## Case 2:18-cv-01470 Document 1 Filed 10/05/18 Page 1 of 8

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7 8	UNITED STATES DISTRICT COURT WESTERN DISTRICT OF WASHINGTON AT SEATTLE								
9 10	SARA M. BARKER, individually and on behalf of all others similarly situated,								
11	Plaintiff, ) Case No. 2:18-cv-01470 v.								
12	NOTICE OF REMOVAL THRIVE CAUSEMETICS, INC., a Delaware )								
13	corporation; and KARISSA BODNAR, an ) individual, )								
<ul><li>14</li><li>15</li></ul>	Defendants. )								
16 17	TO: The Honorable Judges of the United States District Court for the Western District o Washington at Seattle								
18	PLEASE TAKE NOTICE that, pursuant to 28 U.S.C. §§ 1332, 1441, 1446, and 1453								
19	Defendants Thrive Causemetics, Inc. and Karissa Bodnar ("Defendants") remove to this Coun								
20	the above-styled class action, pending as Case No. 18-2-21685-1 SEA in the Superior Court fo								
21	King County (the "Action"). As grounds for removal, Defendants state as follows:								
22	BACKGROUND								
23	1. On August 30, 2018, Plaintiff Sara M. Barker ("Plaintiff") filed a Class Action								
24	Complaint for Damages and Injunctive Relief (the "Complaint") against the Defendants in Kin								
25	County Superior Court. A true and correct copy of the Complaint is attached hereto.								
26	2. In general, Plaintiff alleges that Defendants promote their cosmetics products by								
27	stating that they will donate a cosmetic product to a woman in need for each product purchased NOTICE OF REMOVAL - 1 CASE NO. 2:18-CV-01470  LANE POWELL PC 1420 FIFTH AVENUE, SUITE 4200 P.O. BOX 91302								

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See Complaint at ¶¶ 5.5-5.6. Plaintiff alleges that Defendants do not make the donations that they claimed they would make. Id. at ¶ 5.8. Plaintiff seeks to hold Defendant Karissa Bodnar ("Ms. Bodnar") directly liable for the alleged misconduct of Defendant Thrive Causemetics, Inc. ("Thrive"). See generally Complaint.

- 3. Plaintiff alleges causes of action for violation of the Washington Consumer Protection Act (the "CPA"), RCW 19.86 *et seq.*, relating to the Defendants' allegedly unfair practices and allegedly deceptive acts. Complaint at ¶¶ 6.1-7.5. Plaintiff seeks compensatory, exemplary and treble damages, as well as an injunction, attorneys' fees, costs, expenses and interest as allowed by law. *Id.* at Prayer for Relief.
- 4. Upon information and belief, Plaintiff is a resident and citizen of the state of Washington. *Id.* at ¶ 3.1.
- 5. Thrive is a corporation incorporated in the state of Delaware with its principle place of business in the state of California. *See* Declaration of Ned Menninger ("Menninger Decl.") at ¶ 2, Exs. A and B. Thrive does not have an office or any place of business in the state of Washington. *Id.* at ¶ 2.
- 6. Ms. Bodnar is the Chief Executive Officer and owner of Thrive, and she is a resident and citizen of the state of California. Declaration of Karissa Bodnar ("Bodnar Decl.") at ¶ 2.

#### PROCEDURAL REQUIREMENTS

- 7. Defendants' counsel received the Complaint and summonses for each of the Defendants on Friday, September 7, 2018, via email. Declaration of Erin M. Wilson ("Wilson Decl.") at ¶ 2, Ex. A. Defendants' counsel accepted service of process for the Defendants on Monday, September 10, 2018. *Id.* at ¶ 3. This Notice of Removal is timely in that it is being filed within thirty (30) days of Defendants' receipt of service of process of the summonses and the Complaint on September 7, 2018. *See* 28 U.S.C. § 1446(b).
  - 8. Defendants have not filed any pleadings in the Action, other than a Notice of

Appearance.

