving rise to this action occurred in the state of Wisconsin. J&J has been afforded due process because it has, at all times relevant to this matter, individually or through its agents, subsidiaries, officers and/or representatives, operated, conducted, engaged in and carried on a business venture in this state and/or maintained an office or agency in this state, and/or marketed, advertised,

distributed and/or sold products containing phenylephrine hydrochloride in this state, committed a statutory violation within this state related to the allegations made herein, and caused injuries to Plaintiff and putative class members, which arose out of the acts and omissions that occurred in the state of Wisconsin, during the relevant time period, at which time

- 11. J&J was at all relevant times engaged in business activities in the state of Wisconsin, and entered into contracts with retailers and consumers in Wisconsin.
- 12. This Court has subject matter jurisdiction over this matter pursuant to 28 U.S.C.§ 1332 of the Class Action Fairness Act of 2005 because: (i) there are 100 or more putative class members, (ii) the aggregate amount in controversy exceeds \$5,000,000, exclusive of interest and costs, and (iii) there is minimal diversity because at least one Plaintiff and J&J are citizens of different states.
- 13. Pursuant to 28 U.S.C. § 1391(a), venue is proper because a substantial part of the events giving rise to the claims asserted occurred in this District. Venue is also proper pursuant to 28 U.S.C. § 1391(c) because J&J conducts substantial business in this District, has sufficient minimum contacts with this District, and otherwise purposely avails itself of the markets in this District, through the promotion, sale, and marketing of the Sudafed products containing phenylephrine hydrochloride in this District.

#### FACTS COMMON TO ALL CLASS MEMBERS

14. J&J is one of the largest manufacturers and sellers of over the counter (OTC) medications in the United States. J&J actively manufactures, markets, offers for sale, and sells a variety of OTC medications, including its popular Sudafed branded line of products to help treat cold and flu symptoms – including nasal congestion. Defendant sells products containing phenylephrine hydrochloride through its website, www.sudafed.com, and through various retail

stores, including, but not limited to, Walmart, Walgreens, CVS, Target, and a variety of regional grocery and convenience store chains.

- 15. Upon information and belief, J&J spends tens of millions of dollars annually to help build and promote its goodwill and reputation as a reputable seller of OTC medications, including its Sudafed line of medications.
- 16. Phenylephrine hydrochloride is listed as the active ingredient in some of J&J's products for nasal decongestion, including its Sudafed line of products. A reasonable consumer would consider J&J's use of phenylephrine hydrochloride in a medication to be an effective ingredient in treating nasal congestion.
- 17. As far back as 2007, FDA advisory committees and various scientific journals and reports have been questioning the effectiveness of phenylephrine hydrochloride. Despite these doubts as to whether or not phenylephrine hydrochloride was effective at treating nasal congestion, J&J continued to manufacture, market, offer for sale, and sell products containing phenylephrine hydrochloride to the public (including under the Sudafed brand name). In 2015, further independent research was submitted to the FDA requesting the phenylephrine hydrochloride be reclassified as not effective as a nasal decongestant.
- 18. In fact, in 2017 and 2018, J&J itself conducted a Phase 2 Study (Johnson and Johnson Phase 2 Study (CO-170302131230-URCT; NCT03339726) on the effectiveness of phenylephrine hydrochloride. This study was conducted by J&J in Canada during the 2017 to 2018 cold season. According to the FDA, the J&J study was the only efficacy study on phenylephrine hydrochloride since the original panel studies were conducted. According to the FDA, "the results for all treatment arms trend in a similar direction, which *suggests no beneficial effect of either PE*

treatment when compared with placebo." (emphasis added). In other words, by the conclusion of the study in J&J in April 2018, J&J knew or should have known that the use of phenylephrine hydrochloride in connection with treating nasal congestion was no more effective than a placebo.

- 19. On September 12, 2023, an advisory panel of the FDA met again to present its findings on scientific literature presented as to the effectiveness of phenylephrine hydrochloride as an oral nasal decongestant. The panel found: "[W]e have now come to the initial conclusion that orally administered PE *is not effective* as a nasal decongestant at the monographed dosage (10 mg of PE hydrochloride every 4 hours) as well as at doses up to 40 mg (dosed every 4 hours)."<sup>2</sup> (emphasis added).
- 20. As a leading manufacturer of OTC medications containing phenylephrine hydrochloride, J&J knew or should have known of the conclusions reached in the same scientific literature reviewed by the FDA. Nonetheless, it continued to manufacture, market, offer for sale and sell OTC medications containing phenylephrine hydrochloride as the active ingredient to treat nasal congestion. J&J does not disclose or otherwise indicate on its product packaging that phenylephrine hydrochloride is ineffective at treating symptoms of nasal congestion.
- 21. J&J's marketing efforts are made in an effort to offer for sale, and effect sales of, J&J products containing phenylephrine hydrochloride to treat symptoms of congestion. Consumers, including the Plaintiff and the putative class members, purchase J&J products containing phenylephrine hydrochloride to treat symptoms of congestion. However, at no time was the Plaintiff or the class members informed by J&J that (i) phenylephrine hydrochloride nasal decongestants are inferior in price and quality to other available decongestants for purchase and use

<sup>&</sup>lt;sup>1</sup> U.S. FOOD & DRUG ADMIN., EFFICACY OF ORAL PHENYLEPHRINE AS A NASAL DECONGESTANT 53 (Sept. 12, 2023), https://www.fda.gov/media/171915/download.

