	Case 2:25-cv-00616-SCR Documen	t 1 Filed 02/21/25 Page 1 of 34								
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10	HNITED OT ATI	ES DISTRICT COURT								
11	UNITED STATES DISTRICT COURT EASTERN DISTRICT OF CALIFORNIA									
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13	KEYONNA DANIELS, individually and on behalf of all others similarly	Case No.								
14	situated,	CLASS ACTION COMPLAINT								
15	Plaintiff,									
16	V.	JURY TRIAL DEMANDED								
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18	EAGLE FAMILY FOODS GROUP LLC D/B/A EAGLE FOODS, a									
19 20	Delaware limited liability company,									
21	Defendant.									
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CLASS ACTION COMPLAINT

Plaintiff Keyonna Daniels ("Plaintiff") individually, and on behalf of all others similarly situated, and the general public, by and through undersigned counsel, hereby brings this action against Defendant Eagle Family Foods Group LLC d/b/a Eagle Foods ("Defendant"), and upon information and belief and investigation of counsel, alleges as follows:

NATURE OF THE ACTION

- 1. Eagle Family Foods manufactures, labels, markets, and sells the dry dinner mixes, Hamburger Helper and Tuna Helper, in stores throughout the United States, including California.
- 2. Hamburger Helper is a packaged food product. As boxed, it consists of dried pasta, with powdered seasonings in a packet. Consumers are meant to combine the contents of the box with browned ground beef, water, and, with some varieties, milk, to create a complete one-dish meal.
- 3. Defendant also makes Tuna Helper boxed dinners to which tuna is to be added respectively.
- 4. The meat (beef, tuna) is not included in the Hamburger Helper dinners, but rather must be purchased separately. The Hamburger Helper and Tuna Helper packaged dinners are referred to collectively as "Hamburger Helper."
- 5. Hamburger Helper offers a variety of flavors, including Cheeseburger Macaroni, Double Cheeseburger Macaroni, Bacon Cheeseburger, Cheesy Beef Pasta, Cheesy Ranch Burger, Chedder Cheese Melt, Three Cheese, Cheesy Italian Shells, Tuna Cheesy Pasta, and Four Cheese Lasagna (the "Products").
- 6. The Product names combined with representations made on the front box of each Product is meant to and does give the impression that the Products are made with more than a *de minimis* amount of real cheese. In other words, they give consumers the impression the Products contain a greater relative and absolute amount of cheese than they actually do.

- 7. Cheese is a characterizing ingredient in each of the Products, where the name of each Product contains a variation of the word cheese. The front package of the Products claim they are "Made with Real Cheese," and all but one of the Products claim to contain a "Creamy & Cheesy Sauce." These claims are reinforced by the picture on the front of the box that shows a large bowl of cheesy pasta.
- 8. The problem is the Products contain a *de minimis* amount of cheese, less than 2%. As such, representations on the front of the box that the Products are "Made with Real Cheese" is false and misleading to reasonable consumers.

JURISDICTION AND VENUE

- 9. This Court has original jurisdiction over this action pursuant to 28 U.S.C. § 1332(d) because this is a class action in which: (1) there are over 100 members in the proposed class; (2) members of the proposed class have a different citizenship from Defendant; and (3) the claims of the proposed class members exceed \$5,000,000 in the aggregate, exclusive of interest and costs.
- Defendant conducts and transacts business in the State of California, contracts to supply goods within the State of California, and supplies goods within the State of California. Defendant, on its own and through its agents, is responsible for the formulation, ingredients, manufacturing, labeling, marketing, and sale of the Products in California, specifically in this District. The marketing of the Products, including the decision of what to include and not include on the labels, emanates from Defendant. Thus, Defendant has intentionally availed itself of the markets within California through its advertising, marketing, and sale of the Products to consumers in California, including Plaintiff. The Court also has specific jurisdiction over Defendant as it has purposefully directed activities towards the forum state, Plaintiff's claims arise out of those activities, and it is reasonable for Defendant to defend this lawsuit because it has sold the Products to Plaintiff and

members of the Class in California. By distributing and selling the Products in California, Defendant has intentionally expressly aimed conduct at California that caused harm to Plaintiff and the Class, which Defendant knows is likely to be suffered by Californians.

11. Venue is proper in this District pursuant to 28 U.S.C. §1391(b) because Defendant engages in continuous and systematic business activities within the State of California. Venue is further proper pursuant to 28 U.S.C. §1391(b) because a substantial part of the events or omissions giving rise to the claim occurred in this District because Plaintiff purchased one or more of the Products within this District.

PARTIES

- 12. Eagle Family Foods Group LLC, doing business as Eagle Foods, is an American food company with its corporate headquarters at 1975 E. 61st Street, Cleveland, Ohio 44103. Defendant is organized in Delaware as a limited liability corporation.
- 13. Eagle Family Foods sells condensed and evaporated milk, popcorn, french fries, sweet onion sticks, and pasta dishes, including the Hamburger Helper Products.¹
- 14. Defendant distributes and sells the Products in stores throughout the United States, including California.
- 15. Plaintiff, Keyonna Daniels, is a resident of Sacramento, California. Plaintiff purchased Hamburger Helper products, including the Cheeseburger Macaroni product, numerous times during the class period, primarily from a local WinCo Foods in Sacramento, California.

¹ General Mills Completes Sale Of Helper And Suddenly Salad Businesses, BUSINESS WIRE (July 5, 2022), available at https://www.businesswire.com/news/home/20220705005113/en/.

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- 16. Plaintiff read and relied on the representations made on the front package of the Products, including the Cheeseburger Macaroni, that represented the Products were "Made with Real Cheese," and thus contained more than a de minimis amount of real cheese. This message was reinforced by the picture of a large bowl of cheesy pasta appearing on the front of each Product box and the fact that cheese was a characterizing ingredient of each Product, where the names of each Product contained a variation of the word "cheese" (e.g., Cheeseburger, cheesy, cheese). Based on these representations Plaintiff expected the Products to contain more than a *de minimis* amount of real cheese, not two percent or less.
- 17. Plaintiff paid more for the Products than she would have had she known the representations and omissions were false and misleading or would not have purchased them. The value of the Products that Plaintiff purchased was materially less than their value as represented by Defendant.
- As a result, Plaintiff suffered injury in fact when she spent money to 18. purchase the Products she would not have purchased or would have paid less for absent Defendant's misconduct.

HAMBURGER HELPER IS A HOUSEHOLD NAME

- 19. Hamburger Helper has been a household name since the early 1970s and was an "instant success" offering a one-pan solution to mealtime.²
- 20. Hamburger Helper is a dry dinner mix to which users can add meat and other ingredients, and which can be made in thirty minutes or less.
- 21. Today there are at least three brands of Hamburger Helper, each of which is designed for the addition of a specific meat, mainly beef, tuna or chicken. These include Hamburger Helper to which consumers are expected to add beef; Tuna Helper to which tuna is to be added; and Chicken Helper designed for chicken dinners. For all the above, the meat is to be purchased and added

Helper got Mills, How 2017), available its Start https://www.generalmills.com/news/stories/how-helper-got-its-start.

1 separately by consumers.

- 22. Under each of these three brands are a variety of products made with different spices and other ingredients to give consumers a variety of quick meal options.
- 23. As of 2017, Hamburger Helper came in 41 varieties, and it was estimated that more than 1 million households ate Hamburger Helper for dinner each weeknight.³
- 24. In 2022, Eagle Family Foods acquired the Hamburger Helper brand from General Mills. That year, Hamburger Helper generated \$248.6 million in U.S. sales, and in 2023 sales hit \$272.2 million, reaching a 20% market share.⁴
- 25. Since purchasing Hamburger Helper, Eagle Foods has aimed to reformulate and revitalize the brand. According to Mala Wiedemann, Eagle Foods' executive vice president of marketing and research and development, Eagle Foods believes in "quality products" and is "willing to put money back in the box and not charge for it." For instance, Hamburger Helper's lasagna recipe includes more cheese, herbs and tomatoes to "bring home the more traditional lasagna flavor," according to a product development manager at Eagle Foods.⁵

CONSUMERS DEMAND CLEAN INGREDIENTS AND ARE WILLING TO PAY MORE FOR THEM

26. KeHE Distributors®, a distributor of natural & organic, specialty, and fresh products in North America, identified the top seven trends in the food and beverage industry for 2024. KeHE describes one of these as "The Real Deal," explaining "[r]ather than limiting indulgences or foods that can be perceived as less healthy, the consumer mindset is shifting to a search for quality ingredients

 $^{||^3}$ *Ibid*.