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9. Plaintiff's alleged claims have arisen in Snohomish County, Washington. Menninger Decl. at ¶ 5. Accordingly, venue is proper in the Western District of Washington at Seattle. See Local Civil Rule 3(e).

#### CAFA DIVERSITY JURISDICTION

- 10. Congress passed the Class Action Fairness Act ("CAFA") "primarily to curb perceived abuses of the class action device." United Steel, Paper & Forestry, Rubber, Mfg., Energy, Allied Indus. & Serv. Workers Int'l Union, AFL-CIO, CLC v. Shell Oil Co., 602 F.3d 1087, 1090 (9th Cir. 2010). "To achieve its purposes, CAFA provides expanded original diversity jurisdiction..." Id. at 1090-91. Under CAFA, there is no presumption against removal. Dart Cherokee Basin Operating Co., LLC v. Owens, --- U.S. ----, 135 S.Ct. 547, 554, 190 L.Ed.2d 495 (2014).
- 11. Pursuant to CAFA, district courts "shall have original jurisdiction of any civil action in which the matter in controversy exceeds the sum or value of \$5,000,000, exclusive of interests and costs, and is a class action in which ... any member of a class of plaintiffs is a citizen of a State different from any defendant ... ." 28 U.S.C. § 1332(d)(2)(A). For purposes of determining whether the amount in controversy requirement is met, "claims of the individual class members shall be aggregated to determine whether the matter in controversy exceeds the sum or value of \$5,000,000, exclusive of interests and costs." 28 U.S.C. § 1332(d)(6).
- 12. Although Defendants deny that Plaintiff will ever be able to satisfy the standards for class certification, the Action satisfies CAFA's jurisdictional requirements. To begin, the Action satisfies the minimum diversity required by CAFA. This is a class action in which at least one member of the class is a citizen of a state different from at least one of the Defendants, the number of putative class members exceeds 100, and the amount in controversy exceeds \$5,000,000. 28 U.S.C. § 1332(d)(2), (d)(5)(B); Fritsch v. Swift Transportation Co. of Arizona, LLC, 899 F.3d 785, 788 (9th Cir. 2018).
- 13. The Action satisfies CAFA's class action requirement. A lawsuit is a class action NOTICE OF REMOVAL - 3 LANE POWELL PC 1420 FIFTH AVENUE, SUITE 4200 CASE NO. 2:18-CV-01470 P.O. BOX 91302

if it is filed "under rule 23 of the Federal Rules of Civil Procedure or similar State statute or rule of judicial procedure authorizing an action to be brought by 1 or more representative persons as a class action." 28 U.S.C. § 1332(d)(1)(B). The instant Action is brought under Rule 23 of the Washington State Rules of Civil Procedure, which is a direct analogue to Rule 23 of the Federal Rules of Civil Procedure. Complaint at ¶¶ 4.1-4.7. Plaintiff also seeks to act in a representative capacity on behalf of a class. *Id.* at Prayer for Relief (B) (seeking to "Appoint Plaintiff as representative of the Class.").

- 14. Additionally, minimal diversity is satisfied. CAFA's diversity requirement is satisfied so long as any member of a putative class is a citizen of a state different from any defendant. Here, Plaintiff alleges that she is a citizen of Washington. *Id.* ¶ 3.1. By contrast, Thrive is a citizen of California and Delaware and Ms. Bodnar is a citizen of California. Accordingly, at least one member of the proposed class is a citizen of a state different than Defendant Thrive and Defendant Ms. Bodnar.
- 15. <u>The proposed class exceeds 100 members</u>. The Complaint includes a definition of the putative class as follows:

All citizens of the State of Washington who, between August 30, 2014 and the date of final disposition of this action (the "Class Period"), purchased one or more products from Thrive Causemetics, Inc.