<sup>&</sup>lt;sup>2</sup> U.S. FOOD & DRUG ADMIN., EFFICACY OF ORAL PHENYLEPHRINE AS A NASAL DECONGESTANT 9 (Sept. 12, 2023), https://www.fda.gov/media/171915/download.

over the counter; or (ii) that phenylephrine hydrochloride was ineffective at treating symptoms of congestion.

- 22. J&J intended for Plaintiff and class members to be deceived or misled by its misrepresentations and omissions. J&J's unfair, deceptive and misleading practices directly and proximately caused harm to Plaintiff and the class members, who ultimately paid a premium price of a product containing ineffective active ingredient, and would not have purchased or used J&J products containing phenylephrine hydrochloride had they known it was ineffective at treating congestion.
- 23. The Plaintiffs and the class members not only suffered pecuniary damages for their purchase of a product containing an ineffective active ingredient, but were harmed by the purchase and use of J&J products containing phenylephrine hydrochloride by its failure to treat their congestion resulting in a delay in care by taking a drug that has no benefit.

#### **PLAINTIFF'S FACTUAL ALLEGATIONS**

24. J&J offered for sale its J&J products containing phenylephrine hydrochloride to the members of the public throughout the United States, which included Wisconsin consumers.

Plaintiff purchased a Sudafed product manufactured and sold by J&J containing phenylephrine hydrochloride on September 29, 2023 and October 16, 2023 in Green Bay, Wisconsin from Walmart.com to treat nasal congestion. She relied on the statements and representations contained on the labeling (both written and in image form) that the Sudafed product phenylephrine hydrochloride would treat her nasal congestion symptoms. Plaintiff further relied on J&J's goodwill and reputation as a reputable manufacturer and seller of safe and effective over-the-counter medications when making the decision to purchase the Sudafed products containing phenylephrine hydrochloride to treat nasal congestion on September 29, 2023 and October 16,

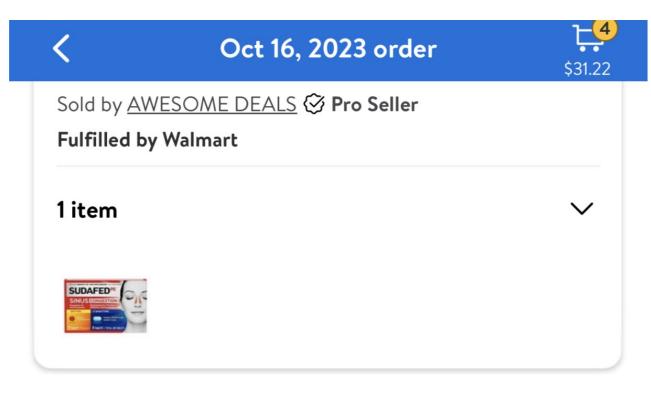
2023.

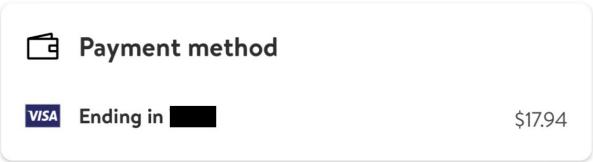
- 25. By purchasing and using a Sudafed product containing phenylephrine hydrochloride, the Plaintiff accepted J&J's offer for purchase of a J&J product containing phenylephrine hydrochloride to treat her nasal congestion. The Plaintiff reasonably believed that the Sudafed product containing phenylephrine hydrochloride that she purchased would be effective at treating her nasal congestion.
- 26. The Plaintiff used the J&J product containing phenylephrine hydrochloride, and did not experience relief from her nasal congestion symptoms, thereby causing a delay in treatment and injury-in-fact. The delay in treatment caused her congestion to worsen as the J&J product containing phenylephrine hydrochloride she took did not treat her congestion at the early stages. The Plaintiff's congestion did in fact worsen, and ultimately resulted in a visit to urgent care and has led to ongoing sinus issues because her congestion was not treated early.
- 27. Had Plaintiff known that phenylephrine hydrochloride was ineffective at treating symptoms of nasal congestion, she would not have purchased the Sudafed product containing phenylephrine hydrochloride and would have purchased an alternative over-the-counter medication that contained an ingredient that was effective at treating nasal congestion. Because phenylephrine hydrochloride is ineffective at treating nasal congestion, the Plaintiff also suffered pecuniary losses and damages by purchasing a product for a higher price than the actual value of what the merchandise was actually worth given the ineffectiveness of one of its primary ingredients.
- 28. The representations on the J&J labeling and packaging containing the phenylephrine hydrochloride part of the basis of the bargain in that Plaintiff attributed value to those representations and Plaintiff would not have purchased the product, or would not have purchased them on the same terms or for the same price, if she knew the representations the product's ability

to alleviate congestion was untrue, deceptive or misleading.