⁴ Ahmad, Shanzeh, *Hamburger Helper aims to stay relevant*, THE COLUMBIAN (April 12, 2024, *available at* https://www.columbian.com/news/2024/apr/12/hamburger-helper-aims-to-stay-relevant/. ⁵ *Ibid*.

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that include real dairy, real sweeteners, and quality meats and cheeses."6

- 27. Kerry Group P.L.C., a food company that has conducted many studies on the food market, including consumer trends and perceptions, found that "[c]onsumers are shifting their focus to 'real' ingredients that connotate fresh, wholesome, and unprocessed in food and beverages." Kerry's research found that clean labels, including the claim "made with real ingredients' boosted a product's clean position for consumers."
- 28. A market researcher at Mintel, a global market research firm, explains the meaning of clean labels and clean ingredients: "The concept of clean label is associated with foods that do not contain ingredients perceived as artificial or are not easily understood by average consumers."
- 29. Consumers are increasingly drawn to products advertised as made with one or more clean ingredients, which they perceive as containing real ingredients.
- 30. A 2021 study found that in the United States, 63% of adults say the ingredients in a food or beverage have at least a moderate influence on what they buy and 64% say they try to choose foods made with clean ingredients. ¹⁰
- 31. Another survey found that 20% of U.S. consumers say they regularly buy foods and beverages, because they are advertised on the label as having clean

⁶ KeHE Distributors' 2024 Macro Trends Show Consumers Want Healthier, More Convenient Options, KeHE (Nov. 16, 2023), available at https://www.kehe.com/news-blog/news/kehedistributors-2024-macro-trends/.

⁷ Shoup, Mary Ellen, *Kerry Report, How are consumers' perceptions of clean labels evolving*, FOOD NAVIGATOR USA (Oct. 24, 2019), *available at* https://www.foodnavigator-usa.com/Article/2019/10/24/Kerry-report-How-are-consumers-perceptions-of-clean-label-evolving.

⁸ Consumer awareness of clean label drives demand for ingredient solutions, BEVERAGE INDUSTRY (June 28, 2022), available at https://www.bevindustry.com/articles/95110-consumer-awareness.

⁹ Berry, Donna, 'Clean label' now includes processing, packaging, marketing methods, SUPERMARKET PERIMETER (Sept. 26, 2024), available at https://www.supermarketperimeter.com/articles/11788-clean-label-now-includes-processing-packaging-marketing-methods.

Sawnani, Bharat, *Clean Label: Transparency You Can Taste*, FOOD INFOTECH (April 27, 2023), *available at* https://www.foodinfotech.com/clean-label-transparency-you-can-taste/.

ingredients.¹¹

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- 32. A 2018 survey conducted by LEK, a global strategy consulting firm, found that three out of four consumers say they are committed to at least one health, wellness, ethical or environmental attribute among the foods they eat.¹²
- 33. A TrendTracker report from Cargill, an American multinational food corporation, finds consumers increasingly mindful of the food they consume with almost half saying they are interested in clean eating. This is reflected in the growth of the global clean eating market with a Compound Annual Growth Rate of 8.65%, which is expected to reach \$32 billion by 2026, according to the Global Clean Label Ingredients Market (2020-2026). 13
- 34. Given the above, it is increasingly recognized that product transparency presents an opportunity for manufacturers and brands to emerge as trusted sources for consumers, which in turn aids the providers in strengthening their image and position in the market.¹⁴
- 35. Further, it is well documented that manufacturers charge and consumers are willing to pay a premium for products with clean ingredients.¹⁵

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¹¹ *Ibid*.

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¹² Steingoltz, Maria, Consumer Health Claims 3.0: The Next Generation of Mindful Food Consumption, LEK INSIGHTS (Oct. 15,2018), available at https://www.lek.com/insights/ei/next-generation-mindful-food-consumption.

Fox, Jennifer B., *Baking industry experts discuss clean label*, SUPERMARKET PERIMETER (July 25, 2024), *available at* https://www.supermarketperimeter.com/articles/11516-baking-industry-experts-discuss-clean-label.

¹⁴ Global Clean Label Ingredients Market Analysis and Forecast, 2020-2022 & 2026: Focus on Ingredients, Applications, and Country-Wise Analysis - ResearchAndMarkets.com, BUSINESSWIRE (April 6, 2022), available at https://www.businesswire.com/news/home/20220406005615/en/Global-Clean-Label.

¹⁵ The Truth About Clean Label — and Why It Matters, PERDUE FOOD SERVICE (Oct. 18, 2021), available at https://www.perduefoodservice.com/resources/trends-insights/the-truth-about-clean-label-and-why-it-matters/; Jacobsen, Jessica, Consumer awareness of clean label drives demand for ingredient solutions, BEVERAGE INDUSTRY, available at https://www.bevindustry.com/articles/95110-consumer-awareness-of-clean-label-drives-demand-for-ingredient-solutions; Mastroberte, Tammy, Consumers Willing to Pay More for 'Clean' Foods & Beverages, CONVENIENCE STORE NEWS (Jan. 15, 2019), available at

https://csnews.com/consumers-willing-pay-more-clean-foods-beverages; Bizzozero, Judie, 75% of Consumers Will Pay Extra For Clean Label Ingredients, SUPPLY SIDE FOOD AND BEVERAGE JOURNAL (March 15, 2027), available at

36.	Enter cheese, studies show that cheese flavors evoke strong emotional
responses	from consumers with "[t]heir most prominent perceptions rang[ing]
from chee	se flavours being satisfying and healthy to fresh and indulgent." 16

- 37. Innova, a global leader in market intelligence for the food, beverage, beauty, and personal care sectors, found that 60% of consumers like rewarding themselves with everyday moments of happiness they can experience and that cheese ingredients bring a touch of indulgence, premium quality, and a delightful, feel-good factor to any food.¹⁷
- 38. Innova's research also shows that consumers are concerned with getting their daily nutrition while staying on budget and cheese ingredients add affordable nutrition in the form of protein to easy homemade-style meals.¹⁸
- 39. Real cheese in a diet, for example, provides calcium, a beneficial nutrient that is one of the building blocks of strong bones. In the United States, approximately 72% of calcium intakes come from dairy products and foods with added dairy ingredients.¹⁹
- 40. A typical serving (30 grams) of hard cheeses including cheddar and parmesan cheese supplies approximately 240 milligrams of calcium 20% of the daily value for this nutrient.²⁰

https://www.supplysidefbj.com/market-trends-analysis/75-of-consumers-will-pay-extra-for-clean-label-ingredients.

¹⁶Revealing the Cheese, KERRY GLOBAL (2022), available at https://liveshareeast3.seismic.com/i/TWGup27Us5bMBKDCyt31Pqz1H1sz5Cpm6J__nZOm oLCBr5iWixpdjoboWPLUSSIGNlgW9sRiR7WwePyqPLUSSIGNZPsuhbCcwwhK4AsrIPLU SSIGN8GSAV28ZmQGFePXTkgGceX4Z1lI7JPczaDrvA35fC5fcLhiNGS9XtH4s43M48vWJ NLybuN0XjMw2z2QgEQUALSIGN.

¹⁷ Cheese Market Trends in the US, INNOVA MARKET INSIGHTS (Feb. 12, 2024), available at https://www.innovamarketinsights.com/trends/cheese-market-trends-in-the-us/. ¹⁸ Ibid.

¹⁹ Calcium Fact Sheet for Health Professionals, NATIONAL INSTITUTES OF HEALTH, OFFICE OF DIETARY SUPPLEMENTS (July 24, 2024), available at https://ods.od.nih.gov/factsheets/Calcium-HealthProfessional/.

Calcium Content of Common Foods, INTERNATIONAL OSTEOPOROSIS FOUNDATION, available at https://www.osteoporosis.foundation/patients/prevention/calcium-content-of-common-foods.