- Complaint at ¶ 4.1. Plaintiff alleges hundreds of Washington citizens have purchased products from Thrive during the Class Period. *Id.* at ¶ 4.2; *see also* Menninger Decl. at ¶ 3 (confirming that greater than 100 individuals with Washington shipping and billing addresses purchased a Thrive product since the beginning of the alleged class period on August 30, 2014).
- 16. The amount in controversy is satisfied. "The amount in controversy is simply an estimate of the total amount in dispute, not a prospective assessment of defendant's liability" or a concession of liability. Lewis v. Verizon Communications, Inc., 627 F.3d 395, 400 (9th Cir. 2010). Without conceding that Defendants are liable to Plaintiff or any putative class member for any amount whatsoever, in light of the allegations in the Complaint, CAFA's amount in controversy requirement is satisfied because the aggregate claims of the putative class members

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<sup>2</sup> The evidence in this case will show that Plaintiff's allegations are completely false and that Defendants donated as much product as they sold to women in need. LANE POWELL PC NOTICE OF REMOVAL - 5 1420 FIFTH AVENUE, SUITE 4200 CASE NO. 2:18-CV-01470

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exceed \$5,000,000. 28 U.S.C. § 1332(d)(6). Although Plaintiff's Complaint does not allege a total aggregate sum or value for all claims asserted by Plaintiff on behalf of herself and all putative class members, Defendants' belief that the matter in controversy exceeds the sum or value of \$5,000,000 is based on the following:

- Between August 30, 2014 (the date that begins Plaintiff's alleged Class Period), and September 24, 2018, Thrive sold \$2,751,383.86 in products to residents with shipping addresses in Washington and \$2,761,909.63 in products to residents with billing addresses in Washington. These figures do not include the amount of any sale that was later returned by the customer. Menninger Decl. at ¶ 4.
- b. Plaintiff alleges that she purchased Thrive products through Thrive's website in 2017. Complaint at ¶ 3.1. She purchased \$49.64 worth of Thrive products. Menninger Decl. at ¶ 5. Plaintiff contends that she would not have purchased Thrive products had she known that Thrive allegedly did not make the donations it claimed to have made.<sup>2</sup> Complaint at ¶ 5.8.
- Plaintiff also contends that Defendants' alleged violations of the CPA caused Plaintiff and all other similarly situated members of the putative class damages that should be trebled, along with costs of suit and attorneys' fees. Complaint at Prayer for Relief. The CPA permits a treble damages award of up to \$25,000 to Plaintiff, as well as all represented class members, who suffer actual damages. See Smith v. Behr Process Corp., 113 Wn. App. 306, 345-46, 54 P.3d 665 (2002); RCW 19.86.090.
- d. While Defendants vehemently deny that they violated the CPA, and they specifically deny the claims made by Plaintiff will satisfy the requirements of Rule 23 or that the Plaintiff or any putative class member is entitled to recover monetary or statutory damages in any amount, based on Plaintiff's allegation that she would not have purchased the Thrive products she purchased and that she and the class members are entitled to compensatory and treble damages, Defendants have a good faith basis to believe that the amount in controversy exceeds

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CAFA's \$5,000,000 requirement. *See* Menninger Decl. at ¶ 4; *Fritsch*, 899 F.3d at 793; *Korn v. Polo Ralph Lauren Corp.*, 536 F. Supp. 2d 1199, 1205 (E.D. Cal. 2008) ("Where a statutory maximum is specified, courts may consider the maximum statutory penalty available in determining whether the jurisdictional amount in controversy is met."). When the amount that Thrive sold to individuals with either shipping or billing addresses in Washington is trebled, the amount in controversy exceeds the minimum amount in controversy of \$5,000,000 required by CAFA. (\$2,751,383.86 in sales to Washington shipping addresses x 3 = \$8,254,151.58; \$2,761,909.63 in sales to Washington billing addresses x 3 = \$8,285,728.89). Additionally, the Court may consider Plaintiff's attorneys' fees, including anticipated future attorneys' fees, in the amount in controversy. *Fritsch*, 899 F.3d at 793-94 (the amount in controversy includes "attorneys' fees awarded under fee-shifting statutes or contract", including future attorneys' fees.).

