UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF NEW YORK

KAYLA MONTGOMERY, individually and on behalf of all others similarly situated,

Plaintiff,

Civil Action No.:

CLASS ACTION COMPLAINT JURY TRIAL DEMANDED

v.

PEEK TRAVEL, INC.,

Defendant.

Plaintiff Kayla Montgomery brings this action on behalf of herself, and all others similarly situated against Peek Travel, Inc. ("Defendant" or "Peek"). Plaintiff makes the following allegations pursuant to the investigation of her counsel and based upon information and belief, except as to the allegations specifically pertaining to herself, which are based on personal knowledge.

NATURE OF THE ACTION

1. For over two years, Defendant has been nickel and diming visitors of various places of entertainment in violation of the New York Arts and Cultural Affairs Law § 25.07(4) and New York General Business Law § 349. Defendant Peek is a software-as-a service company that integrates and designs a platform to purchase tickets to various places of entertainment located in New York, including, but not limited to, the Color Factory NYC, the Museum of Ice Cream, the Inter_Intermersive Art Museum, and the ARTECHOUSE.

2. The purchase flow "powered by Peek.com" remains substantially the same across all places of entertainment that use Peek's ticket purchasing platform. Whenever a consumer selects an admission ticket on the website of these various places, she is quoted a fee-less price,

Case 1:25-cv-01015 Document 1 Filed 02/04/25 Page 2 of 32

only to be ambushed by non-delineated "fees" at checkout, after clicking through the various screens required to make a purchase. The fees are masked under the ambiguous category "Taxes & Fees," and Peek does not provide a breakdown of how much fees go to itself as opposed to the place of entertainment, nor does it explain what the fees are for.

3. To make matters worse, the websites often include a countdown timer for the consumer to complete the transaction. Because New York is a busy place, and because these "Taxes & Fees" are only displayed after a consumer selects her ticket, Defendant puts its consumers on a shot clock and tells them they need to act quick, because Defendant and these places of entertainment cannot hold their admission time slot open forever. This cheap trick has enabled Defendant to swindle substantial sums of money from its customers.

4. To stop this hustle, New York passed Arts and Cultural Affairs Law § 25.07(4), which provides that "every operator ... of a place of entertainment ... shall disclose the total cost of the ticket, inclusive of all ancillary fees that must be paid in order to purchase the ticket." "Such disclosure of the total cost and fees shall be displayed in the ticket listing *prior to* the ticket being selected for purchase." *Id.* (emphasis added). And "[t]he price of the ticket shall not increase during the purchase process." *Id.* This latest version of the law went into effect August 29, 2022. *See* Exhibit A.

5. Moreover, Arts and Cultural Affairs Law § 25.07(4) provides that "every operator ... of a place of entertainment ... shall disclose in a clear and conspicuous manner the portion of the ticket price stated in dollars that represents a service charge, or any other fee or surcharge to the purchaser." *Id.*

6. For these reasons, Plaintiff seeks relief in this action individually, and on behalf of all other ticket purchasers for all places of entertainment in the State of New York that use

Defendant's ticket purchase platform, for actual and/or statutory damages, reasonable attorneys' costs and fees, and injunctive relief under New York Arts and Cultural Affairs Law § 25.33 and New York General Business Law § 349.

JURISIDCTION AND VENUE

7. This Court has subject matter jurisdiction over this action pursuant to 28 U.S.C. § 1332(d) because there are more than 100 class members, and the aggregate amount in controversy exceeds \$5,000,000.00, exclusive of interest, fees, and costs, and at least one class member is a citizen of a state different from Defendant. Defendant sold at least 100,000 tickets to various places of entertainment through its website during the applicable class period, and is liable for a minimum of fifty dollars in statutory damages for each ticket sold.

8. This Court has personal jurisdiction over Defendant because Defendant operates a website that sells tickets to various entertainment events taking place in this District.

9. Venue is proper in this District pursuant to 28 U.S.C. § 1391 because Plaintiff purchased tickets to an event in this District through Defendant's website in this District and Plaintiff resides in this District.

PARTIES

10. Plaintiff Kayla Montgomery is an individual consumer who, at all times material hereto, was a citizen and resident of New York, New York. Plaintiff purchased four general admission tickets to the Museum of Ice Cream NYC on or about January 18, 2023 through the website, https://www.museumoficecream.com. The transaction flow process she viewed on the website was substantially similar to that depicted in Figures 1 through 7 in this complaint.

11. Defendant Peek Travel, Inc. is a Delaware corporation with its principal place of business in San Francisco, California.

RELEVANT FACTUAL ALLEGATIONS

Peek's Ticket Purchase Platform on the Museum of Ice Cream NYC Website

12. When a person visits www.museumoficecream.com, on the main page, she can click the red "Reserve Tickets" button to select admission tickets to visit Defendant's Museum of Ice Cream in New York City on various dates. *See* Figure 1.





13. After a consumer selects the "RESERVE VIP TICKETS" or the "RESERVE GENERAL ADMISSION TICKETS" button, she is taken to a screen which provides a list of various museum admission dates, times, and ticket prices. The screen purports to provide the total cost of the ticket, listing a dollar amount under the time the consumer selects. *See* Figure 2, next page. However, the real "total cost" of any ticket, inclusive of fees, is not shown on this screen, in violation of New York Arts & Cultural Affairs Law § 25.07(4). *Id.* This screen states that it is "powered by Peek.com," which is operated by the Defendant. *Id.*