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Cheese is also a significant source of protein, which is essential for 41. the synthesis of collagen and other structural proteins in bones. Protein plays a role in cell structure, immune function, enzyme reactions, and hormone synthesis.²¹ Parmesan is a high-protein cheese, with 10.1 grams of protein per ounce. Cheddar cheese offers high-quality protein containing 6.8 grams of protein per ounce.²²

DEFENDANT CAPITALIZES ON THIS TREND BY MARKETING THE PRODUCTS AS BEING "MADE WITH REAL CHEESE"

- 42. Recognizing this trend, Defendant markets the Products as being "Made with Real Cheese," where cheese is a characterizing ingredient of each Product.
- 43. Specifically, on the front package of each of the Products above a picture of a large bowl of pasta smothered or coated in cheese appears the words "Made with Real Cheese." This message is bolstered by the additional statement "CREAMY and CHEESY SAUCE," which appears on the front package of all but one of the Products, below the "Made with Real Cheese" claim.²³
- 44. Indeed, cheese is a characterizing ingredient for each of the Products where a variation of the word "cheese" is part of the name of each Product.
- Placement of these representations on the front of the box for each 45. Product was purposeful and strategic on the part of Defendant.
- A 2021 survey by the International Food Information Council 46. ("IFIC"), a nonprofit supported by the food, beverage and agricultural industries, found that while sixty-two percent of consumers review a product's ingredient list, more than half use front-of-pack labeling as a source of information.²⁴

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²¹ Bourgeois, Chelsea Rae, RDN, LD, 15 High-Protein Cheeses to Add to Your Diet, HEALTH (March 12, 2024), available at https://www.health.com/high-protein-cheeses-8603571. 26

²³ https://www.hamburgerhelper.com/products/?product_category[]=18.

²⁴ IFIC Survey: From "Chemical-sounding" to "Clean": Consumer Perspectives on Food Ingredients, FOOD INSIGHT (June 17, 2021), available at https://foodinsight.org/ific-surveyfrom-chemical-sounding-to-clean-consumer-perspectives-on-food-ingredients/.

47. The front package and ingredients for each Product are below:



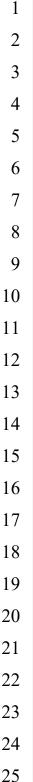
PRODUCT INGREDIENTS

Enriched Macaroni (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Corn Starch, Salt, Modified Whey, Sugar. Contains 2% or less of: Tomato*, Onion*, Vegetable Oil (canola, soybean, and/or sunflower oil), Citric Acid, Whey, Maltodextrin, Garlic*, Spice, Cheddar Cheese* (cultured milk, salt, enzymes), Color (yellows 5 & 6, yellow lakes 5 & 6, annatto & turmeric extract), Monoglycerides, Yeast Extract, Nonfat Milk*, Gum Arabic, Natural Flavor, Sodium Phosphate, Blue Cheese* (cultured milk, salt, enzymes), Silicon Dioxide (anticaking agent).



PRODUCT INGREDIENTS

Enriched Macaroni (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Corn Starch, Salt, Enriched Flour (wheat flour, niacin, iron, thiamin mononitrate, riboflavin, folic acid). Contains 2% or less of: Sugar, Vegetable Oil (canola, soybean, and/or sunflower oil), Citric Acid, Onion, Whey, Maltodextrin, Color (yellow lakes 5 & 6, yellows 5 & 6, annatto & turmeric extract), Cheddar Cheese (cultured milk, salt, enzymes), Lactic Acid, Monoglycerides, Garlic, Calcium Lactate, Nonfat Milk, Yeast Extract, Sodium Phosphate, Blue Cheese (cultured milk, salt, enzymes), Natural Flavor, Gum Arabic, Silicon Dioxide (anticaking agent). DRIED



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PRODUCT INGREDIENTS

Enriched Macaroni (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Dairy Solids, Corn Starch, Wheat Flour, Salt. Contains 2% or less of: Vegetable Oil (canola, soybean and/or sunflower oil), Lactic Acid, Citric Acid, Tomato*, Calcium Lactate, Whey*, Bacon Fat, Coconut Oil, Natural Flavor, Annatto Extract (color), Cheddar Cheese* (milk, cultures, salt, enzymes), Monoglycerides, Bacon (pork cured with water, salt, sugar, sodium phosphate, sodium ascorbate, sodium nitrite, and natural smoke flavor), Buttermilk*, Modified Corn Starch, Lactose, Hydrolyzed Corn, Soy & Wheat Protein, Yeast Extract, Sugar, Acetic Acid, Cream*, Blue Cheese* (milk, cultures, salt, enzymes), Sodium Phosphate, Disodium Inosinate, Enzyme Modified Cheddar Cheese* (milk, cultures, salt, enzymes), Silicon Dioxide (anticaking agent). *Dried

PRODUCT INGREDIENTS

Enriched Pasta (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Corn Starch, Salt. Contains 2% or less of: Maltodextrin, Modified Whey, Vegetable Oil (canola, soybean, and/or sunflower oil), Hydrolyzed Corn, Soy, and Wheat Protein , Natural And Artificial Flavor, Monosodium Glutamate, Sugar, Monoglycerides, Citric Acid, Whey, Buttermilk, Color (caramel color, yellow lakes 5 & 6, yellows 5 & 6), Spice, Cheddar Cheese* (milk, cultures, salt, enzymes), Onion*, Modified Corn Starch, Coconut Oil, Sodium Phosphate, Safflower Oil, Blue Cheese* (milk, salt, cultures, enzymes), Yeast Extract, Parmesan Cheese, Enzyme Modified Blue Cheese (milk, cultures, salt, enzymes), Enzyme Modified Cheddar Cheese (milk, cultures, salt, enzymes), Silicon Dioxide (anticaking agent). *DRIED

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PRODUCT INGREDIENTS

Enriched Pasta (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Corn Starch, Maltodextrin, Salt, Modified Whey. Contains 2% or less of: Buttermilk, Sugar, Sea Salt (potassium magnesium chloride, salt), Monosodium Glutamate, Monoglycerides, Modified Corn Starch, Citric Acid, Vegetable Oil (canola, soybean, and/or sunflower oil), Lactic Acid, Natural Flavor, Parsley*, Calcium Lactate, Vinegar*, Whey, Cheddar Cheese* (milk, salt, cultures, enzymes), Spice, Yeast Extract, Color (yellow lakes 5 & 6, yellows 5 & 6, red 40 lake), Coconut Oil, Potassium Chloride, Palm Oil* (palm oil, lactose, sodium caseinate, potassium phosphate), Blue Cheese* (milk, salt, cultures, enzymes), Parmesan Cheese* (milk, cultures, salt, enzymes), Sodium Phosphate, Enzyme Modified Blue Cheese (milk, cultures, salt, enzymes), Nonfat Milk*, Enzyme Modified Cheddar Cheese (milk, cultures, salt, enzymes), Silicon Dioxide (anticaking agent). *DRIED



PRODUCT INGREDIENTS

Enriched Pasta (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Corn Starch, Modified Whey, Salt. Contains 2% or less of: Sugar, Onion*, Vegetable Oil (canola, soybean, and/or sunflower oil), Color (annatto & turmeric extract, caramel color), Garlic*, Whey, Lactic Acid, Calcium Lactate, Cheddar Cheese* (cultured milk, salt, enzymes), Maltodextrin, Monoglycerides, Spice, Nonfat Milk*, Yeast Extract, Sodium Phosphate, Blue Cheese* (cultured milk, salt, enzymes), Natural Flavor, Silicon Dioxide (anticaking agent). *DRIED





PRODUCT INGREDIENTS

Enriched Macaroni (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Dairy Solids, Corn Starch, Salt, Enriched Flour (wheat flour, niacin, iron, thiamin mononitrate, riboflavin, folic acid). Contains 2% or less of: Vegetable Oil (canola, soybean, and/or sunflower oil), Lactic Acid, Whey, Calcium Lactate, Maltodextrin, Cheddar Cheese* (cultured milk, salt, enzymes), Color (annatto & turmeric extract), Palm Oil (palm oil, lactose, sodium caseinate, potassium phosphate), Nonfat Milk, Monoglycerides, Parmesan Cheese (milk, cultures, salt, enzymes), Sodium Phosphate, Blue Cheese (cultured milk, salt, enzymes), Natural Flavor, Yeast Extract, Silicon Dioxide (anticaking agent). DRIED