#### NO CAFA EXCEPTIONS APPLY

Although Defendants deny that it is their burden to show that CAFA's exceptions to jurisdiction apply, none do.

The "home-state" exceptions set forth in 28 U.S.C. § 1332(d)(4)(A) & (B) do not apply. Section 1332(d)(4)(A) applies where two-thirds of the members of the proposed class share citizenship with at least one defendant (a) "from whom significant relief is sought," (b) "whose alleged conduct forms a significant basis for the claims asserted by the proposed plaintiff class," and (c) "who is a citizen of the State in which the action was originally filed." (emphasis added). Here, neither of the Defendants are citizens of Washington, and therefore CAFA's exception set forth in Section 1332(d)(4)(A) does not apply. Menninger Decl. at ¶ 2 and Exs. A and B; Bodnar Decl. at ¶ 2.

Section 1332(d)(4)(B) applies where two-thirds of the members of the proposed class and all of the "primary defendants" are citizens of the forum state. 28 U.S.C. § 1332(d)(4)(B). Again, neither of the Defendants in this case are citizens of Washington, and therefore Section

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1	1332(d)(4)(B) likewise does not apply. Menninger Decl. at ¶ 2 and Exs. A and B; Bodnar Dec							
2	at ¶ 2.							
3	Therefore, Defendants give notice that the Action has been removed from King Count							
4	Superior Court to this Court.							
5	DATED: October 5, 2018							
6	LANE POWELL PC							
7								
8	By <u>s/John S. Devlin</u> John S. Devlin III, WSBA No. 23988							
9	By <u>s/Erin M. Wilson</u> Erin M. Wilson, WSBA No. 42454							
10								
11	By <u>s/ Taylor Washburn</u> Taylor Washburn, WSBA No. 51524							
12	1420 Fifth Avenue, Suite 4200							
13	P.O. Box 91302 Seattle, WA 98111-9402							
14	Telephone: 206.223.7000 Facsimile: 206.223.7107							
15	devlinj@lanepowell.com wilsonem@lanepowell.com							
16	washburnt@lanepowell.com							
17	Attorneys for Defendants							
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27	NOTICE OF BENOVAL 5							

NOTICE OF REMOVAL - 7 CASE NO. 2:18-CV-01470 LANE POWELL PC 1420 FIFTH AVENUE, SUITE 4200 P.O. BOX 91302 SEATTLE, WA 98111-9402 206.223.7000 FAX: 206.223.7107

**CERTIFICATE OF SERVICE** I certify that, on the date indicated below, I caused the foregoing document to be 2 presented to the Clerk of the Court for filing and uploading to the CM/ECF system. In accordance 3 with their ECF registration agreement and the Court's rules, the Clerk of the Court will send e-4 mail notification of such filing to all attorneys and parties of record. 5 In addition, I certify that I mailed the foregoing document via United States Postal Service 6 to the following people: 7 8 Elizabeth A. Hanley, WSBA # 38233 Reed Longyear Malnati & Ahrens, PLLC 801 Second Ave., Ste. 1415 9 Seattle, WA 98104 Tel. (206) 624-6271 10 Fax (206) 624-6672 Email: ehanley@reedlongyearlaw.com 11 Attorneys for Plaintiff 12 Toby J. Marshall, WSBA #32726 Eric R. Nusser, WSBA # 51513 13 Terrell Marshall Law Group PLLC 936 North 34th Street, Suite 300 14 Seattle, WA 98103 Tel. (206) 816-6603 15 Fax (206) 319-5450 Email: tmarshall@terrellmarshall.com 16 Email: eric@terrellmarshall.com Attorneys for Plaintiff 17 I affirm under penalty of perjury under the laws of the United States that the foregoing is 18 true and correct to the best of my personal knowledge. 19 SIGNED October 5, 2018, at Seattle, Washington. 20 21 s/Peter Elton 22 Peter Elton Legal Assistant 23 24 25 26 27 LANE POWELL PC NOTICE OF REMOVAL - 8