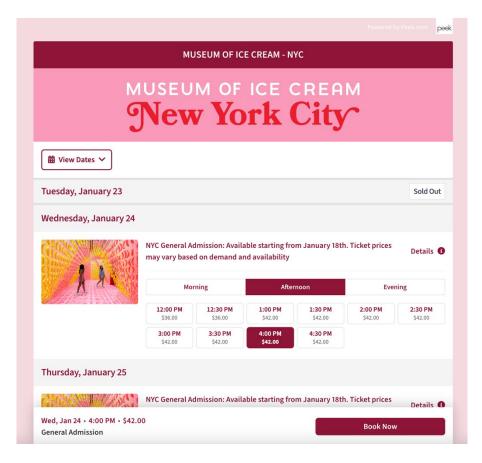


Figure 2

14. After a consumer clicks on the "Book Now" button in Figure 2, she is taken to another page which displays the date and time that she selected to visit the museum, as well as the cost of the ticket. *See* Figure 3-A, next page. The page also requests the consumer put in her personal and contact information. *Id.* The total cost of the ticket is also not displayed on this page. *Id.* Once again, the screen states that the website is "powered by Peek.com." *Id.*

| SCHEDULE | 2 INFO | 3 сі | IECKOUT | Powered by Peek.com |
|--|---|----------------------|-----------------------|--|
| NYC GENERAL ADMISSIC STARTING FROM JANUA PRICES MAY VARY BASEI AVAILABILITY | RY 18TH. TICKET | 24 _{JAN} | 4:00 _{PM} | |
| Enter Promo Code Select # of Guest(s): | ICE, PLEASE SELECT 👾 VIP TICKET al Admission 0 9 per person | Ϋ́ | APPLY | Connect with your family & friends or rediscover your inner child on a colorful journey through Museum of Ice Cream. What to expect: |
| Contact Information | Last Name | | | UNLIMITED ice cream treats Themed crafts & activities |
| Phone | Email | | | Countless interactive installations Our world-famous Sprinkle Pool Experience the best time and create unforgettable memories at the sweetest |
| | | | | place on earth! NYC General Admission: Available starting from January 18th. Ticket prices may vary based on demand and availability Wednesday, Jan 24th - 4:00PM - 5:00PM |
| | | | | Ix General Admission |



15. Only if the consumer clicks on or hovers over the small red "i" icon on the page, does the website inform her that "the displayed ticket price is pre-ticketing fees." See Figure 3-B, next page. Even still, it does not tell her how much those ticketing fees are. *Id.* Once again, the screen states that the website is "powered by Peek.com." *Id.*

| SCHEDULE | 2 INFO | 3 CH | ECKOUT | Powered by Peek.com peek |
|--|---|-----------|------------------------------|---|
| NYC GENERAL ADMISSIC STARTING FROM JANUA PRICES MAY VARY BASEL AVAILABILITY | RY 18TH. TICKET | 24 JAN | 4:00 _{РМ} | D' A S |
| FOR AN ENHANCED EXPERIEN | ICE, PLEASE SELECT 🙀 VIP TICK | ET🚖 | | |
| Enter Promo Code | | | APPLY | Connect with your family & friends or |
| Select # of Creat(a). Please note that the ticket price is pre-tic fees. | New York, N | | | rediscover your inner child on a colorful journey through Museum of Ice Cream. What to expect: |
| Contact Information | | | | UNLIMITED ice cream treats |
| First Name | Last Name | | | Themed crafts & activities |
| ■ • Phone | Email | | | Countless interactive installations Our world-famous Sprinkle Pool |
| | Continue | | | Experience the best time and create unforgettable memories at the sweetest place on earth! |
| | | | | NYC General Admission: Available starting from January 18th. Ticket prices may vary based on demand and availability Wednesday, Jan 24th - 4:00PM - 5:00PM 1x General Admission |

Figure 3-B

16. *After* a consumer inputs her personal and contact information, she is prompted with a set of boxes to check regarding marketing communications and Terms and Conditions. *See* Figure 4, next page. Again, the total cost of the ticket is not displayed on this page either. *Id.* For January 24, 2024 at 4:00 PM, the price of a "General Admission" ticket is displayed as "\$42.00 per person." *Id.* And again, the screen states that the website is "powered by Peek.com." *Id.*

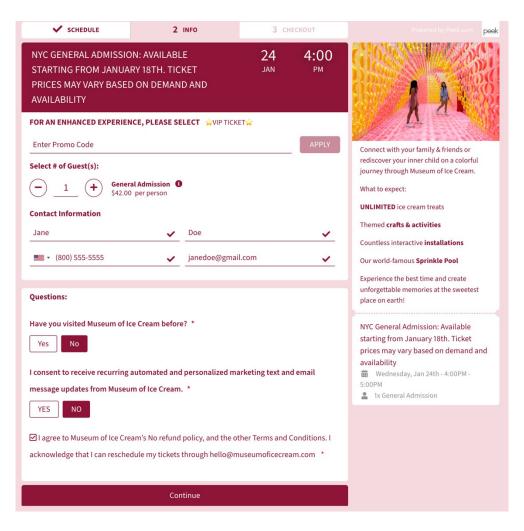
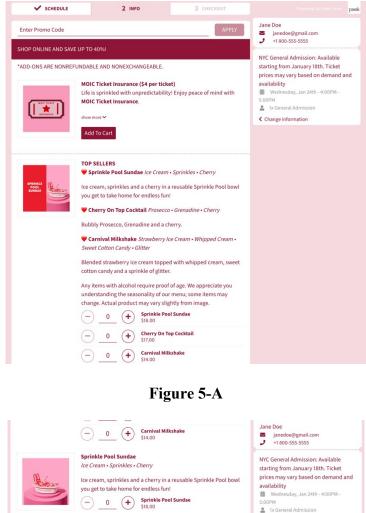


Figure 4

17. After checking those boxes, the consumer may click "Continue." *Id.* Once the consumer clicks "Continue," she is taken to a screen offering her the ability to purchase additional products along with her admission ticket. *See* Figures 5-A & 5-B, next page. The screens state that the website is "powered by Peek.com." *Id.*