#### FED. R. CIV. P. 9(B) ALLEGATIONS

- 29. J&J made untrue, deceptive, and misleading statements of fact in its labeling and marketing of the J&J products containing phenylephrine hydrochloride by representing that it was effective at treating congestion. Based on the results of its own clinical Phase 2 Study (Johnson and Johnson Phase 2 Study (CO-170302131230-URCT; NCT03339726), by 2018 J&J knew or should have known that any unqualified statements and representations that phenylephrine hydrochloride was effective at treating nasal congestion were untrue, deceptive, or misleading.
- 30. On October 16, 2023, the Plaintiff purchased a box of Sudafed PE Daytime and Nighttime Sinus Congestion medication for \$17.94 online from Walmart.com for her personal use and not for resale, as evidenced below. This medication was delivered to the Plaintiff's home address in Green Bay, Wisconsin on October 18, 2023. Thereafter, the Plaintiff opened and used the Sudafed PE Daytime and Nighttime Sinus Congestion to help treat her nasal congestion.
- 31. The Plaintiff inspected the packaging and labeling of the Sudafed PE Daytime and Nighttime Sinus Congestion on the Walmart.com website on October 16, 2023 as well as the packaging based on her September 29, 2023 purchase prior to her purchase of additional product on October 18, 2023. The Plaintiff read and understood the representations on the packaging of the medication regarding the fact that phenylephrine hydrochloride was the ingredient contained in the medication that was effective at treating nasal congestion. As discussed herein, the Plaintiff also reviewed and relied upon the statements and representations made in the imagery on the packaging that suggested or implied relief from nasal congestion. Thereafter, the Plaintiff opened and used the Sudafed PE Daytime and Nighttime Sinus Congestion to help treat her nasal congestion.





# Oct 16, 2023 order

Delivered on Oct 18

1 item

Start a return

View details





32. The front of the box of medication that the Plaintiff received and began using on or about October 18, 2023 (as set forth above) contained clear, unqualified, unambiguous on the 12

statements on the box using the term "Phenylephrine HCI". The references to Phenylephrine HCI were followed by the term "Nasal Decongestant". The box also contained the term "Nasal Congestion" in all caps contrasted by the background, under the term "Phenylephrine HCI" and "Nasal Decongestant".

- 33. The untrue, deceptive and misleading statements and representations of fact stating or implying that J&J products containing phenylephrine hydrochloride are effective as a decongestant were located on the front label of the J&J products in all caps, bold lettering that contrasts with the background of the packaging, which instantly catches the eye of all reasonable consumers, including Plaintiff and class members, at the point of sale in every transaction. The J&J products containing phenylephrine hydrochloride are available for sale and sold throughout Wisconsin through both online retailers and retailers with a physical location.
- 34. J&J made written misrepresentations of fact on the front label of the J&J products containing phenylephrine hydrochloride, that the products were a nasal decongestant product, even though this fact was untrue, deceptive, and misleading, and that other effective decongestant products are available in the market. As such, J&J's representations that J&J products containing phenylephrine hydrochloride were untrue, deceptive, and misleading. Moreover, J&J omitted from the labeling of J&J products containing phenylephrine hydrochloride the fact that there are other non-prescription products available in the market that are effective decongestants. And as alleged in detail throughout this Complaint, Plaintiff read and relied on J&J's representations and omissions before purchasing the products.
- 35. The front of the box also contained an image of a female model with eyes closed, and a slight smile on her face. The model's face was highlighted in red over both nasal passages, and had a white halo protruding from the back of the model's head Taken together, the Plaintiff

reasonably inferred that (i) the J&J product that the Plaintiff purchased contained Phenylephrine HCI, (ii) that Phenylephrine HCI was the active ingredient in the medication that J&J was representing would treat nasal congestion, and that (iii) the model's facial expression combined with the areas highlighted on the nose in red along with the white halos coming from behind the model's head was to be reasonably interpreted as relief from the areas highlighted in red, and (iv) that by using the Sudafed product that the Plaintiff purchased that contained Phenylephrine HCI, that the Sudafed product would be effective in helping to relive the Plaintiff's nasal congestion.

- 36. Even taken independently, the fact that the Plaintiff was purchasing medication containing from a reputable manufacturer and seller of safe and effective over-the-counter medication, containing phenylephrine hydrochloride combined with the imagery on the box depicting relief from nasal congestion, the imagery in and of itself constituted an untrue, deceptive and misleading statement or representation of fact which is untrue given that the ingredient J&J used in the medication phenylephrine hydrochloride was in fact deemed ineffective at treating nasal congestion (including J&J's own Phase 2 study). The use of this imagery was made with intent to induce the public into purchasing the product or merchandise and did in fact induce the purchase of the Sudafed product by the Plaintiff.
- 37. Imagery used on packaging and labeling can be just as deceptive to consumers like the Plaintiff as the written word. For example, the tobacco industry used the Marlboro Man as image of health and independence, when in fact manufacturers and sellers of tobacco products knew or should have known that the product marketed and sold using the Marlboro Man being created dependence and severe health issues.
- 38. Here, imagery on the Sudafed PE box purchased and used by the Plaintiff which suggests or implies relief from nasal congestion is untrue, deceptive and misleading because J&J

knew or should have known that the active ingredient for the medication in the box that J&J used to nasal congestion - phenylephrine hydrochloride – was actually ineffective at treating nasal congestion. J&J therefore knew or should have known that the Plaintiff would have no relief from her nasal congestion symptoms when using the Sudafed products that she purchased containing phenylephrine hydrochloride, and would have experienced continuing suffering from nasal congestion as a result of the purchase and use of the J&J product containing phenylephrine hydrochloride.