NOTICE OF REMOVAL - 8 CASE NO. 2:18-CV-01470

1420 FIFTH AVENUE, SUITE 4200 P.O. BOX 91302 SEATTLE, WA 98111-9402 206.223.7000 FAX: 206.223.7107

# Case 2:18-cv-01470 Pecument $1_S$ Filed 10/05/18 Page 1 of 2

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)

purpose of initiating the civil de	ocket sheet. (SEE INSTRUC	TIONS ON NEXT PAGE C	OF THIS FO	PRM.)	, 1			
I. (a) PLAINTIFFS Sara M. Barker			DEFENDANTS Thrive Causemetics, Inc. and Karissa Bodnar					
(b) County of Residence of (EZ)  (c) Attorneys (Firm Name, 2) Elizabeth A. Hanley,801 206-624-6271; Toby J. M 300, Seattle, WA 98103,	ACEPT IN U.S. PLAINTIFF CA Address, and Telephone Numbe Second Ave, Ste 1415 Marshall and Eric R. Nu		THE TRACT  Attorneys (If Known)	(IN U.S. P DNDEMNATI OF LAND IN Erin M. We, Ste 420	CLAINTIFF CASES OF ION CASES, USE TO NVOLVED.  Vilson, and Tay	HE LOCATION OF vlor Washburn, Lane Powell		
II. BASIS OF JURISDI	ICTION (Place an "X" in O	ne Box Only)	1		RINCIPA	AL PARTIES	(Place an "X" in One Box for Plaintiff	
☐ 1 U.S. Government Plaintiff					<b>FF DEF</b> < 1 □ 1	Incorporated or Pri		
☐ 2 U.S. Government Defendant	★ 4 Diversity (Indicate Citizenship of Parties in Item III)		Citize	en of Another State	2 🗖 2	Incorporated and F of Business In A		
			Citizen or Subject of a					
IV. NATURE OF SUIT		ly) ORTS	FO	DREFITURE/PENALTY		e for: Nature of Sui	it Code Descriptions.	
□ 110 Insurance □ 120 Marine □ 130 Miller Act □ 140 Negotiable Instrument □ 150 Recovery of Overpayment ∞ Enforcement of Judgment □ 151 Medicare Act □ 152 Recovery of Defaulted Student Loans (Excludes Veterans) □ 153 Recovery of Overpayment of Veteran's Benefits □ 160 Stockholders' Suits □ 190 Other Contract □ 195 Contract Product Liability □ 196 Franchise     REAL PROPERTY □ 210 Land Condemnation □ 220 Foreclosure □ 230 Rent Lease & Ejectment □ 240 Torts to Land □ 245 Tort Product Liability □ 290 All Other Real Property	PERSONAL INJURY  310 Airplane 315 Airplane Product Liability 320 Assault, Libel & Slander 330 Federal Employers' Liability 340 Marine 345 Marine Product Liability 350 Motor Vehicle Product Liability 360 Other Personal Injury 360 Personal Injury - Medical Malpractice  CIVIL RIGHTS 440 Other Civil Rights 441 Voting 442 Employment 443 Housing/ Accommodations 445 Amer. w/Disabilities - Employment 446 Amer. w/Disabilities - Other 3448 Education	PERSONAL INJUR  365 Personal Injury - Product Liability Product Liability 367 Health Care/ Pharmaceutical Personal Injury Product Liability 368 Asbestos Persona Injury Product Liability PERSONAL PROPEI 370 Other Fraud 371 Truth in Lending 380 Other Personal Property Damage Product Liability PRISONER PETITIO Habeas Corpus: 463 Alien Detainee 510 Motions to Vacate Sentence 530 General 535 Death Penalty Other: 540 Mandamus & Ott 550 Civil Rights 555 Prison Condition 560 Civil Detainee - Conditions of Confinement	1	DRFEITURE/PENALTY 25 Drug Related Seizure of Property 21 USC 881 20 Other  LABOR 0 Fair Labor Standards Act 20 Labor/Management Relations 40 Railway Labor Act 51 Family and Medical Leave Act 20 Other Labor Litigation 21 Employee Retirement Income Security Act  IMMIGRATION 52 Naturalization Application 55 Other Immigration Actions	422 Appe	eal 28 USC 158 Idrawal JSC 157  RTY RIGHTS  yrights Int emark  LSECURITY  (1395ff) k Lung (923) C/DIWW (405(g)) D Title XVI	OTHER STATUTES  □ 375 False Claims Act □ 376 Qui Tam (31 USC	
	moved from 3 tte Court  Cite the U.S. Civil Sta 28 USC 1332	Appellate Court tute under which you a	Reop	stated or 5 Transference Anothe (specify)	er District	☐ 6 Multidistr Litigation Transfer		
VII. REQUESTED IN COMPLAINT:		Washington Consumer Protection Act  CHECK YES only if demanded in complaint:  JURY DEMAND: □ Yes 🕱 No						
VIII. RELATED CASI IF ANY	E(S) (See instructions):	JUDGE			DOCKE	ET NUMBER		
DATE 10/05/2018 FOR OFFICE USE ONLY	0/05/2018 s/ John S. Devlin							
	MOUNT	APPLYING IFP		JUDGE		MAG. JUI	DGE	