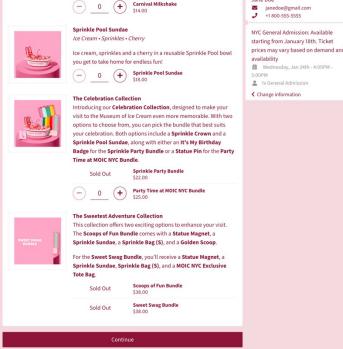


Figure 5-B

Case 1:25-cv-01015 Document 1 Filed 02/04/25 Page 10 of 32

18. Once a consumer clicks on the "Continue" button again, a final checkout screen emerges, which requires the user to input her payment information. *See* Figure 6. On the right-side of the same screen, the "Total" ticket price is finally displayed, which includes \$13.23 of "Taxes & Fees." *Id.* This is the first time the website makes explicit mention of additional "fees." Once again, the screen states that the website is "powered by Peek.com." *Id.*

| SCHEDULE | V INF | D | 3 СНЕСК | OUT | | by Peek.com |
|---------------------------------|-------------------|----------|---------|-------|--|-------------|
| YOUR PAYMENT INFORMATION | | | | | Jane Doe ⊠ janedoe@gmail.co J +1 800-555-5555 | m |
| Payment Options | | | | | Tickets | \$42.00 |
| Enter Promo Code / Gift Card Co | de / Store Credit | | | Apply | Taxes & Fees 🚱 | \$42.00 |
| | | | | | Total | \$55.23 |
| Card number | Exp | piration | CVC | | | |
| 1234 1234 1234 1234 | () | 1M / YY | CVC | - 39 | NYC General Admission starting from January 1 | |
| Country | ZIP | | | | prices may vary based | |
| United States | ✓ 1: | 2345 | | | availability Wednesday, Jan 24t 5:00PM 1x General Admission | |
| | A Process B | | | | Change information | |

Figure 6

19. As displayed in Figure 6, the website does not delineate how much of the additional \$13.23 is allocated to taxes versus fees. *Id. Only if* a consumer clicks on or hovers over the question mark icon next to "Taxes & Fees" does the webpage disclose a "Service Fee" of "\$9.50." *See* Figure 7, next page.

| YOUR PAYMENT INFORMATION | | | | Jane Doe ☑ janedoe@gmail.com ✔ +1 800-555-5555 | n | |
|---|---------------|------------|----------------------|---|-------------------------------------|--|
| Payment Options Enter Promo Code / Gift Card Code | e / Store Cre | edit | Taxes Service Fee | \$3.73 \$9.50 | \$42.00 \$13.23 | |
| | | | | Total | \$55.23 | |
| Card number | | Expiration | CVC | | | |
| 1234 1234 1234 1234 | | MM / YY | CVC | NYC General Admission: starting from January 18 | | |
| Country | | ZIP | | | prices may vary based on demand and | |
| United States | ~ | 12345 | | availability Wednesday, Jan 24th 5:00PM 1x General Admission | | |
| | 🔒 Proc | | | Change information | | |

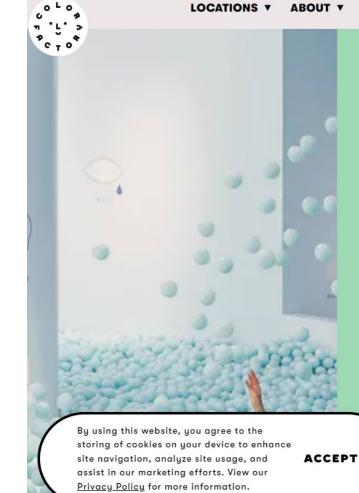


20. This is the first and only time that a \$9.50 per ticket "Service Fee" is displayed to the consumer. *Id.* And to make matters worse, a consumer can complete the final checkout page without ever clicking on the question mark icon to be shown the \$9.50 per ticket service fee. *Compare* Figure 6 *with* Figure 7. Once again, the screens state that the website is "powered by Peek.com." *Id.*

21. Because this website is "Powered by Peek.com," Defendant collects the funds from the consumer directly, and thereafter disburses it to 1and8, Inc., the operator of the Museum of Ice Cream NYC.

Peek's Ticket Purchase Platform on the Color Factory NYC Website

22. When a person visits the website, https://www.colorfactory.co/, on the main page, she can click the multi-colored "BUY TICKETS" button to select admission tickets to visit Color Factory NYC on various dates. *See* Figure 8, next page.



EVENTS COLOR SHOP

BUY TICKETS

Welcome to Color Factory NYC!

Get ready to take an interactive journey through 14 immersive art exhibits as stunning as they are colorful. Fun for all ages, Color Factory New York is the place for celebrations, reunions, or just a family day out! Our museum celebrates the many shades of the city - from the bright yellow of a taxi cab to the creamy brown of a street pretzel.

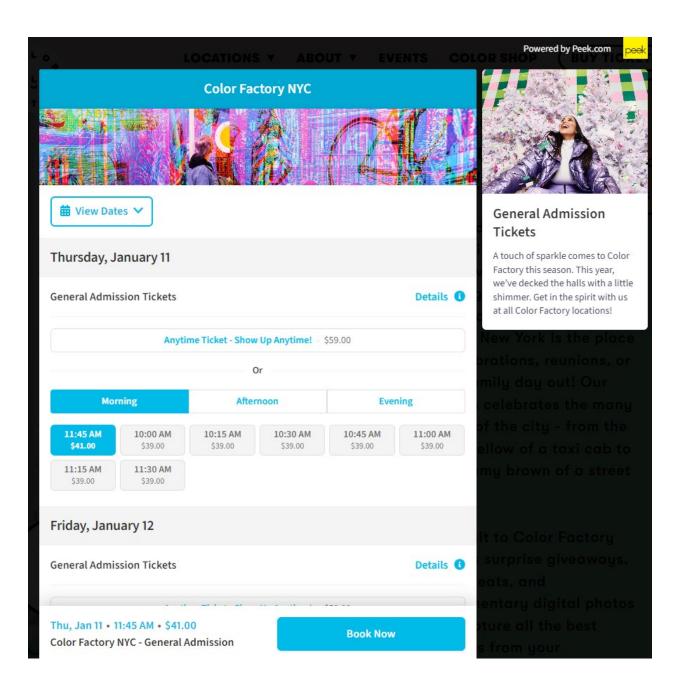
Each visit to Color Factory includes surprise giveaways, sweet treats, and complimentary digital photos that capture all the best moments from your