- 39. As result of the ineffectiveness of phenylephrine hydrochloride at treating nasal congestion, the Plaintiff and the class members ultimately paid a premium price for merchandise which had a far lower actual market value. With regard to the Plaintiff, on October 16, 2023, the Plaintiff purchased a box of Sudafed PE Daytime and Nighttime Sinus Congestion medication containing twenty (20) tablets of medication for \$17.94 online from Walmart.com, as evidenced above. This equates to a price of \$.897 cents per tablet for what was supposed to be effective medication at treating nasal congestion.
- 40. However, the J&J product she purchased contained an ingredient that ineffective at treating nasal congestion. Therefore, the true value of the tablet of daytime pills that the Plaintiff purchased which had phenylephrine hydrochloride as the sole active ingredient had an actual market value of no more than the cost of the filler contained in the pill. Upon information and belief, blank placebo pills cost far less than the \$.897 cents per tablet the Plaintiff paid (and likely less than \$.10 cents per tablet).
- 41. With regard to the nighttime tablets, in addition to phenylephrine hydrochloride, the nighttime tablets also contained an additional antihistamine ingredient called diphenhydramine HCI. As evidenced by the screenshots below, the current full retail price for a standalone product

containing diphenhydramine HCI manufactured and sold by J&J through Walmart.com as of December 1, 2023 is \$24.04 for 100 tablets – which is \$.2404 cents per tablet.

42. Given that the nighttime tablets purchased by the Plaintiff contained an ingredient that J&J knew or should have known was ineffective at treating nasal congestion, and diphenhydramine HCI (the effectiveness of which is not at issue), the \$.897 cents per tabled paid by the Plaintiff far exceeds the \$.2404 cents per tablet that the merchandise was worth given its comparison to a standalone diphenhydramine HCI pill.





- 43. In other words, the Plaintiff and the class members paid a premium price for the J&J products containing phenylephrine hydrochloride which was far above than the actual market value of the merchandise. Had the Plaintiff and the class members been properly advised by J&J about the lack of effectiveness of the J&J products containing phenylephrine hydrochloride as an ingredient to treat nasal congestion, they would not have purchased the products on the same terms or for the same price.
- 44. J&J's alleged conduct was and continues to be fraudulent because it has the effect of deceiving consumers into believing that the J&J products containing phenylephrine hydrochloride in fact help alleviate symptoms of nasal congestion. J&J omitted from Plaintiff and class members that J&J products containing phenylephrine hydrochloride are not effective for treating nasal

congestion, and that other decongestant products exist in the market that contain ingredients that are effective as decongestants. Had this fact been properly disclosed to the Plaintiff, she would not have purchased the Sudafed product containing phenylephrine hydrochloride to help alleviate her nasal congestion.

- 45. J&J knew or should have known this information is material to all reasonable consumers and impacts consumers' purchasing decisions. Yet, as of the filing of this Complaint, J&J has and continues to represent and state that the J&J products containing phenylephrine hydrochloride are effective oral nasal decongestant products when they are not in fact effective, and has omitted from the products' labeling the fact that there are other non-prescription products available in the market that are effective as decongestants.
- 46. J&J untrue, deceptive, and misleading statements and representations of fact detailed herein, including that the J&J products containing phenylephrine hydrochloride are effective as decongestants, continuously throughout the applicable class period.

#### **CLASS ACTION ALLEGATIONS**

- 47. Plaintiff brings this action on behalf of herself and the following "Class" pursuant to Federal Rule of Civil Procedure 23(a), (b)(2) and/or (b)(3). Specifically, the Class are defined as:
  - All persons in the State of Wisconsin who purchased J&J products containing phenylephrine hydrochloride in the State of Wisconsin for personal use and not for resale during the applicable statute of limitations period.
- 48. Excluded from the Class are (a) any person who purchased the J&J products containing phenylephrine hydrochloride for resale and not for personal or household use, (b) any person who signed a release of any J&J in exchange for consideration, (c) any officers, directors or employees, or immediate family members of the officers, directors or employees, of any J&J or any entity in which a J&J has a controlling interest, (d) any legal counsel or employee of legal counsel

for J&J, and (e) the presiding Judge in this lawsuit, as well as the Judge's staff and their immediate family members.

49. Plaintiff reserves the right to amend the definition of the Class if discovery or further investigation reveals that the Class should be expanded or otherwise modified.

### A. Numerosity – Federal Rule of Civil Procedure 23(a)(1)

50. The Class members are so numerous and geographically dispersed that joinder of all Class members is impracticable. While the exact number of Class members remains unknown at this time, upon information and belief, there are thousands, if not tens of thousands, of putative Class members.

# B. Predominance of Common Questions of Law and Fact – Federal Rule of Civil Procedure 23(a)(2) and 23(b)(3).

- 51. Common questions of law and fact exist as to all Class members and predominate over any questions affecting only individual Class members. These common legal and factual questions include, but are limited to, the following:
  - a) Whether J&J made the representations that J&J products containing phenylephrine hydrochloride were effective as nasal decongestants.
  - b) Whether J&J promoted the J&J products containing phenylephrine hydrochloride with false and misleading statements of fact and material omissions;
  - c) Whether J&J's representations regarding phenylephrine hydrochloride as a nasal decongestant are unfair, deceptive and misleading to the reasonable consumer;
  - d) Whether J&J's actions and/or omissions violate applicable laws;
  - e) Whether J&J's conduct is a breach of warranty;
  - f) Whether J&J's conduct is a breach of contract;
  - g) Whether J&J's conduct is a breach of the implied covenant of good faith and fair dealing;

- h) Whether Plaintiff and putative members of the Class have suffered a loss of monies or property or other value as a result of J&J's acts, omissions, or misrepresentations of material facts;
- i) Whether Plaintiff and putative members of the Class paid a premium price for the J&J products containing phenylephrine hydrochloride;
- j) Whether J&J's was unjustly enriched at the expense of Plaintiff and members of the putative Class in connection with the J&J products containing phenylephrine hydrochloride;
- k) Whether the Plaintiff and members of the putative Class were harmed by their use of an product containing an ineffective nasal decongestant.
- Whether Plaintiff and members of the putative Class are entitled to monetary damages or statutory damages and, if so, the nature of such relief; and
- m) Whether Plaintiff and members of the putative Class are entitled to equitable, declaratory, or injunctive relief and, if so, the nature of such relief.