#### 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. 1245 and 1248. Suits by against and officers of the United States are included bere-

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. When the petition for removal is granted, check this box.

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 statue.

- 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.

Case 2:18-cv-01470 Document 1-2 Filed 10/05/18 Page 1 of 11

**FILED** 

18 AUG 30 AM 11:45

KING COUNTY SUPERIOR COURT CLERK E-FILED

CASE NUMBER: 18-2-21685-1 SEA

### IN THE SUPERIOR COURT FOR THE STATE OF WASHINGTON IN AND FOR THE COUNTY OF KING

SARA M. BARKER, individually and on behalf of all others similarly situated,

Plaintiff,

v.

THRIVE CAUSEMETICS, INC., a Delaware corporation; and KARISSA BODNAR, an individual.

Defendants.

No.

CLASS ACTION COMPLAINT FOR DAMAGES AND INJUNCTIVE **RELIEF** 

Plaintiff Sara M. Barker, by her undersigned attorneys, for this class action complaint against Defendant Thrive Causemetics, Inc. and Defendant Ms. Karissa Bodnar alleges as follows:

#### I. INTRODUCTION

1.1 Nature of Action: This is a class action for declaratory judgment, equitable relief, and money damages brought by Plaintiff against Defendant Thrive Causemetics, Inc. and Defendant Karissa Bodnar (collectively "Defendants"). It is instituted to address unfair and deceptive acts and practices that are injurious to the public interest and that have injured Plaintiff and the proposed class members in violation of Washington's Consumer Protection Act, RCW 19.86, et seq.

CLASS ACTION COMPLAINT FOR DAMAGES AND INJUNCTIVE RELIEF Page 1 of 11



801 Second Avenue, Suite 1415 Seattle, Washington 98104-1517 (206) 624-6271

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#### II. JURISDICTION AND VENUE