Figure 8

23. After a consumer selects the "BUY TICKETS" button, she is taken to a screen which provides a list of various museum admission dates, times, and prices. *See* Figure 9, next page. The "total cost" of any ticket, inclusive of fees, is not shown on this screen, in violation of New York Arts & Cultural Affairs Law § 25.07(4). *Id.* A ticket for admission at 11:45 a.m. on January 11, 2024 was quoted at "\$41.00." *Id.*

| • • • | | OCATIONS | т дво | UT V EV | ENTS CO | Powered by Peek.com |
|--|--|----------------------------|----------------------------|----------------------------|----------------------------|---|
| | | Color Fac | tory NYC | | | |
| 🛱 View Dat | es 🗸 | | | | | General Admission Tickets |
| Thursday, J General Admis | | | | | Details 🕄 | A touch of sparkle comes to Color Factory this season. This year, we've decked the halls with a little shimmer. Get in the spirit with us at all Color Factory locations! |
| | Anyti | me Ticket - Show | Up Anytime! | \$59.00 | | New York is the place |
| | | 0 | r | | | prations, reunions, or imily day out! Our |
| Mor | ming | After | noon | Ever | ning | celebrates the many |
| 11:45 AM \$41.00 11:15 AM \$39.00 | 10:00 AM \$39.00 11:30 AM \$39.00 | 10:15 AM \$39.00 | 10:30 AM \$39.00 | 10:45 AM \$39.00 | 11:00 AM \$39.00 | of the city - from the ellow of a taxi cab to my brown of a street |
| Friday, Janu | lary 12 | | | | | it to Color Factory |
| General Admis | | me Ticket - Show C | | \$59.00 | Details () | eats, and eats, and nentary digital photos oture all the best s from your |

24. After a consumer clicks on the date and time of the ticket she wishes to purchase, a banner displays on the bottom of the page re-displaying the same "\$41.00" price, again failing to disclose ancillary fees, with a blue "Book Now" button. *See* Figure 10, next page.



25. After a consumer clicks the "Book Now" button, she is taken to a screen redisplaying the same "\$41.00" price, again excluding ancillary fees, and requiring that the consumer input her name, phone number, and email address to continue the purchase process. *See* Figure 11, next page. This screen states that it is "powered by Peek.com," which is operated by the Defendant.

| ✓ Schedule | 2 Info 3 Checkout | | neckout | Powered by Peek.com |
|--|---|------------------|---------------|--|
| General Admission Ticket | s | 11 jan | 11:45 AM | |
| Enter Promo Code | | | Apply | |
| Children ages 2 and under a Minors under the age of 16 v years old or older. Select Tickets 1 + General \$41.00 e | vill not be allowed inside unles Admission | ss accompanied l | by someone 16 | A touch of sparkle comes to Color Factory this season. This year, we've decked the halls with a little shimmer. Get in the spirit with us at all Color Factory locations! |
| - 0 + Anytime \$59.00 e | Ticket (visit anytime during op each | en hours) | | General Admission Tickets Thursday, Jan 11th - 11:45AM - 12:45PM A Ix General Admission |
| First Name | Last Name | | | ebrations, reunions, or amily day out! Our |
| ■ • Phone | Email | | | m celebrates the many : of the city - from the uellow of a taxi cab to |

26. Once a consumer inputs her name, phone number, and email address, another banner appears requiring the customer to answer two questions before clicking a yellow "Continue" button. *See* Figure 12, next page. Again, the same "\$41.00" price is displayed, excluding ancillary fees. *Id.* This screen states that it is "powered by Peek.com," which is operated by the Defendant.

| ✓ Schedule | 2 | Info | 3 (| Checkout | Powered by Peek.com |
|--|------------------|-------------------|------------------|------------------------|--|
| General Admission Tick | ets | | 11 jan | 11:45 ^{AM} | |
| Enter Promo Code | | | | Apply | |
| Children ages 2 and unde Minors under the age of 10 years old or older. | | wed inside unles | ss accompanied | by someone 16 | |
| | ral Admission | | | | A touch of sparkle comes to Color Factory this season. This year, we've decked the halls with a little shimmer. Get in the spirit with us at all Color Factory locations! |
| | | nytime during op | en hours) | | General Admission Tickets Thursday, Jan 11th - 11:45AM - 12:45PM Ix General Admission |
| Stefan | ~ | Bogdanovich | | ~ | rom the bright yellow of a |
| • 9253004455 | ~ | sbogdanovich | @bursor.com | ~ | b to the creamy brown of a pretzel. |
| Questions: Have you visited Color Factor | y before? * | | | | isit to Color Factory as surprise giveaways, sweet and complimentary digital |
| Yes No | | | | | that capture all the best its from your experience. |
| ✓ I understand that Color Fact | ory has a no ref | und policy, but I | can reschedule | my tickets | ed in partnership with an |
| through support@colorfactory | /.CO * | | | | ional roster of local and itional artists and |
| | Con | ntinue | | | orators, this multi-hued te to NYC will leave you |
| | | | | inspire | ed. Ready to jump into color? |



27. After the consumer clicks on the "Continue" button, a final checkout screen emerges, which requires the user to input her payment information, all while an 8-minute clock is ticking down. *See* Figure 13, next page. On the right-side of the same screen, the "TOTAL" ticket price is displayed, which, for admission at 11:45 a.m. on January 11, 2024, included an additional \$8.99 of "Taxes & Fees." *Id.* This is the first time the screen makes mention of

additional "fees." This screen states it is "powered by Peek.com," which is operated by the Defendant.

| ✓ Schedule | 🗸 Info | 3 Checkout | COLOR SHU | vered by Peek.com peek |
|---------------------------------|--|-------------|---|-------------------------------|
| Your Payment Information | | | 07:45 mir | nutes to secure ar booking |
| Payment Options | | | Stefan Bogdanovich sbogdanovich +1 925-300-445 | @bursor.com |
| Enter Promo Code / Gift Card Co | de / Store Credit | Арріу | | \$41.00 \$8.99 |
| | G Pay Or pay with card | | Total | \$49.99 |
| link sbogdanovich@burson | com ~ | × | General Admission Thursday, Jan T A General Admis | 1th - 11:45AM - 12:45PM |
| Use 🛄 •••• 310 | 04 Pay | another way | < Change information | n |
| | | | rom the bright | |
| | Process Booking | st | reet <mark>pretzel.</mark> | |
| | Secure Credit Ca This is a 2048-bit SSL E | | | |
| | | | | |
| | | | | |



28. As displayed in Figure 13, Defendant does not delineate how much of the additional \$8.99 is allocated to taxes versus fees. *Id.* That information is never made available to the consumer, even after she completes the checkout process and purchases a ticket.