PRODUCT INGREDIENTS

Enriched Pasta (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Dairy Solids*, Sugar, Salt, Corn Starch, Salt, Tomato*. Contains 2% or less of: Sea Salt (potassium magnesium chloride, salt), Wheat Flour, Onion*, Garlic*, Citric Acid, Spice, Vegetable Oil (canola, soybean, and/or sunflower oil), Basil, Monoglycerides, Oregano, Malic Acid, Annatto Extract (color), Yeast Extract, Cheddar Cheese* (milk, salt, cultures, enzymes), Whey, Buttermilk, Coconut Oil, Natural Flavor, Palm Oil* (palm oil, lactose, sodium caseinate, potassium phosphate), Sodium Phosphate, Blue Cheese* (milk, salt, cultures, enzymes), Parmesan Cheese* (milk, cultures, salt, enzymes), Maltodextrin, Nonfat Milk*, Silicon Dioxide (anticaking agent). *DRIED



PRODUCT INGREDIENTS

Enriched Pasta (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Corn Starch, Wheat Flour, Salt, Modified Whey. Contains 2% or less of: Yeast Extract, Vegetable Oil (canola, soybean, and/or sunflower oil), Cheddar Cheese* (milk, salt, cultures, enzymes), Whey, Buttermilk, Lactic Acid, Citric Acid, Parsley*, Coconut Oil, Calcium Lactate, Annatto Extract (color), Monoglycerides, Natural Flavor, Sodium Phosphate, Blue Cheese* (milk, salt, cultures, enzymes), Silicon Dioxide (anticaking agent). *DRIED

48. Other products make the same "Made with Real Cheese" claim above a picture of a large bowl of creamy pasta, without the statement "CREAMY and CHEESY SAUCE."



PRODUCT INGREDIENTS

Enriched Pasta (wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, folic acid), Corn Starch, Salt, Sugar, Wheat Flour. Contains 2% or less of: Sea Salt (potassium magnesium chloride, salt), Tomato*, Paprika, Mozzarella Cheese* (milk, cultures, salt, enzymes), Onion*, Basil, Vegetable Oil (canola, soybean, and/or sunflower oil), Spice, Lactic Acid, Fennel Seed, Oregano, Garlic*, Yeast Extract, Calcium Lactate, Cheddar Cheese* (milk, salt, cultures, enzymes), Whey, Annatto Extract (color), Buttermilk, Palm Oil* (palm oil, lactose, sodium caseinate, potassium phosphate), Malic Acid, Coconut Oil, Monoglycerides, Sodium Phosphate, Parmesan Cheese* (milk, cultures, salt, enzymes), Natural Flavor, Blue Cheese* (milk, salt, cultures, enzymes), Nonfat Milk*, Silicon Dioxide (anticaking agent). *DRIED

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- Defendant's claim that the Products are "Made with Real Cheese," 49. adds value to the Products.
- For instance, the FDA recognizes that similar claims such as "made 50. with real butter," "made with whole fruit," "contains honey" are claims about the presence of an ingredient that may be perceived to add value to the product. 21 CFR § 101.65(b)(3).

DEFENDANT'S "REAL" INGREDIENT CLAIM IS MISLEADING

- 51. Research shows that consumers initially rely on extrinsic cues such as visual information on labels and packaging to evaluate products, developing sensory expectations about its ingredients.²⁵
- A 2023 systematic review evaluating the effectiveness of Front-of-52. Pack Labeling ("FOPL") found that people of all socioeconomic status groups "were aware of and more likely to pay attention towards FOPL than the nutrition information panel provided on the back of the package" and suggested that "FOPLs are more visible than the nutrition information panel and may guide healthier food choices for people of all SES backgrounds."²⁶
- 53. Whether the Products contain more than a de minimis amount of cheese, a characterizing ingredient of the Products, is basic front label information consumers rely on when making quick purchasing decisions at the grocery store.
- 54. A characterizing ingredient is one which has a material bearing on price or consumer acceptance of the food, or which a consumer might otherwise

²⁵ Pramudya, Ragita C., Hand-Feel Touch Cues and Their Influences on Consumer Perception and Behavior with Respect to Food Products: A Review, FOODS (July 15, 2019), available at https://pmc.ncbi.nlm.nih.gov/articles/PMC6678767/; Enax, Laura, et al., Food packaging cues influence taste perception and increase effort provision fora recommended snack product in FRONTIERS PSYCHOLOGY children, IN (July 2015), https://pmc.ncbi.nlm.nih.gov/articles/PMC4488606/; Watson, Elaine, What 'clean' food cues are shoppers looking for?, FOOD NAVIGATOR USA (Nov. 21, 2017), available at https://www.foodnavigator-usa.com/Article/2017/11/21/Consumers-look-for-cues-for-naturaland-clean-food-says-Hartman-Group-at-FOOD-VISION-USA/.

²⁶ Shrestha, Anita, et al., Impact of front-of-pack nutrition labelling in consumer understanding and use across socio-economic status: A systematic review, APPETITE (August 1, 2023), available at https://www.sciencedirect.com/science/article/pii/S019566632300140X.

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55. The Product's common or usual names all of which include a variation of the word "cheese," in combination with representations on the front of the Product boxes that they are "Made with Real Cheese" placed above a large

believe to be present in an amount greater than is the case. 21 CFR §§ 101.22(i),

bowl of cheesy pasta is false, misleading, and deceptive to reasonable consumers because the Products consist of two percent or less of cheese, a *de minimis* amount.

- 56. Despite emphasizing that the Products are "Made with Real Cheese," and with more than a *de minimis* amount of real cheese, the fine print of the ingredients on the back of the Product packages reveal that the Products consist of two percent or less of cheese.
- 57. The FDA requires ingredients identified on food labels to be listed in descending order of predominance by weight. 21 CFR § 101.4(a)(1). The ingredient that weighs the most is to be listed first, and the ingredient that weighs the least is listed last.
- 58. Ingredients that comprise 2 percent or less of a product formula are exempt from the above. These ingredients do not need to be listed in descending order by predominance of weight but rather can be listed in any order.
- 59. These ingredients must be listed at the end of the ingredient statement following an appropriate quantifying statement such as "Contains __ percent or less of ____." 21 CFR § 101.4(a)(2). Further, they must not "be present in an amount greater than the stated threshold." 21 CFR § 101.4(a)(2). As is relevant here, Product labels must state "Contains 2 percent or less of cheese" and thus may not contain more than 2 percent cheese.
- 60. Further, since the FDA does not require ingredients that make up two percent or less of a product to be listed in order of predominance, the amount of cheese in the Products may be significantly less than two percent. 21 CFR § 101.4(a)(2).

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- The primary ingredient in all the Products is enriched pasta 61. (macaroni, pasta, spaghetti) made of wheat flour, niacin, ferrous sulfate, thiamin mononitrate, riboflavin, and folic acid.
- The remaining ingredients in order of predominance by weight are 62. not cheese. Neither corn starch, salt, enriched flour, wheat flour, sugar, tomato, or maltodextrin (a carbohydrate made from corn, rice, potato starch, or wheat) are cheese.
- 63. Dairy Solids, also known as Modified Whey or Whey Permeate (referred to herein as "Whey Permeate"), is not cheese or a component of real cheese,²⁷ which is defined as "the coagulated, compressed, and usually ripened curd of milk separated from the whey."²⁸ Rather, it is the by-product of cheese manufacturing.²⁹
- 64. Whey permeate is a by-product obtained when cheese whey is passed through an ultrafiltration membrane to concentrate whey protein. Whey proteins are retained by the membrane, whereas smaller molecules such as lactose and salts pass through the membrane making up the whey permeate.³⁰
- Once moisture is removed from the liquid permeate, an off-white, 65. free-flowing powder with a mild dairy flavor remains. After the protein (plus some lactose and minerals) is removed from this powder, the remaining collection of substances is called whey permeate. The composition of whey permeate varies by milk source, cheese type, and processing conditions, but its main ingredient is lactose,³¹ the sugary component of milk.

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²⁷https://www.thinkusadairy.org/products/permeate-(dairy-product-solids)/permeate-24 categories/whey-permeate#. 28 https://www.merriam-webster.com/dictionary/cheese.

²⁹ https://www.adpi.org/ingredient-resource-center/dairy-milk-permeate/.

³⁰ Barile, Daniela, et al., Permeate from cheese whey ultrafiltration is a source of milk oligosaccharides, INTERNATIONAL DAIRY JOURNAL (Sept. 1, 2010), available at https://pmc.ncbi.nlm.nih.gov/articles/PMC2805004/#:~:text=Whey.