- 2.1 <u>Jurisdiction</u>. Defendants are all within the jurisdiction of this Court. Defendant Thrive Causemetics, Inc. ("Thrive") is a citizen of Washington, as it is registered to do business in Washington, conducts business in Washington, and maintains its principal place of business and headquarters in Washington. Defendant Karissa Bodnar ("Bodnar") conducts business in Washington and is a resident and citizen of Washington. Defendants have obtained the benefits of the laws of Washington as well as Washington's commercial markets.
- **Venue**. Venue is proper in King County because Defendants operate and transact business in King County. Thrive's principal place of business and headquarters are in King County, and Bodnar resides in King County.
- 2.3 Governing Law. The claims asserted on behalf of the Plaintiff and Class members are brought solely under Washington state law causes of action and are governed exclusively by Washington law.
- Lack of CAFA Jurisdiction. Federal jurisdiction is inappropriate under the Class Action Fairness Act, 28 U.S.C. § 1332(d)(4)(A), because more than two-thirds of the members of the proposed plaintiff class in the aggregate are citizens of Washington; significant relief is sought from Defendants by members of the plaintiff class; the alleged conduct of Defendants forms a significant basis for the claims asserted by the proposed plaintiff class; Defendants are citizens of Washington; the principal injuries resulting from the alleged conduct or any related conduct of each Defendant were incurred in Washington; and during the three-year period preceding the filing of this action, no other class action has been filed asserting same or similar factual allegations against any of the Defendants on behalf of the same or other persons. Alternatively, federal jurisdiction is inappropriate under the Class Action Fairness Act, 28 U.S.C.

CLASS ACTION COMPLAINT FOR DAMAGES AND INJUNCTIVE RELIEF Page 2 of 11



§ 1332(d)(4)(B), because two-thirds or more of the members of all proposed plaintiff classes in the aggregate and the primary Defendants are citizens of the state of Washington.

#### III. PARTIES

- 3.1 <u>Plaintiff Sara Barker</u>. Plaintiff Sara Barker is a citizen of Washington State. She purchased a product from Thrive in 2017 through the company's website. The product was delivered to her at her residence in Washington.
- 3.2 <u>Defendant Thrive Causemetics, Inc.</u> Thrive is a Delaware corporation with its headquarters and principle place of business in Seattle, Washington. Thrive is a citizen of Washington state. It is registered to do and does conduct business throughout the state of Washington, including throughout King County. Upon information and belief, Thrive has sold numerous products throughout the state of Washington, including to Plaintiff and Class members.
- 3.3 <u>Defendant Karissa Bodnar.</u> Defendant Bodnar has at all relevant times been CEO and owner of Thrive Causemetics, Inc. and is engaged in running the company's business, managing the company's finances, determining the company's marketing strategy and any advertising involving the company and its products, maintaining the company's records, and exercising control over all aspects of the company. Defendant Bodnar is a citizen and resident of Washington.

#### IV. CLASS ACTION ALLEGATIONS

4.1 <u>Class Definition</u>. Pursuant to CR 23, Plaintiff brings this case as a class action against Defendants on behalf of a Class defined as follows:

All citizens of the State of Washington who, between August 30, 2014 and the date of the final disposition of this action (the "Class Period"), purchased one or more products from Thrive Causemetics, Inc.

Excluded from the class are Defendants' owners, officers, legal representatives, assignees, and

CLASS ACTION COMPLAINT FOR DAMAGES AND INJUNCTIVE RELIEF Page 3 of 11



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successors. Also excluded are the judge to whom this case is assigned and any member of the judge's immediate family.

- 4.2 <u>Numerosity</u>. On information and belief, hundreds of Washington citizens have purchased products from Thrive. The members of the class are so numerous that joinder of all members is impracticable. The disposition of the claims of the Class in a single action will provide substantial benefits to all parties and the Court.
- 4.3 <u>Commonality</u>. There are numerous questions of law and fact common to Plaintiff and members of the Class. Defendants have engaged in a common course of unfair and deceptive conduct, and Plaintiff and Class members have suffered harm as a result of that conduct. These common questions include, but are not limited to:
  - a. Whether Defendants have engaged in a common course of representing to consumers that for every product purchased, Thrive donates one product to a woman in need;
  - Whether Thrive has engaged in a common course of failing to donate one product to a woman in need for every product purchased;
  - c. Whether a reasonable consumer would find Defendants' common courses of conduct to be of material importance;
  - d. Whether Defendants' common courses of conduct have the tendency or capacity to mislead persons of ordinary caution;
  - e. Whether Defendants' common courses of conduct are unfair within the meaning of RCW 19.86.020;
  - f. Whether Defendants' common courses of conduct are deceptive within the meaning of RCW 19.86.020;