29. Assuming Defendant levies the correct 8.875% New York City sales and use tax¹, the price in Figure 13 represents approximately \$5.36 in ancillary fees.

30. Because this screen is "Powered by Peek.com," Defendant collects the funds from the consumer directly, and thereafter disburses it to Color Factory, LLC the operator of the Color Factory NYC.

¹ https://www.nyc.gov/site/finance/business/business-nys-sales-tax.page (last visited Jan. 12, 2024).

Peek's Ticket Purchase Platform on the Inter Intermersive Art Museum's Website

31. When a person visits the website, https://www.interiam.co/, on the main page, she can click the purple "Book Tickets" button to select admission tickets to visit the Inter_Intermersive Art Museum in New York City on various dates. *See* Figure 14.



Figure 14

32. After a consumer selects the "BOOK TICKETS" button, she is taken to a screen, which provides a list of various museum admission types, dates, and times. No ticket prices are shown to a consumer at this stage. *See* Figure 15, next page. This screen states it is "powered by Peek.com," which is operated by the Defendant.

| | | | | | Powered b | y Peek.com peek |
|---|--|--------------|-------------|---------|-----------|-----------------|
| | Choo | se your date | and time be | low: | | |
| ₩ View Dates ₩ | | | | | | |
| Monday, February 5 | | | | | | |
| | wINTERverse A | dmission | | | | Details 🚯 |
| | | Afternoon | | | | |
| | 7:00 PM | 7:15 PM | 7:30 PM | 7:45 PM | 8:00 PM | 5:00 PM |
| | 5:15 PM | 5:30 PM | 5:45 PM | 6:00 PM | 6:15 PM | 6:30 PM |
| | 6:45 PM | | | | | |
| 3 A | The wINTERverse + DIY Beaded Snowflake | | | | | Details 🔒 |
| mar and | | Afternoon | | | | |
| | 6:45 PM | 5:00 PM | 5:15 PM | 5:30 PM | 5:45 PM | 6:00 PM |
| | 6:15 PM | 6:30 PM | | | | |
| Tuesday, February 6 | | | | | | Sold Out |
| Wednesday, February 7 | | | | | | |
| Mon, Feb 5 • 7:45 PM the wINTERverse | | | | | Book Now | a i |

33. After a consumer clicks on the "Book Now" button in Figure 15, she is taken to another page, which displays the date and time that she selected to visit the museum, as well as the cost of the ticket. *See* Figure 16, next page. The page also requests the consumer put in her personal and contact information. *Id.* The total cost of the ticket is also not displayed on this page. *Id.* This screen states it is "powered by Peek.com," which is operated by the Defendant.

| Schedule 2 | Info | Checkout | Powered by Peek.com |
|---|---------------------------------|-----------------------|---|
| wINTERverse Admission | 5 FEB | 7:45 PM | |
| Enter Promo Code | | Apply | |
| (L | Ş | | Dive into New York City's coolest immersive winter wonderland! Escape from NYC and explore the wINTERverse, traversing two floors of interactive and generative exhibits. Your expedition begins in SoHo, where you |
| LNT | ER_ | flashing lights | will become immersed in a labyrinth of otherworldly environments filled with light, color, and awesome art celebrating the marvelous show more |
| Choose your tickets: | | nooning lighter | wINTERverse Admission Monday, Feb 5th - 7:45PM - 7:55PM Ix Adult |
| O O Child (Ages 4 - 12) S32.95 per person Contact Information | | | |
| Jane 🗸 | Doe | ~ | |
| • +1 800-555-5555 • | janedoe@gmail.com | ~ | |
| Questions: | | | |
| □ I agree to the INTER_ No Refund Policy and reschedule my tickets by contacting info.NYC@ | | owledge that I can | |
| How did you hear about us? * | | | NTINC |
| - Please Select - | | • | |
| Con | tinue | | ORATION |
| the storing of cookies on your device to enhance s | ite navigation, analyze site us | age, and assist in ou | r marketing efforts. View our Privacy Policy for m |

34. After a consumer inputs her information, she is prompted with a set of boxes to check regarding the operator of the place of entertainment's refund policy and Terms and Conditions. The actual total cost of the ticket is not displayed on this page. This screen states it is "powered by Peek.com," which is operated by the Defendant.

| Schedule | 🗸 Info | 3 Checkout | Powered | by Peek.com peek |
|---|---------------------------------------|------------------------|--|----------------------|
| Your Payment Information | | | 07:05 minutes | s to secure oking |
| Peek Protect can cover \$31.9 | | | Jane Doe Si janedoe@gmail.com 1 800-555-5555 | n |
| Cancel for any reason up to 2 | | arts | Tickets | \$39.95 |
| Yes, protect my bookin | ng No, dor | n't protect my booking | Taxes & Fees 🔞 | \$8.05 |
| By selecting "Protect my booking" yo | u are agreeing to Peek Protect's tern | ns and conditions. | Total | \$48.00 |
| Powered by Spot | | | wINTERverse Admission Monday, Feb 5th - 7:4 | |
| Payment Options | | | 1x Adult Change information | \$39.95 |
| Enter Promo Code / Gift Card Cod | de / Store Credit | Apply | Change mormation | |
| | | | | |
| Card | fin Bank | | | |
| Secure, 1-click checkout with | Link 🗸 | | | |
| Card number | Expiration | CVC | | |
| 1234 1234 1234 1234 | MM / YY | cvc 🙂 | | |
| 2 B | ZIP | | | |
| Country | | | | |