### C. Typicality – Federal Rule of Civil Procedure 23(a)(3)

52. Plaintiff's claims are typical of those of the absent Class members in that Plaintiff and the Class members each purchased and used the J&J products containing phenylephrine hydrochloride and each sustained damages arising from J&J's wrongful conduct, as alleged more fully herein. Plaintiff shares the aforementioned facts and legal claims or questions with putative members of the Class, and Plaintiff and all members of the putative Class have been similarly affected by J&J's common course of conduct alleged herein. Plaintiff and all members of the putative Class sustained pecuniary damages and personal injuries including, but not limited to, ascertainable loss arising out of J&J's sales of products containing phenylephrine hydrochloride

and injury suffered as a result in a delay in care caused by taking a drug with no benefit. as alleged herein.

- D. Adequacy Federal Rule of Civil Procedure 23(a)(4).
- 53. Plaintiff will fairly and adequately represent and protect the interests of the members of the putative Class. Plaintiff has retained counsel with substantial experience in handling complex class action litigation, including complex questions that arise in this type of consumer protection litigation. Further, Plaintiff and their counsel are committed to the vigorous prosecution of this action. Plaintiff does not have any conflicts of interest or interests adverse to those of putative Class.
  - E. Insufficiency of Separate Actions Federal Rule of Civil Procedure 23(b)(1)
- Absent a class action, Plaintiff and members of the Class will continue to suffer the harm described herein, for which they would have no remedy. Even if separate actions could be brought by individual consumers, the resulting multiplicity of lawsuits would cause undue burden and expense for both the Court and the litigants, as well as create a risk of inconsistent rulings and adjudications that might be dispositive of the interests of similarly situated consumers, substantially impeding their ability to protect their interests, while establishing incompatible standards of conduct for J&J. Accordingly, the proposed Class satisfies the requirements of Fed. R. Civ. P. 23(b)(1).
  - F. Declaratory and Injunctive Relief Federal Rule of Civil Procedure 23(b)(2).
- 55. J&J has acted or refused to act on grounds generally applicable to Plaintiff and all members of the Class, thereby making appropriate final injunctive relief and declaratory relief, as described below, with respect to the members of the Class as a whole. In particular, J&J continues to manufacture, market, distribute, offered for sale and sell J&J products containing phenylephrine

hydrochloride as an effective decongestant – when it is not. Injunctive and declaratory relief is the appropriate remedy to prevent this wrongdoing going forward.

#### G. Superiority – Federal Rule of Civil Procedure 23(b)(3).

- 56. A class action is superior to any other available methods for the fair and efficient adjudication of the present controversy for at least the following reasons:
  - a) The damages suffered by each individual member of the putative Class do not justify the burden and expense of individual prosecution of the complex and extensive litigation necessitated by J&J's conduct;
  - Even if individual members of the Class had the resources to pursue individual litigation,
     it would be unduly burdensome to the courts in which the individual litigation would
     proceed;
  - c) The claims presented in this case predominate over any questions of law or fact affecting individual members of the Class;
  - d) Individual joinder of all members of the Class is impracticable;
  - e) Absent a class, Plaintiff and members of the putative Class will continue to suffer harm as a result of J&J's unlawful conduct; and
  - f) This action presents no difficulty that would impede its management by the Court as a class action, which is the best available means by which Plaintiff and members of the putative Class can seek redress for the harm caused by J&J.
  - 57. In the alternative, the Class may be certified for the following reasons:
  - a) The prosecution of separate actions by individual members of the Class would create a risk of inconsistent or varying adjudication with respect to individual members of the Class, which would establish incompatible standards of conduct for J&J;

- b) Adjudications of claims of the individual members of the Class against J&J would, as a practical matter, be dispositive of the interests of other members of the putative Class who are not parties to the adjudication and may substantially impair or impede the ability of other putative Class members to protect their interests; and
- c) J&J has acted or refused to act on grounds generally applicable to the members of the putative Class, thereby making appropriate final and injunctive relief with respect to the putative Class as a whole.

#### **CLAIMS FOR RELIEF**

## COUNT ONE Breach of Express Warranty

- 58. Plaintiffs incorporate the preceding paragraphs as if fully set forth herein.
- 59. Plaintiff brings this cause of action on behalf of herself and the Class members.
- 60. Plaintiff and Class members formed a contract with Defendant at the time Plaintiff and Class members purchased the J&J products containing phenylephrine hydrochloride.

  The terms of the contract include the promises and affirmations of fact made by Defendant on the packaging of the medications and through marketing and advertising, as described above.
- 61. This labeling, marketing, advertising, and J&J's goodwill and as a reputable manufacturer and seller of over-the-counter medications constitute express warranties and became part of the basis of the bargain and are part of the standardized contract with Plaintiff and Class members.
- 62. As set forth above, Defendant purports, through its advertising, labeling, marketing, packaging, goodwill, and reputation to create an express warranty that the J&J products containing phenylephrine hydrochloride are an ingredient that is effective at treating symptoms of nasal congestion.