³¹ Foegeding, E.A., Milk Protein Products | Whey Protein Products, ENCYCLOPEDIA OF DAIRY SCIENCES (2nd Ed.) (2011), available at https://www.sciencedirect.com/topics/foodscience/whey-permeate#:~:text=.

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66. Whey permeate is used as a lower cost filler ingredient and bulking agent, which adds volume, compared to costlier cheese.³² It is not cheese.

REASONABLE CONSUMERS ARE DECEIVED BY DEFENDANT'S MISREPRESENTATIONS AND OMISSIONS

- 67. Marketing the Products as "Made with Real Cheese" is misleading to consumers because the Products contain a negligible amount, two percent or less, of cheese.
- 68. Reasonable consumers viewing the label, which states "Made with Real Cheese" directly above a bowl filled with creamy cheesy pasta and next to the words "Creamy & Cheesy Sauce," expect the Products, all of which include the word cheese in their names, to contain more than a negligible amount of cheese.
- 69. Indeed, cheese is a characterizing ingredient of the Products, all of which include a variation of the word cheese in their name (e.g., Cheeseburger, Cheesy, Cheese).
- 70. The Products' labels fail to prominently and conspicuously reveal facts relative to the proportions or absence of real cheese in the Products.

PLAINTIFF AND PUTATIVE CLASS MEMBERS SUFFERED ECONOMIC INJURY

- 71. Plaintiff and putative Class members suffered economic injury as a result of Defendant's actions. Plaintiff and putative Class members spent money that, absent Defendant's actions, they would not have spent.
- 72. Plaintiff and Class members would not have purchased or would have paid less for the Products if they knew they contained two percent or less of real

Lappa, Iliada K., et al., Cheese Whey Processing: Integrated Biorefinery Concepts and Emerging Food Applications, FOODS (Aug. 15, 2019), available at https://www.mdpi.com/2304-8158/8/8/347; Choudhury, Nandini R., Whey Permeate Market Outlook (2024 to 2034), FUTURE MARKET INSIGHTS, INC. (August 2024), available at https://www.futuremarketinsights.com/reports/whey-permeate-market; Momtaz, Mysha, et al., Mechanisms and Health Aspects of Food Adulteration: A Comprehensive Review, FOODS (Jan. 2, 2023), available at https://www.mdpi.com/2304-8158/12/1/199.

1 cheese.

73. The Products were worth less than what Plaintiff paid, and she would not have paid as much absent Defendant's false and misleading statements and omissions.

74. Similar Products were available for purchase that cost less. By way of example, a 6.6 ounce box (4.5 servings) of Hamburger Helper Cheeseburger Macaroni with the claim "Made with Real Cheese" sells online at Walmart for \$1.84, excluding tax and sales.³³ Compare this to the Great Value Cheeseburger Pasta Skillet Dinner, 5.8 ounces, which is sold online at Walmart for \$1.28, excluding tax and sales. As seen below, the front package of this comparative product, sold at a lower price, does not claim to reference that it is made with real cheese.³⁴



³³ https://www.walmart.com/ip/Hamburger-Helper-Pasta-Cheeseburger-Macaroni-6-6-Ounces-Box/5078997439 (last visited Dec. 2, 2024).

³⁴https://www.walmart.com/ip/Great-Value-Cheeseburger-Pasta-Skillet-Dinner-5-8-oz/169880328?wl13=5075&selectedSellerId=0&wmlspartner=wlpa (last visited Dec. 2, 2024).

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- 75. Plaintiff would like to, and would, purchase the Products again if they are accurately represented on the front package by excluding the term "Made with Real Cheese," with a corresponding price reduction to account for any premium associated with this claim. However, as a result of Defendant's ongoing misrepresentations and omissions, Plaintiff is unable to rely on the Products' labeling when deciding in the future whether to purchase such Products.
- 76. Accordingly, Plaintiff brings this action individually and on behalf of other similarly situated consumers to halt the dissemination of Defendant's deceptive advertising message, correct the deceptive perception it has created in the minds of consumers, and obtain redress for those who have purchased the Products.
- As a consequence of Defendant's deceptive labeling and material omissions, Plaintiff alleges Defendant has violated and is violating California's Consumers Legal Remedies Act, Cal. Civ. Code § 1750, et seq. (the "CLRA"), California's Unfair Competition Law, Cal. Bus. & Prof. Code § 17200, et seq. (the "UCL") and has breached express warranties.

NO ADEQUATE REMEDY AT LAW

- 78. Plaintiff and members of the Class are entitled to equitable relief as no adequate remedy at law exists. The statutes of limitations for the causes of action pled herein vary. Class members who purchased the Products more than three years prior to the filing of the Complaint will be barred from recovery if equitable relief were not permitted under the UCL.
- 79. The scope of actionable misconduct under the unfair prong of the UCL is broader than the other causes of action asserted herein. It includes Defendant's overall unfair marketing scheme to promote and brand the Products, across a multitude of media platforms, including the product labels, packaging, and online advertisements, over a long period of time, in order to gain an unfair advantage over competitor products. Plaintiff and Class members may also be

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entitled to restitution under the UCL, while not entitled to damages under other causes of action asserted herein (e.g., the CLRA is limited to certain types of plaintiffs (an individual who seeks or acquires, by purchase or lease, any goods or services for personal, family, or household purposes) and other statutorily enumerated conduct).

- 80. A primary litigation objective in this litigation is to obtain injunctive relief in the form of a label or ingredient change. Injunctive relief is appropriate on behalf of Plaintiff and members of the Class because Defendant continues to misrepresent the Products as being "Made with Real Cheese," a characterizing ingredient of the Products, despite that the Products contain two percent or less of real cheese.
- 81. Injunctive relief is necessary to prevent Defendant from continuing to engage in the unfair, fraudulent, and/or unlawful conduct described herein and to prevent future harm—none of which can be achieved through available legal remedies (such as monetary damages to compensate past harm). Further, a public injunction is available under the UCL, and damages will not adequately benefit the general public in a manner equivalent to an injunction.

CLASS ACTION ALLEGATIONS

82. Plaintiff brings this action as a class action pursuant to Rule 23(b)(2) and (b)(3) of the Federal Rules of Civil Procedure on behalf of herself and all others similarly situated as defined below ("Nationwide Class"):

All residents of the United States who purchased one or more of the Products from Defendant for personal, household or family use, within the applicable statute of limitations, until the date class notice is disseminated.

83. Plaintiff brings this action pursuant to Rule 23 of the Federal Rules of Civil Procedure on behalf of herself and all other similarly situated Californians, defined as ("California Subclass"):

All persons who purchased one or more of the Products in California, for personal, household or family use, within the applicable statute of limitations, until the date class notice is disseminated.

- 84. The "Nationwide Class" and "California Subclass" are referred to together as the "Class." Excluded from the Class are: (i) Defendant and its officers, directors, and employees; (ii) any person who files a valid and timely request for exclusion; and (iii) judicial officers and their immediate family members and associated court staff assigned to the case.
- 85. Plaintiff reserves the right to amend or otherwise alter the Class definition presented to the Court at the appropriate time, or to propose or eliminate subclasses, in response to facts learned through discovery, legal arguments advanced by Defendants, or otherwise.
- 86. Certification of the Class is appropriate because Plaintiff can prove the elements of the claims on a classwide basis using the same evidence as would be used to prove those elements in individual actions alleging the same claims.
- 87. <u>Numerosity</u>: Class members are so numerous that joinder of all members is impracticable. Plaintiff believes there are thousands of consumers who are Class members described above who have been damaged by Defendant's deceptive and misleading practices. For instance, public data reveals that in 2022 Hamburger Helper generated \$248.6 million in U.S. sales, and in 2023 sales hit \$272.2 million, reaching a 20% market share.³⁵
- 88. <u>Commonality</u>: There is a well-defined community of interest in the common questions of law and fact affecting all Class members. The questions of law and fact common to the Class members which predominate over any questions that may affect individual Class members include, but are not limited to:

³⁵ See, supra, fn 4.