35. Only after completing this page is a consumer taken to the final checkout screen where she becomes aware that the displayed ticket price is different than the actual total cost of the ticket. *See* Figure 17. This screen requires the consumer to input her payment information. *Id.* This screen states it is "powered by Peek.com," which is operated by the Defendant. On the right side of the screen, the "Total" ticket price is finally displayed, which includes \$8.05 of "Taxes and Fees." *Id.* The cost of the ticket jumps from \$39.95 (price for adults) to \$48.00. This is the first time Defendant makes explicit mention of additional "fees." *Id.*

36. As displayed in Figure 17, Defendant does not delineate how much of the additional \$8.05 is allocated to taxes versus fees. *Id. Only if* a consumer clicks on or hovers over the question mark icon next to "Taxes & Fees" does the webpage disclose a "Convenience Fee" of "\$4.50." *See* Figure 18.

| ✓ Schedule | 🗸 Info | 3 Chec | kout | Powered | by Peek.com |
|--|----------------------------------|-----------------------|------------|---|-----------------------|
| Your Payment Information | | | | 01:35 minutes | s to secure poking |
| Peek Protect can cover \$31.9 | | .20. | | Jane Doe | n |
| Give yourself peace of mind i Cancel for any reason up to 2 | | ~ | | | \$39.95 |
| Yes, protect my bookin | ng No, | don't protect Conver | nience Fee | \$3.55 \$4.50 | \$8.05 |
| By selecting "Protect my booking" yo | u are agreeing to Peek Protect's | terms and conditions. | | Total | \$48.00 |
| Powered by Spot | | | | wINTERverse Admission | n |
| | | | | Monday, Feb 5th - 7:4 1x Adult | |
| Payment Options | | | | Change information | |
| Enter Promo Code / Gift Card Cod | le / Store Credit | | Apply | | |
| | | | | | |
| Card | m Bank | | | | |
| Secure, 1-click checkout with | Link 🗸 | | | | |
| Card number | Expiration | CVC | | | |
| 1234 1234 1234 1234 | VISA MM / YY | CVC | ٢ | | |
| Country | ZIP | | | | |
| United States | ✓ 12345 | | | | |
| | | | | | |
| | Process Booking | | | | |
| | Sacura Cradit | Card Payment | | | |
| | JCR | SL Encrypted Payment | | | |
| | | | | | |
| | | | | | |

Figure 18

37. This is the first and only time that Defendant's \$4.50 per ticket "Convenience Fee" is displayed to the consumer. *Id.* This screen states it is "powered by Peek.com," which is

Case 1:25-cv-01015 Document 1 Filed 02/04/25 Page 23 of 32

operated by the Defendant. Defendant fails to disclose how much of the fee goes to the operator of the place of entertainment as opposed to the Defendant. And to make matters worse, a consumer can complete the final checkout page without ever clicking on the question mark icon to be shown Defendant's \$4.50 per ticket convenience fee. *Compare* Figure 17 *with* Figure 18.

NEW YORK ARTS & CULTURAL AFFAIRS LAW

38. Effective August 29, 2022, New York enacted Arts & Cultural Affairs Law § 25.07(4), which provides that "[e]very operator or operator's agent of a place of entertainment... shall disclose the total cost of the ticket, inclusive of all ancillary fees that must be paid in order to purchase the ticket, and disclose in a clear and conspicuous manner the portion of the ticket price stated in dollars that represents a <u>service charge</u>, or any other fee or surcharge to the purchaser. Such <u>disclosure</u> of the <u>total cost</u> and fees shall be displayed in the ticket listing <u>prior</u> to the ticket being <u>selected for purchase</u>." *Id*. (emphasis added). And "[t]he price of the ticket shall not increase during the purchase process." *Id*.; *Compare with* Figures 2 through 7.

39. Shortly after the law was enacted, ticketing websites peppered the State of New York's Division of Licensing Services with questions about the scope of the law. As explained by the Division of Licensing Services, "the ticket purchasing process begins once a consumer visits a ticket marketplace and first sees a list of seat prices." *See* N.Y. Dep't of State, Div. Licens. Servs., *Request for Additional Guidance – New York State Senate Bill S.9461*, attached hereto as **Exhibit A**, at 1. "From the moment the prospective purchaser assesses the [] ticket lists through the final payment ... there should be no price increases to the purchaser for the ticket itself." *Id.* "When a prospective purchaser selects a ticket with full disclosure of the ticket price, the purchaser <u>should not then have to search for the total price</u> of the ticket <u>as the purchaser proceeds through the purchasing process</u>, it should continue to be readily available to the purchaser." *Id.* at 2 (emphasis added). "In short, the ticket listing must include the total cost

of the ticket, <u>with a breakdown of all service charges</u>, fees and <u>surcharges</u>, that the purchaser must pay just to purchase the ticket." *Id.* (emphasis added).

CLASS REPRESENTATION ALLEGATIONS

40. **Nationwide Class**: Plaintiff seeks to represent a class defined as all individuals in the United States who purchased tickets to places of entertainment located in New York State which used screens or sites that were "powered by Peek.com" or otherwise created in part by Defendant on or after August 29, 2022. Excluded from the Nationwide Class is any entity in which Defendant has a controlling interest, and officers or directors of Defendant.

41. **New York Subclass**: Plaintiff seeks to represent a class defined as all individuals in New York who purchased tickets to who purchased tickets to places of entertainment in located New York state which used screens which were "powered by Peek.com" or otherwise created in part by Defendant on or after August 29, 2022. Excluded from the New York Subclass is any entity in which Defendant has a controlling interest, and officers or directors of Defendant.