- 63. The above affirmations of fact were not qualified as "belief" or "opinion," and were not "generalized statements of quality not capable of proof or disproof."
- 64. These affirmations of fact became part of the basis for the bargain and were material to Plaintiff's and Class members' decision to purchase the J&J products containing phenylephrine hydrochloride.
- 65. The description of the J&J products containing phenylephrine hydrochloride which purported to be an effective nasal decongestant was part of the benefit of the bargain of the and were material to the Plaintiff's and Class members' decision to purchase the J&J products containing phenylephrine hydrochloride. This created an express warranty that the goods containing J&J products containing phenylephrine hydrochloride as an effective decongestant shall conform to the description, and shall be an effective ingredient to treat nasal congestion.
- 66. As described herein, despite being a material part of the benefit of the bargain for the Plaintiffs and the Class, the J&J products containing phenylephrine hydrochloride were not effective at treating nasal congestion.
- 67. Plaintiff and Class members reasonably relied upon Defendant's affirmations of fact and justifiably acted in ignorance of the material facts omitted or concealed when they decided to buy J&J products containing phenylephrine hydrochloride.
- 68. Plaintiff and Class members performed all conditions precedent to Defendant's liability under this contract when they purchased J&J products containing phenylephrine hydrochloride.
- 69. Defendant thereby breached the following Wisconsin express warranty laws as set forth in Wis. Stat. § 402.313.

# COUNT TWO Breach of Implied Warranty

- 70. Plaintiffs incorporate the preceding paragraphs as if fully set forth herein.
- 71. Plaintiff brings this cause of action on behalf of herself and the Class members.
- 72. Defendant was in the business of always selling over-the-counter drugs relevant hereto.
- 73. Plaintiff and Class members formed a contract with Defendant at the time Plaintiff and Class members purchased J&J products containing phenylephrine hydrochloride. Implied in that contract was a warranty of merchantability.
- 74. The implied warranty of merchantability means and includes that the goods will comply with each of the following requirements: (1) they would pass without objection in the trade under the contract description; (2) they are fit for the ordinary purposes for which such goods are used; (3) they are adequately contained, packaged, and labeled; and (4) they conform to the promises or affirmations of fact made on the container or label.
- 75. Here, the J&J products containing phenylephrine hydrochloride were labeled as nasal decongestants, but did not conform to the promises or affirmations of fact made on the container or label as phenylephrine hydrochloride is not effective at treating nasal congestion.
- 76. In addition, J&J knew at the time of contracting that the Plaintiff and the class members would purchase and use the J&J products containing phenylephrine hydrochloride to help treat their nasal congestion, and that the Plaintiff and class members were relying on J&J's skill and judgement to furnish non-prescription medication that was effective at treating congestion.
- 77. Defendant breached the Wisconsin implied warranty laws set forth in Wis. Stats. § 402.314 and 402.315.

#### COUNT THREE

## Breach of Implied Covenant of Good Faith in Performance of Agreement

- 78. Plaintiffs incorporate the preceding paragraphs as if fully set forth herein.
- 79. Plaintiff brings this cause of action on behalf of herself and the Class members.
- 80. Defendant was in the business of always selling over-the-counter drugs relevant hereto.
- 81. Every agreement between Defendant and any consumer in Wisconsin is subject to a duty of good faith in its performance of contract under Wis. Stat. § 421.108, which requires honesty in fact in the conduct or transaction concerned and the observance of commercial reasonable standards of fair dealing.
- 82. Plaintiff and Class members formed an agreement to with Defendant at the time Plaintiff and Class members purchased J&J products containing phenylephrine hydrochloride. Implied in those agreements is the covenant of good faith and fair dealing.
- 83. Plaintiff and Class members Defendant reasonably believed that as a reputable seller of over-the-counter medications, the J&J products containing phenylephrine hydrochloride purporting to alleviate symptoms of nasal congestion would in fact be effective at treating nasal congestion. J&J was required by law to act with honesty in fact with regard to whether or not the J&J products containing phenylephrine hydrochloride were effective as a decongestant.
- 84. J&J breached his implied covenant by manufacturing, marketing and selling J&J products containing phenylephrine hydrochloride to the Plaintiff and the Class as a decongestant when it knew or should have known that phenylephrine hydrochloride was not an effective ingredient at treating nasal congestion. Furthermore, J&J breached this implied covenant by failing to observe commercial reasonable standards of fair dealing when it knew based on its own studies that phenylephrine hydrochloride was not an effective ingredient at treating nasal congestion. If

there was any serious question as to effectiveness, the commercial reasonable standards of fair dealing required J&J to not market and sell, in an unqualified manner, products phenylephrine hydrochloride as an effective decongestant.

85. Defendant thereby breached the Wisconsin implied covenant and good faith at Wis. Stat. § 421.108.

# **COUNT FOUR Unjust Enrichment**

- 86. Plaintiffs incorporate the preceding paragraphs as if fully set forth herein.
- 87. Plaintiff brings this cause of action on behalf of herself and the Class members.
- 88. Defendant was in the business of selling over-the-counter drugs at all times relevant hereto. It is alleged in the alternative to the extent there is no adequate remedy at law.
- 89. Plaintiff and class members conferred a benefit on J&J when they purchased the J&J products containing phenylephrine hydrochloride. By its wrongful acts and omissions described herein, including selling the J&J products containing phenylephrine hydrochloride which did not conform to the promises or affirmations of fact made on the label, J&J was unjustly enriched at the expense of Plaintiff and putative Class members.
- 90. Plaintiff's detriment and J&J's enrichment were related to and flowed from the wrongful conduct challenged in this Complaint.
- 91. J&J has profited from its unlawful, unfair, deceptive, and misleading practices at the expense of Plaintiff and putative Class members under circumstances in which it would be unjust for J&J to be permitted to retain the benefit. It would be inequitable for J&J to retain the profits, benefits, and other compensation obtained from their wrongful conduct as described herein in connection with selling the J&J products containing phenylephrine hydrochloride.
  - 92. J&J has been unjustly enriched in retaining the revenues derived from Class