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- a.
- Whether Defendant is responsible for the conduct alleged herein which was uniformly directed at all consumers who purchased the Products;
- Whether Defendant's misconduct set forth in this Complaint demonstrates that Defendant engaged in unfair, fraudulent, or unlawful business practices with respect to the advertising, marketing, and sale of the Products;
- Whether Defendant made misrepresentations concerning the c. Products that were likely to deceive the public;
- Whether the representation that the Products are "Made with Real d. Cheese" is false or misleading;
- Whether the representation that the Products are made with more than a de minimis amount of real cheese is false or misleading;
 - f. Whether Plaintiff and the Class are entitled to injunctive relief;
- Whether Plaintiff and the Class are entitled to money damages and/or g. restitution under the same causes of action as the other Class members.
- 89. <u>Typicality</u>: Plaintiff is a member of the Class she seeks to represent. Plaintiff's claims are typical of the claims of each Class member in that every member of the Class was susceptible to the same deceptive, misleading conduct and purchased the Products. Plaintiff is entitled to relief under the same causes of action as the other Class members.
- 90. Adequacy: Plaintiff is an adequate Class representative because her interests do not conflict with the interests of the Class members she seeks to represent; the consumer fraud claims are common to all other members of the Class, and Plaintiff has a strong interest in vindicating the rights of the Class; Plaintiff has retained counsel competent and experienced in complex class action litigation and Plaintiff intends to vigorously prosecute this action. Plaintiff has no interests which conflict with those of the Class. The Class members' interests will be fairly and adequately protected by Plaintiff and proposed Class Counsel. Defendant has acted in a manner generally applicable to the Class, making relief

and varying adjudications.

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appropriate with respect to Plaintiff and the Class members. The prosecution of separate actions by individual Class members would create a risk of inconsistent

- 91. The Class is properly brought and should be maintained as a class action because a class action is superior to traditional litigation of this controversy. A class action is superior to the other available methods for the fair and efficient adjudication of this controversy because:
- The joinder of thousands of individual Class members is impracticable, cumbersome, unduly burdensome, and a waste of judicial and/or litigation resources;
- The individual claims of the Class members may be relatively modest b. compared with the expense of litigating the claim, thereby making it impracticable, unduly burdensome, and expensive to justify individual actions;
- When Defendant's liability has been adjudicated, all Class members' c. claims can be determined by the Court and administered efficiently in a manner far less burdensome and expensive than if it were attempted through filing, discovery, and trial of all individual cases;
- This class action will promote orderly, efficient, expeditious, and d. appropriate adjudication and administration of Class claims;
- Plaintiff knows of no difficulty to be encountered in the management e. of this action that would preclude its maintenance as a class action;
- f. This class action will assure uniformity of decisions among Class members;
- The Class is readily definable and prosecution of this action as a class action will eliminate the possibility of repetitious litigation; and
- h. Class members' interests in individually controlling the prosecution of separate actions is outweighed by their interest in efficient resolution by a single class action.

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92.	. <u>Final</u>	<u>Declaratory</u>	or Injun	<u>ctive</u>	Reli	<u>ef</u> : A	dditional	ly, or	in	the
alternativ	e, the Clas	s also may l	e certified	beca	use D	efend	ant has a	cted or	refu	ısed
to act of	n grounds	generally	applicable	to:	the (Class	thereby	makin	g f	inal
declarato	ry and/or i	njunctive re	lief with r	espec	et to th	he me	mbers of	the Cla	ass a	as a
whole, an	propriate.									

- 93. Plaintiff seeks preliminary and permanent injunctive and equitable relief on behalf of the Class, on grounds generally applicable to the Class, to enjoin and prevent Defendant from engaging in the acts described, and to require Defendant to provide full restitution to Plaintiff and Class members.
- 94. Unless the Class is certified, Defendant will retain monies that were taken from Plaintiff and Class members as a result of Defendant's wrongful conduct. Unless a classwide injunction is issued, Defendant will continue to commit the violations alleged and the members of the Class and the general public will continue to be misled.

FIRST CLAIM FOR RELIEF

Violation of California's Consumers Legal Remedies Act Cal. Civ. Code §§ 1750, et seq.

(On Behalf of the California Subclass)

- 95. Plaintiff realleges and incorporates by reference all allegations contained in this Complaint, as though fully set forth herein.
- 96. Plaintiff brings this claim under the CLRA individually and on behalf of the Class against Defendant.
- 97. At all times relevant hereto, Plaintiff and the members of the Class were "consumer[s]," as defined in California Civil Code section 1761(d).
- 98. At all relevant times, Defendant was a "person," as defined in California Civil Code section 1761(c).
- 99. At all relevant times, the Products manufactured, marketed, advertised, and sold by Defendant constituted "goods," as defined in California

Civil	Code	section	1761	(a)	١.
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100. Purchases of the Products by Plaintiff and Class members were and are "transactions" within the meaning of California Civil Code section 1761(e).

101. Defendant disseminated, or caused to be disseminated, through its advertising, false and misleading representations. Defendant's representations that the Products are "Made with Real Cheese," which statement appears on the front of the box of each Product, above a picture of a large bowl of cheesy pasta and next to the words "Creamy Cheese Sauce," combined with the name of the Products, all of which contain a variation of the word "cheese," is meant to and does convey the impression that cheese is a characterizing ingredient in the Products, and is present in more than a *de minimis* amount. This is false and misleading because the Products contain two percent or less of cheese.

102. This is a material misrepresentation and omission as a reasonable consumer would find the fact that the Products contain two percent or less real cheese to be important to their decision in purchasing the Products. Defendant's representations violate the CLRA in the following ways:

- (a) Defendant represented that the Products have characteristics, ingredients, uses, and benefits which they do not have (Cal. Civ. Code § 1770(a)(5));
- (b) Defendant represented that the Products are of a particular standard, quality, or grade, which they are not (Cal. Civ. Code § 1770(a)(7));
- (c) Defendant advertised the Products with an intent not to sell the Products as advertised (Cal. Civ. Code § 1770(a)(9)); and
- (d) Defendant represented that the subject of a transaction has been supplied in accordance with a previous representation when it has not (Cal. Civ. Code § 1770(a)(16)).

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- 103. Defendant violated the CLRA because all the Products, which include a variation of the word cheese in their names, were prominently advertised as containing more than a de minimis amount of cheese. The words "Made with Real Cheese" appears on the front of each Product box, which message was reinforced by a picture of large bowl of cheesy pasta, next to the words "Creamy & Cheesy Sauce." This was false and misleading because the Products contain a de minimis amount of cheese, two percent or less. Defendants knew or should have known that its representations on the front of the box would mislead reasonable consumers.
- 104. Defendant's actions as described herein were done with conscious disregard of Plaintiff's and the Class members' rights and were wanton and malicious.
- 105. Defendant's wrongful business practices constituted, and constitute, a continuing course of conduct in violation of the CLRA, since Defendant is still representing that the Products have characteristics which they do not have.
- 106. Pursuant to California Civil Code section 1782(d), Plaintiff and the members of the Class seek an order enjoining Defendant from engaging in the methods, acts, and practices alleged herein.
- 107. Pursuant to California Civil Code section 1782, on or about December 10, 2024, Plaintiff notified Defendant, in writing, by certified mail, of the alleged violations of the CLRA and demanded that Defendant rectify the problems associated with the actions detailed above and give notice to all affected consumers of their intent to so act. Defendant has not rectified or agreed to rectify the problems associated with the actions detailed herein and give notice to all affected consumers within 30 days of the date of written notice pursuant to section 1782 of the CLRA. Thus, Plaintiff seeks actual damages, injunctive relief, and attorneys' fees and costs for Defendant's violations of the CLRA.

showing this action was commenced in a proper forum.

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SECOND CLAIM FOR RELIEF

108. Pursuant to section 1780(d) of the CLRA, below is an affidavit

Violation of California's Unfair Competition Law ("UCL")

Cal. Bus. & Prof. Code §§ 17200, et seg.