42. Members of the Nationwide Class and New York Subclass are so numerous that their individual joinder herein is impracticable. On information and belief, members of the Nationwide Class and New York Subclass are at least in the hundreds of thousands. The precise number of Nationwide Class and New York Subclass members and their identities are unknown to Plaintiff at this time but may be determined through discovery. Nationwide Class and New York Subclass members may be notified of the pendency of this action by mail, email, and/or publication through the distribution records of Defendant.

43. Common questions of law and fact exist as to all Nationwide Class and New York Subclass members and predominate over questions affecting only individual Nationwide Class

Case 1:25-cv-01015 Document 1 Filed 02/04/25 Page 25 of 32

and New York Subclass members. Common legal and factual questions include, but are not limited to: (a) whether Defendant failed to disclose the total cost of the ticket, including all ancillary fees, prior to the tickets being selected for purchase in violation of New York Arts & Cultural Affairs Law § 25.07(4); (b) whether the displayed price of Defendant's tickets increases during the purchase process in violation of New York Arts & Cultural Affairs Law § 25.07(4); and (c) whether Defendant failed to disclose its service fee in a clear and conspicuous manner in violation of New York Arts & Cultural Affairs Law § 25.07(4).

44. The claims of the named Plaintiff are typical of the claims of the Nationwide Class and New York Subclass in that the named Plaintiff and the Nationwide Class and New York Subclass sustained damages as a result of Defendant's uniform wrongful conduct, based upon Defendant's failure to disclose the total cost of its tickets, including Defendant's service fees, throughout the online ticket purchase process.

45. Plaintiff is an adequate representative of the Nationwide Class and New York Subclass because her interests do not conflict with the interests of the Nationwide Class and New York Subclass members she seeks to represent, she has retained competent counsel experienced in prosecuting class actions, and she intends to prosecute this action vigorously. The interests of Nationwide Class and New York Subclass members will be fairly and adequately protected by Plaintiff and her counsel.

46. The class mechanism is superior to other available means for the fair and efficient adjudication of the claims of Nationwide Class and New York Subclass members. Each individual Nationwide Class and New York Subclass member may lack the resources to undergo the burden and expense of individual prosecution of the complex and extensive litigation necessary to establish Defendant's liability. Individualized litigation increases the delay and

expense to all parties and multiplies the burden on the judicial system presented by the complex legal and factual issues of this case. Individualized litigation also presents a potential for inconsistent or contradictory judgments. In contrast, the class action device presents far fewer management difficulties and provides the benefits of single adjudication, economy of scale, and comprehensive supervision by a single court on the issue of Defendant's liability. Class treatment of the liability issues will ensure that all claims and claimants are before this Court for consistent adjudication of the liability issues.

<u>COUNT I</u> New York Arts & Cultural Affairs Law § 25.07 (On Behalf Of The Nationwide Class and New York Subclass)

47. Plaintiff repeats the allegations contained in the foregoing paragraphs as if fully set forth herein.

48. Plaintiff brings this claim individually and on behalf of the members of the Nationwide Class and New York Subclass against Defendant.

49. Defendant is an "operator's agent of a place of entertainment" because Defendant works on the behest of operators of places of entertainment, including but not limited to, Color Factory, LLC (which operates the Color Factory NYC), 1AND8, Inc. (which operates the Museum of Ice Cream NYC), Inter_Iam, Inc. (which operates Inter_Intermersive Art Museum), and ATH NY CM LLC (which operates the ARTECHOUSE NYC). N.Y. Arts & Cult. Aff. Law § 25.03(6).

50. Defendant is a "Platform that facilitates the sale or resale of tickets" because Defendant provides the website screens through which consumers to various places of entertainment sell tickets, as shown in the examples in the complaint.

Case 1:25-cv-01015 Document 1 Filed 02/04/25 Page 27 of 32

51. Color Factory NYC is a "place of entertainment." "Place of entertainment' means any privately or publicly owned and operated entertainment facility such as a theatre, stadium, arena, racetrack, <u>museum</u>, amusement park, or other place where performances, concerts, <u>exhibits</u>, athletic games or contests are held for which an entry fee is charged." N.Y. Arts & Cult. Aff. Law § 25.03(6) (emphasis added).

52. The Museum of Ice Cream NYC is a "place of entertainment." "Place of entertainment' means any privately or publicly owned and operated entertainment facility such as a theatre, stadium, arena, racetrack, <u>museum</u>, amusement park, or other place where performances, concerts, <u>exhibits</u>, athletic games or contests are held for which an entry fee is charged." N.Y. Arts & Cult. Aff. Law § 25.03(6) (emphasis added).

53. Inter_Intermersive Art Museum is a "place of entertainment." "Place of entertainment' means any privately or publicly owned and operated entertainment facility such as a theatre, stadium, arena, racetrack, <u>museum</u>, amusement park, or other place where performances, concerts, <u>exhibits</u>, athletic games or contests are held for which an entry fee is charged." N.Y. Arts & Cult. Aff. Law § 25.03(6) (emphasis added).

54. ARTECHOUSE is a "place of entertainment." "'Place of entertainment' means any privately or publicly owned and operated entertainment facility such as a theatre, stadium, arena, racetrack, <u>museum</u>, amusement park, or other place where performances, concerts, <u>exhibits</u>, athletic games or contests are held for which an entry fee is charged." N.Y. Arts & Cult. Aff. Law § 25.03(6) (emphasis added).

55. Defendant violated New York Arts & Cultural Affairs Law § 25.07(4) by failing to disclose the "total cost of a ticket, inclusive of all ancillary fees that must be paid in order to

Case 1:25-cv-01015 Document 1 Filed 02/04/25 Page 28 of 32

purchase the ticket" after a ticket is selected, as depicted in Figures 2 through 6, Figures 9 through 13, and Figures 15 through 17 of this Complaint.

56. Defendant also violated New York Arts & Cultural Affairs Law § 25.07(4) by increasing the total cost of its tickets during the purchase process, as depicted in Figures 2 through 6, Figures 9 through 13, and Figures 15 through 17 of this Complaint.