members' purchases of the J&J products containing phenylephrine hydrochloride, which retention of such revenues under these circumstances is unjust and inequitable because J&J marketed, advertised, distributed, and sold the products, and J&J misrepresented the nature of the products, misrepresented their benefits and attributes, and knowingly marketed and promoted the products with representations that it was a decongestant – when it in fact was ineffective as a decongestant, which caused injuries to Plaintiff and the class members because they would not have purchased the products based on the same representations if the true facts concerning the J&J products containing phenylephrine hydrochloride had been known.

- 93. Plaintiff and putative class members have been damaged as a direct and proximate result of J&J's unjust enrichment because they paid a price for a product containing an ineffective ingredient which was more than the actual value of the merchandise, and would not have purchased the J&J products containing phenylephrine hydrochloride on the same terms or for the same price had they known the true nature of the J&J products containing phenylephrine hydrochloride and the misstatements regarding the effectiveness of the J&J products containing phenylephrine hydrochloride as a decongestant.
- 94. J&J either knew or should have known that payments rendered by Plaintiff and putative class members were given and received with the expectation that the J&J products containing phenylephrine hydrochloride representations made by J&J in advertising, on J&J's websites, and on the labels and packaging were true, accurate and complete. It is inequitable for J&J to retain the benefit of payments under these circumstances because the representations that the J&J products containing phenylephrine hydrochloride was an effective decongestant are untrue, inaccurate and incomplete.
  - 95. Plaintiff and putative Class members are entitled to recover from J&J all amounts

wrongfully collected and improperly retained by J&J.

96. As a direct result of J&J's wrongful conduct and unjust enrichment, Plaintiff and putative Class members are entitled to restitution of, disgorgement of, and/or imposition of a constructive trust upon all profits, benefits, and other compensation obtained by J&J for their inequitable and unlawful conduct.

# COUNT FIVE VIOLATION OF THE WISCONSIN DECEPTIVE TRADE PRACTICES ACT

- 97. Plaintiffs incorporate the preceding paragraphs as if fully set forth herein.
- 98. Plaintiff brings this cause of action on behalf of herself and the Class members.
- 99. Defendants' activities consist of deceptive acts and practices in the conduct of their business.
- 100. Wisconsin law prohibits a corporation like J&J from making any "representation or statement of fact which is untrue, deceptive or misleading" with the "intent to induce the public in any manner to enter into any contract or obligation relating to the purchase ... of any ... merchandise ... or service." Wis. Stats. § 100.18(1)
- 101. J&J's representations and statements, both in writing and in image form, that products it manufactured or sold containing phenylephrine hydrochloride as an effective decongestant were statements of fact. J&J's representations and statements were made to the public, including the Plaintiff and class members.
- 102. These representations and statements were untrue, deceptive or misleading as J&J knew or should have known that phenylephrine hydrochloride was not effective as a decongestant, or that there were serious questions and doubts as to whether or not it was effective as to render any statement or representation that it was effective as misleading.

- 103. The representation and statements by J&J about products phenylephrine hydrochloride as an effective decongestant were a significant factor in the Plaintiff and the class members purchase of those products from J&J. The Plaintiff and class members suffered a pecuniary loss by purchasing a product that they would not have otherwise purchased, and by purchasing merchandise for a price higher than it was worth.
- 104. Plaintiff and the class seek actual damages for their pecuniary losses as well as restitution, attorney's fees, and any other relief the Court may deem just or proper.

#### **PRAYER FOR RELIEF**

WHEREFORE, Plaintiff, individually and on behalf of all others similarly situated members of the Class, prays for relief and judgment, including entry of an order:

- Declaring that this action is properly maintained as a class action, certifying the proposed Class, appointing Plaintiff as Class Representative and appointing Plaintiff's counsel as Class Counsel;
- 2. Directing that J&J bear the costs of any notice sent to the Class;
- 3. Declaring that J&J must disgorge, for the benefit of the Class, all or part of the ill-gotten profits they received from the sale of the J&J products containing phenylephrine hydrochloride, or order J&J to make full restitution to Plaintiff's and the members of the Class;
- 4. Awarding restitution and other appropriate equitable relief;
- 5. Granting an injunction against J&J to enjoin it from conducting its business through the unlawful, unfair, and fraudulent acts or practices set forth herein;
- 6. Granting an Order requiring J&J to fully and appropriately recall the products and/or to remove the claims on its website and elsewhere, any representations that the J&J

products containing phenylephrine hydrochloride are an effective ingredient to treat symptoms of nasal congestion;

- 7. Ordering a jury trial and damages according to proof;
- 8. Awarding Plaintiff and members of the Class compensatory and punitive damages, or statutory damages, as provided by the applicable state consumer protection statutes invoked above;
- 9. Enjoining J&J from continuing to engage in the unlawful and unfair business acts and practices as alleged herein;
- 10. Awarding attorneys' fees and litigation costs to Plaintiff and members of the Class;
- 11. Awarding prejudgment interest, and punitive damages as permitted by law; and
- 12. Ordering such other and further relief as the Court deems just and proper.