(On Behalf of the California Subclass)

- 109. Plaintiff realleges and incorporates by reference all allegations contained in this Complaint, as though fully set forth herein.
- 110. Plaintiff brings this claim under the UCL individually and on behalf of the Class against Defendant.
- 111. The UCL prohibits any "unlawful," "fraudulent," or "unfair" business act or practice and any false or misleading advertising.
- 112. Defendant committed unlawful business acts or practices by making the representations and omitting material facts (which constitutes advertising within the meaning of Cal. Bus. & Prof. Code, § 17200), as set forth more fully herein, and by violating California's Consumers Legal Remedies Act, Cal. Civ. Code §§17500, et seq., California's False Advertising Law, Cal. Bus. & Prof. §§ 17500, et seq., 15 U.S.C. § 45, and by breaching express warranties. Plaintiff, individually and on behalf of the other Class members, reserves the right to allege other violations of law, which constitute other unlawful business acts or practices. Such conduct is ongoing and continues to this date.
- 113. Defendant committed "unfair" business acts or practices by: (1) engaging in conduct where the utility of such conduct is outweighed by the harm to Plaintiff and the members of the Class; (2) engaging in conduct that is immoral, unethical, oppressive, unscrupulous, or substantially injurious to Plaintiff and the members of the Class; and (3) engaging in conduct that undermines or violates the intent of the consumer protection laws alleged herein. There is no societal benefit from deceptive advertising. Plaintiff and the other Class members paid for a

Product that is not as advertised by Defendant. While Plaintiff and the other Class members were harmed, Defendant was unjustly enriched by its false misrepresentations and material omissions. As a result, Defendant's conduct is "unfair," as it offended an established public policy. There were reasonably available alternatives to further Defendant's legitimate business interests, other than the conduct described herein.

- 114. Defendant committed "fraudulent" business acts or practices by making the representations of material fact regarding the Products set forth herein. Defendant's business practices as alleged are "fraudulent" under the UCL because they are likely to deceive customers into believing the Products contain more than a *de minimis*, two percent, of real cheese.
- 115. Plaintiff and the other members of the Class have in fact been deceived as a result of their reliance on Defendant's material representations and omissions. This reliance has caused harm to Plaintiff and the other members of the Class, each of whom purchased Defendant's Products. Plaintiff and the other Class members have suffered injury in fact and lost money as a result of purchasing the Products and Defendant's unlawful, unfair, and fraudulent practices.
- 116. Defendant's wrongful business practices and violations of the UCL are ongoing.
- 117. Plaintiff and the Class seek pre-judgment interest as a direct and proximate result of Defendant's unfair and fraudulent business conduct. The amount on which interest is to be calculated is a sum certain and capable of calculation, and Plaintiff and the Class seek interest in an amount according to proof.
- 118. Unless restrained and enjoined, Defendant will continue to engage in the above-described conduct. Accordingly, injunctive relief is appropriate. Pursuant to California Business & Professions Code § 17203, Plaintiff, individually and on behalf of the Class, seeks (1) restitution from Defendant of all

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money obtained from Plaintiff and the other Class members as a result of unfair competition; (2) an injunction prohibiting Defendant from continuing such practices in the State of California that do not comply with California law; and (3) all other relief this Court deems appropriate, consistent with California Business & Professions Code section 17203.

THIRD CLAIM FOR RELIEF

Breach of Express Warranty Under California Law Cal. Comm. Code § 2313

(On Behalf of the Nationwide Class and California Subclass)

- 119. Plaintiff realleges and incorporates by reference all allegations contained in this Complaint, as though fully set forth herein.
- 120. Plaintiff brings this claim for breach of express warranty individually and on behalf of the Nationwide Class against Defendant.
- 121. As the manufacturer, marketer, distributor, and seller of the Products, Defendant issued an express warranty by representing to consumers at the point of purchase, on the front of the box of all the Products, that the Products are made "Made with Real Cheese." Specifically, that the Products are made with more than a *de minimis* amount of real cheese. This message is reinforced by the names of the Products, all of which identify cheese as a characterizing ingredient of the Product, as well as the picture of a large bowl of cheesy pasta on the front of the box. This is an express warranty the Products are made with more than a *de minimis* amount of real cheese.
- 122. Plaintiff and the Class reasonably relied on Defendant's above misrepresentations, descriptions and specifications regarding the Products.
- 123. Defendant's representations were part of the description of the goods and the bargain upon which the goods were offered for sale and purchased by Plaintiff and members of the Class.

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- 124. In fact, the Products do not conform to Defendant's representations because the Products contain a *de minimis* amount, two percent or less, of cheese. By falsely representing the Products in this way, Defendant breached express warranties.
- 125. Plaintiff relied on Defendant's (the manufacturer's) representations on the Products' labels and advertising materials which provide the basis for an express warranty.
- 126. As a direct and proximate result of Defendant's breach, Plaintiff and members of the Class were injured because they: (1) paid money for the Products that were not what Defendant represented; (2) were deprived of the benefit of the bargain because the Products they purchased were different than Defendant advertised; and (3) were deprived of the benefit of the bargain because the Products they purchased had less value than if Defendant's representations about the characteristics of the Products was truthful.
- 127. Had Defendant not breached the express warranty by making the false representations alleged herein, Plaintiff and Class members would not have purchased the Products or would not have paid as much as they did for them.

REQUEST FOR RELIEF

Plaintiff, individually, and on behalf of all others similarly situated, request for relief pursuant to each claim set forth in this Complaint, as follows:

- Declaring this action is a proper class action, certifying each Class as a. requested herein, designating Plaintiff as the Class Representative and appointing undersigned counsel as Class Counsel;
- b. Ordering restitution and disgorgement of all profits and unjust enrichment that Defendant obtained from Plaintiff and Class members as a result of Defendant's unlawful, unfair, and fraudulent business practices;
- Ordering injunctive relief as permitted by law or equity, including c. enjoining Defendant from continuing the unlawful practices as set forth herein,

Civil Code Section 1780(d) Affidavit

I am an attorney duly licensed to practice before all courts of the State of California. I am one of the counsel of record for Plaintiff. This declaration is made pursuant to § 1780(d) of the California Consumers Legal Remedies Act. Defendant has done, and is doing, business in California, including in this District. I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed February 21, 2025 at San Diego, California.

By: Jennifer L. MacPherson
JENNNIFER L. MACPHERSON

CROSNER LEGAL, P.C.

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The JS 44 civil cover sheet Galle in 2012 Cover Sheet Galle in 2012