57. Defendant also violated New York Arts & Cultural Affairs Law § 25.07(4) by failing to "disclose in a clear and conspicuous manner the portion of the ticket price stated in dollars that represents a service charge, or any other fee or surcharge to the purchaser," as depicted in Figures 6, 13, and 17 of this Complaint.

58. Everything above 8.875% of the ticket price of Defendant's "Taxes & Fees" is an "ancillary fee[] that must be paid in order to purchase the ticket." N.Y. Arts & Cult. Aff. Law § 25.07(4).

59. On or about January 18, 2023, Plaintiff purchased four general admission tickets to Museum of Ice Cream NYC, totaling \$144.00. Plaintiff was forced to pay Defendant's ancillary fees, which were displayed as "Taxes and Fees." Plaintiff paid \$44.40 in Taxes & Fees. Based on the 8.875% tax rate, Plaintiff paid \$31.62 in ancillary fees.

60. Plaintiff was harmed by paying this service fee. These fees were unlawful because the total cost was not disclosed to Plaintiff at the beginning of the purchase process in violation of New York Arts & Cultural Affairs Law § 25.07(4), the fees were not clearly and conspicuously disclosed on the final checkout page in violation of New York Arts & Cultural Affairs Law § 25.07(4), the total cost of the tickets increased during the purchase process in violation of New York Arts & Cultural Affairs Law § 25.07(4), and the fees were unreasonable premiums under New York Arts & Cultural Affairs Law § 25.29.

Case 1:25-cv-01015 Document 1 Filed 02/04/25 Page 29 of 32

61. Plaintiff was also harmed by not having the total cost of her tickets disclosed upfront at the start of the purchase process. By not knowing the total cost of her tickets before Plaintiff selected her tickets for purchase from Defendant, Plaintiff could not shop around for tickets from other sellers like Get Your Guide or Trip Advisor, just to name a few. *See, e.g.*, https://www.getyourguide.com/new-york-city-159/new-york-city-museum-of-ice-cream-generaladmission-ticket-t382713/; https://www.tripadvisor.com/AttractionProductReview-g60763d23405759-Museum_of_Ice_Cream_New_York_City_Admission_Ticket-New_York_City_New_York.html. As such, Plaintiff had no way of knowing whether she was getting the best deal her money could buy. By hiding its fees, Defendant was able to reduce price competition and cause consumer harm to consumers like Plaintiff.

62. At the time Plaintiff purchased her tickets, she was not aware that Defendant's fees were unlawful under the New York Arts & Cultural Affairs Law. She was not a "website tester" browsing websites in search of legal violations. Plaintiff was instead browsing the websites because she sincerely intended to purchase tickets to a place of entertainment, and she did, in fact, purchase those tickets.

63. On behalf of herself and members of the Nationwide Class and New York Subclass, Plaintiff seeks to enjoin the unlawful acts and practices described herein, to recover her actual damages or fifty dollars, whichever is greater, and reasonable attorneys' fees. *See* N.Y. Arts & Cult. Aff. Law § 25.33.

SECOND CLAIM FOR RELIEF Violation of General Business Law § 349 (On Behalf Of The New York Subclass)

64. Plaintiff repeats the allegations contained in the foregoing paragraphs as if fully set forth herein.

Case 1:25-cv-01015 Document 1 Filed 02/04/25 Page 30 of 32

65. Plaintiff brings this claim individually and on behalf of the members of the New York Subclass against Defendant.

66. New York's General Business Law § 349 prohibits deceptive acts or practices in the conduct of any business, trade, or commerce.

67. Defendant committed deceptive acts and practices by misleadingly and deceptively obscuring the itemization of the extra charges it adds to its ticket prices, and masking its fees under the category "Taxes & Fees." On some websites, like that of the Color Factory NYC, consumers had no way of discovering how much went to taxes as opposed to fees. On other websites, like that of the Museum of Ice Cream NYC or the Inter_Intermersive Art Museum, consumers needed to click on the small "?" button to discover how much went to fees, and even then, Defendant failed to disclose how much it collected in fees as opposed to how much the operator of the place of entertainment collected in fees.

68. Defendant committed deceptive acts and practices by misleadingly and deceptively hiding its "fees" under the label "Taxes & Fees."

69. Defendant's deceptive acts and practices were directed at consumers.

70. Defendant's deceptive acts and practices are misleading in a material way because they deliberately make the itemization of extra charges harder to find, and fundamentally misrepresent the additional costs imposed by Defendant on consumers by masking Defendant's "fees" as, in part, a tax on the ticket purchase.

71. As a direct and proximate result of Defendant's false, misleading, and deceptive representations, Plaintiff and members of the Class and Subclass were injured in that they would not have purchased the tickets, or would have paid substantially less for them, but for Defendant's obfuscation of the extra charges in an inconspicuous dropdown menu and its false and misleading representations that the extra charges included both fees and taxes.

72. On behalf of herself and the New York Subclass, Plaintiff seeks to recover her actual damages or fifty dollars per violation, whichever is greater, three times actual damages, and reasonable attorneys' fees.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff, individually and on behalf of the members of the Nationwide

Class and New York Subclass prays for judgment as follows:

- (a) For an order certifying the Classes under Rule 23 of the Federal Rules of Civil Procedure and naming Plaintiff as representative of the Classes and Plaintiff's attorneys as Class Counsel to represent the Classes;
- (b) For an order declaring that Defendant's conduct violates the statutes referenced herein;
- (c) For an order finding in favor of Plaintiff and the Classes on all counts asserted herein;
- (d) For compensatory and statutory damages in amounts to be determined by the Court and/or jury;
- (e) For prejudgment interest on all amounts awarded;
- (f) For an order of restitution and all other forms of equitable monetary relief;
- (g) For injunctive relief as pleaded or as the Court may deem proper; and
- (h) For an order awarding Plaintiff and the Classes their reasonable attorneys' fees and expenses and costs of suit.

Dated: February 4, 2025

Respectfully submitted,

BURSOR & FISHER, P.A.

By: <u>/s/ Philip L. Fraietta</u> Philip L. Fraietta

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