#### **JURY DEMAND**

Plaintiff demands a trial by jury of all claims in this Complaint so triable.

Dated: December 1, 2023 Respectfully submitted,

By: /s/ Joshua Kons

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Attorneys for Plaintiff

# **CIVIL COVER SHEET**

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.)

Place an "X" in the appropr	riate box (required):	☐ Milwaukee Division			
I. (a) PLAINTIFFS CHRISTINE HARRISO		DEFENDANTS	DEFENDANTS JOHNSON & JOHNSON CONSUMER, INC.		
OF INTO TIME TRANSIOO	14	0011140014 & 00111	TOTAL OF THE STATE		
(b) County of Residence of First Listed Plaintiff BROWN  (EXCEPT IN U.S. PLAINTIFF CASES)  (c) Attorneys (Firm Name, Address, and Telephone Number) Law Offices of Joshua B. Kons, LLC, 92 Hopmeadow Street, Suit Weatogue, CT 06089 // 860-920-5181		NOTE: IN LAND CC THE TRACT	THE TRACT OF LAND INVOLVED.		
	// 860-920-5181 5 N. Green Bay Avenue, Glendale, WI 532	209 //			
414-351-4400	<u> </u>		DINCIDAL DADRIEG		
II. BASIS OF JURISD	ICTION (Place an "X" in One Box Only)	III. CITIZENSHIP OF P (For Diversity Cases Only)		) (Place an "X" in One Box for Plaintiff and One Box for Defendant)	
U.S. Government Plaintiff	3 Federal Question (U.S. Government Not a Party)	Citizen of This State	TF DEF  1 Incorporated or Print of Business In Telescope		
2 U.S. Government Defendant	▼ 4 Diversity (Indicate Citizenship of Parties in Item III)	Citizen of Another State	2 Incorporated and Proof Business In A		
		Citizen or Subject of a Foreign Country	3 Foreign Nation	6 6	
IV. NATURE OF SUIT (Place an "X" in One Box Only)			Click here for: Nature of Suit Code Descriptions.		
CONTRACT  110 Insurance	TORTS PERSONAL INJURY PERSONAL INJUR	FORFEITURE/PENALTY  625 Drug Related Seizure	BANKRUPTCY 422 Appeal 28 USC 158	OTHER STATUTES  375 False Claims Act	
120 Marine 130 Miller Act 140 Negotiable Instrument 150 Recovery of Overpayment & Enforcement of Judgment 151 Medicare Act 152 Recovery of Defaulted Student Loans (Excludes Veterans)	310 Airplane 315 Airplane Product Liability 970 Product Liability 320 Assault, Libel & Pharmaceutical	of Property 21 USC 881	423 Withdrawal 28 USC 157  PROPERTY RIGHTS  820 Copyrights 830 Patent 835 Patent - Abbreviated New Drug Application  840 Trademark	376 Qui Tam (31 USC 3729(a))  400 State Reapportionment 410 Antitrust 430 Banks and Banking 450 Commerce 460 Deportation 470 Racketeer Influenced and Corrupt Organizations	
153 Recovery of Overpayment of Veteran's Benefits 160 Stockholders' Suits 190 Other Contract 195 Contract Product Liability 196 Franchise	Liability  350 Motor Vehicle 355 Motor Vehicle Product Liability 360 Other Personal Injury 362 Personal Injury -  PRESONAL PROPER 370 Other Fraud 371 Truth in Lending 380 Other Personal Property Damage 385 Property Damage Product Liability	710 Fair Labor Standards Act 720 Labor/Management Relations 740 Railway Labor Act 751 Family and Medical	880 Defend Trade Secrets Act of 2016  SOCIAL SECURITY  861 HIA (1395ff) 862 Black Lung (923) 863 DIWC/DIWW (405(g))	480 Consumer Credit (15 USC 1681 or 1692) 485 Telephone Consumer Protection Act 490 Cable/Sat TV 850 Securities/Commodities/ Exchange	
REAL PROPERTY  210 Land Condemnation  220 Foreclosure  230 Rent Lease & Ejectment  240 Torts to Land  245 Tort Product Liability  290 All Other Real Property	Medical Malpractice	791 Employee Retirement Income Security Act  IMMIGRATION  462 Naturalization Application	864 SSID Title XVI 865 RSI (405(g))  FEDERAL TAX SUITS  870 Taxes (U.S. Plaintiff or Defendant)  871 IRS—Third Party 26 USC 7609	890 Other Statutory Actions 891 Agricultural Acts 893 Environmental Matters 895 Freedom of Information Act 896 Arbitration 899 Administrative Procedure Act/Review or Appeal of Agency Decision 950 Constitutionality of State Statutes	
	moved from 3 Remanded from te Court Appellate Court	(specify	r District Litigation - Transfer	1 1	
VI. CAUSE OF ACTIO	ON  Cite the U.S. Civil Statute under which you as  Brief description of cause: Wis. Stats. 402.313, 402.314, 402.31		utes unless diversity):		
VII. REQUESTED IN COMPLAINT:	Image: Check if this is a class action under rule 23, F.R.Cv.P.       DEMAND \$       CHECK YES only if demanded in complaint:         JURY DEMAND:       Image: Im				
VIII. RELATED CASI	·		DOCKET NUMBER	X Yes	
DATE 12/01/2023	SIGNATURE OF ATTORNEY OF RECORD				
FOR OFFICE USE ONLY	Case 1:23-cv-01625 Filed 1	.2/01/23 Page 1 of 1	Document 1-1	OCE.	