purpose of initiating the civil do	ocket sheet. <i>(SEE INSTRUC</i>	TTIONS ON NEXT PAGE OF	F THIS FORM.)				
I. (a) PLAINTIFFS			DEFENDANT	ΓS			
KEYONNA DAN	IIELS, individually, a	nd on behalf of all	EAGLE FAMILY FOODS GROUP LLC D/B/A EAGLE				
others similarly	•	na on bonan or an		elaware limited liability co			
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(b) County of Residence of		acramento	County of Residen	ice of First Listed Defendant			
(E)	XCEPT IN U.S. PLAINTIFF CA	SES)	NOTE BULLIE	(IN U.S. PLAINTIFF CASES O			
			NOTE: IN LAND THE TRA	CONDEMNATION CASES, USE THE CT OF LAND INVOLVED.	HE LOCATION OF		
(2)							
	Address, and Telephone Number		Attorneys (If Know	n)			
•	P.C.: 9440 Santa Mo		301				
Beverly Hills, CA	A 90210 (866) 276-7	637					
II. BASIS OF JURISD	ICTION (Place an "X" in	One Box Only)		PRINCIPAL PARTIES			
1 U.S. Government	3 Federal Question		(For Diversity Cases Only	PTF DEF	nd One Box for Defendant) PTF DEF		
Plaintiff	(U.S. Government)	Not a Party)	Citizen of This State	X 1			
	,			of Business In T			
2 U.S. Government	X 4 Diversity		Citizen of Another State	2 Incomparated and B	rincipal Place 5 X 5		
2 U.S. Government Defendant		ip of Parties in Item III)	Citizen of Another State	2 Incorporated and P of Business In A			
Determine	(marcure consensus)	p of 1 an west in Hem 111)					
			Citizen or Subject of a	3 Foreign Nation	6 6		
N. MARIBE OF CHIE			Foreign Country				
IV. NATURE OF SUIT				Click here for: Nature of S			
CONTRACT		RTS	FORFEITURE/PENALTY		OTHER STATUTES		
110 Insurance	PERSONAL INJURY	PERSONAL INJURY	— ~	422 Appeal 28 USC 158	375 False Claims Act		
120 Marine 130 Miller Act	310 Airplane 315 Airplane Product	265 Personal Injury - Product Liability	of Property 21 USC 88	1 423 Withdrawal 28 USC 157	376 Qui Tam (31 USC 3729(a))		
140 Negotiable Instrument	Liability	367 Health Care/	O90 Other	INTELLECTUAL	400 State Reapportionment		
150 Recovery of Overpayment	320 Assault, Libel &	Pharmaceutical		PROPERTY RIGHTS	410 Antitrust		
& Enforcement of Judgment	Slander	Personal Injury		820 Copyrights	430 Banks and Banking		
151 Medicare Act	330 Federal Employers'	Product Liability		830 Patent	450 Commerce		
152 Recovery of Defaulted Student Loans	Liability 340 Marine	368 Asbestos Personal		835 Patent - Abbreviated	460 Deportation 470 Racketeer Influenced and		
(Excludes Veterans)	345 Marine Product	Injury Product Liability		New Drug Application	Corrupt Organizations		
153 Recovery of Overpayment	Liability	PERSONAL PROPERT	Y LABOR	840 Trademark 880 Defend Trade Secrets	480 Consumer Credit		
of Veteran's Benefits	350 Motor Vehicle	X 370 Other Fraud	710 Fair Labor Standards	Act of 2016	(15 USC 1681 or 1692)		
160 Stockholders' Suits	355 Motor Vehicle	371 Truth in Lending	Act	1100 01 2010	485 Telephone Consumer		
190 Other Contract	Product Liability	380 Other Personal	720 Labor/Management	SOCIAL SECURITY	Protection Act		
195 Contract Product Liability	360 Other Personal	Property Damage	Relations	861 HIA (1395ff)	490 Cable/Sat TV		
196 Franchise	Injury 362 Personal Injury -	385 Property Damage Product Liability	740 Railway Labor Act 751 Family and Medical	862 Black Lung (923) 863 DIWC/DIWW (405(g))	850 Securities/Commodities/ Exchange		
	Medical Malpractice	1 roddet Eldomty	Leave Act	864 SSID Title XVI	890 Other Statutory Actions		
REAL PROPERTY	CIVIL RIGHTS	PRISONER PETITIONS	790 Other Labor Litigation	865 RSI (405(g))	891 Agricultural Acts		
210 Land Condemnation	440 Other Civil Rights	Habeas Corpus:	791 Employee Retirement		893 Environmental Matters		
220 Foreclosure	441 Voting	463 Alien Detainee	Income Security Act	FEDERAL TAX SUITS	895 Freedom of Information		
230 Rent Lease & Ejectment 240 Torts to Land	442 Employment 443 Housing/	510 Motions to Vacate		870 Taxes (U.S. Plaintiff or Defendant)	Act 896 Arbitration		
245 Tort Product Liability	Accommodations	Sentence 530 General		871 IRS—Third Party	899 Administrative Procedure		
290 All Other Real Property	445 Amer. w/Disabilities -	535 Death Penalty	IMMIGRATION	26 USC 7609	Act/Review or Appeal of		
	Employment	Other:	462 Naturalization Applicat	tion	Agency Decision		
	446 Amer. w/Disabilities -	540 Mandamus & Other			950 Constitutionality of		
	Other	550 Civil Rights	Actions		State Statutes		
	448 Education	555 Prison Condition 560 Civil Detainee -					
		Conditions of					
		Confinement					
V. ORIGIN (Place an "X" is	n One Box Only)						
x 1 Original 2 Ren	moved from 3 1	Remanded from	4 Reinstated or 5 Tran	sferred from 6 Multidistri			
Proceeding Star	te Court	Appellate Court	Reopened Anot	ther District Litigation (cify) Transfer	Litigation - Direct File		
	Cite the U.S. Civil Sta	tute under which you are	filing (Do not cite jurisdictional	327	Direct i lie		
VI. CAUSE OF ACTIO	28 U.S.C. § 1332(d)						
VI. CAUSE OF ACTION	Brief description of ca Class Action Fairness A						
VII. REQUESTED IN	X CHECK IF THIS	IS A CLASS ACTION	DEMAND \$	CHECK YES only	if demanded in complaint:		
COMPLAINT:	UNDER RULE 23		5,000,000	JURY DEMAND:	X Yes No		
		*		JUNI DEMAND:	<u> </u>		
VIII. RELATED CASI							
IF ANY	(See instructions):	JUDGE		DOCKET NUMBER			
DATE		SIGNATURE OF ATTO	ODNEY OF DECODE	<u> </u>			
Feb 21, 2025		s/ Jennifer L. MacPher	13011				
FOR OFFICE USE ONLY							
RECEIPT # AM	MOUNT	APPLYING IFP	JUDGE	MAG. JUD	OGE		

Case 2:25-cy-00616-SCR Document 1-1 Filed 02/21/25 Page 2 of 2 INSTRUCTIONS FOR ATTORNEYS COMPLETING CIVIL COVER SHEET FORM JS 44

Authority For Civil Cover Sheet

The JS 44 civil cover sheet and the information contained herein neither replaces nor supplements the filings and service of pleading or other papers as required by law, except as provided by local rules of court. This form, approved 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. Consequently, a civil cover sheet is submitted to the Clerk of Court for each civil complaint filed. The attorney filing a case should complete the form as follows:

- **I.(a) Plaintiffs-Defendants.** Enter names (last, first, middle initial) of plaintiff and defendant. If the plaintiff or defendant is a government agency, use only the full name or standard abbreviations. If the plaintiff or defendant is an official within a government agency, identify first the agency and then the official, giving both name and title.
- (b) County of Residence. For each civil case filed, except U.S. plaintiff cases, enter the name of the county where the first listed plaintiff resides at the time of filing. In U.S. plaintiff cases, enter the name of the county in which the first listed defendant resides at the time of filing. (NOTE: In land condemnation cases, the county of residence of the "defendant" is the location of the tract of land involved.)
- (c) Attorneys. Enter the firm name, address, telephone number, and attorney of record. If there are several attorneys, list them on an attachment, noting in this section "(see attachment)".
- II. Jurisdiction. The basis of jurisdiction is set forth under Rule 8(a), F.R.Cv.P., which requires that jurisdictions be shown in pleadings. Place an "X" in one of the boxes. If there is more than one basis of jurisdiction, precedence is given in the order shown below.

 United States plaintiff. (1) Jurisdiction based on 28 U.S.C. 1345 and 1348. Suits by agencies and officers of the United States are included here. United States defendant. (2) When the plaintiff is suing the United States, its officers or agencies, place an "X" in this box. Federal question. (3) This refers to suits under 28 U.S.C. 1331, where jurisdiction arises under the Constitution of the United States, an amendment to the Constitution, an act of Congress or a treaty of the United States. In cases where the U.S. is a party, the U.S. plaintiff or defendant code takes precedence, and box 1 or 2 should be marked.

 Diversity of citizenship. (4) This refers to suits under 28 U.S.C. 1332, where parties are citizens of different states. When Box 4 is checked, the citizenship of the different parties must be checked. (See Section III below; NOTE: federal question actions take precedence over diversity cases.)
- **III. Residence (citizenship) of Principal Parties.** This section of the JS 44 is to be completed if diversity of citizenship was indicated above. Mark this section for each principal party.
- IV. Nature of Suit. Place an "X" in the appropriate box. If there are multiple nature of suit codes associated with the case, pick the nature of suit code that is most applicable. Click here for: Nature of Suit Code Descriptions.
- V. Origin. Place an "X" in one of the seven boxes.
 - Original Proceedings. (1) Cases which originate in the United States district courts.

Removed from State Court. (2) Proceedings initiated in state courts may be removed to the district courts under Title 28 U.S.C., Section 1441. Remanded from Appellate Court. (3) Check this box for cases remanded to the district court for further action. Use the date of remand as the filing date.

Reinstated or Reopened. (4) Check this box for cases reinstated or reopened in the district court. Use the reopening date as the filing date. Transferred from Another District. (5) For cases transferred under Title 28 U.S.C. Section 1404(a). Do not use this for within district transfers or multidistrict litigation transfers.

Multidistrict Litigation – Transfer. (6) Check this box when a multidistrict case is transferred into the district under authority of Title 28 U.S.C. Section 1407.

Multidistrict Litigation – Direct File. (8) Check this box when a multidistrict case is filed in the same district as the Master MDL docket.

PLEASE NOTE THAT THERE IS NOT AN ORIGIN CODE 7. Origin Code 7 was used for historical records and is no longer relevant due to changes in statute.

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

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

 Jury Demand. Check the appropriate box to indicate whether or not a jury is being demanded.
- VIII. Related Cases. This section of the JS 44 is used to reference related pending cases, if any. If there are related pending cases, insert the docket numbers and the corresponding judge names for such cases.

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