- g. Whether Defendants acted in trade or commerce when they advertised and sold products to consumers under the false pretense that for every product purchased, one is donated to a woman in need;
- h. Whether Defendants' unfair and deceptive acts or practices were injurious to the public interest because they injured other persons, had the capacity to injure other persons, or have the capacity to injure other persons;
- i. Whether Defendants' unfair and deceptive acts or practices caused Plaintiff and members of the Class to be injured in their business or property;
- j. Whether Defendant Bodnar participated in or knowingly approved of conduct by Thrive that violates the Washington Consumer Protection Act;
- k. Whether injunctive relief is appropriate to remedy Defendants' unfair and deceptive acts or practices; and
- The nature and extent of the injury to Plaintiff and Class members and the damages that should be awarded to compensate for such injury.
- 4.4 <u>Typicality</u>. Plaintiff's claims are typical of the claims of the Class. Plaintiff's claims, like the claims of the Class, arise out of the same common courses of unfair and deceptive conduct by Defendants and are based on the same legal and remedial theories.
- Adequacy. Plaintiff will fairly and adequately protect the interests of the Class. Plaintiff has retained competent and capable attorneys who have significant experience in complex class action litigation, including consumer law. Plaintiff and her counsel are committed to prosecuting this action vigorously on behalf of the Class, and Plaintiff's counsel have the financial resources to do so. Neither Plaintiff nor her counsel have interests that are contrary to or that conflict with those of the Class. There are no unusual difficulties likely to be encountered in

the management of this litigation as a Class action.

desirable advantages of judicial economy

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4.6 Predominance. Defendants have engaged in common courses of both unfair and deceptive acts and practices toward Plaintiff and members of the Class. The common issues arising from this conduct that affect Plaintiff and the members of the Class predominate over any individual issues. Adjudication of these common issues in a single action has important and

4.7 Superiority. Plaintiff and Class members have suffered and will continue to suffer harm and damages as a result of Defendants' unlawful and wrongful conduct. Absent a class action, most Class members likely would find the cost of litigating their claims prohibitive. Class treatment is superior to multiple individual suits or piecemeal litigation because it conserves judicial resources, promotes consistency and efficiency of adjudication, provides a forum for small claimants, and deters illegal activities. There will be no significant difficulty in the management of this case as a class action. The Class members are readily identifiable from Defendants' records.

#### V. SUMMARY OF FACTUAL ALLEGATIONS

- 5.1 Plaintiff realleges and incorporates by reference each and every allegation set forth in the preceding paragraphs.
- 5.2 Defendant Thrive is a for-profit corporation engaged in the sale of luxury cosmetics. Thrive CEO and Founder Karissa Bodnar named the company Thrive "Causemetics" because of the charitable purpose behind the company.
- 5.3 The stated mission on Thrive's website is "Beauty with a Purpose. For every product purchased, one is donated to help a woman thrive."
  - 5.4 The majority of Thrive's business is conducted online with consumers in the



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United States purchasing Thrive products directly from Thrive's website.

5.5 In magazine articles or television appearance detailed on Thrive's website, Thrive is marketed specifically as having a charitable mission and donating one product to a woman in need for every product purchased.

5.6 Defendant Thrive CEO and Founder Karissa Bodnar is routinely quoted in magazines and on television touting Thrive's mission and express commitment to donating one product to a woman in need for every product purchased, as the following examples show.

I wanted a one-for-one model like Toms shoes that we call Beauty with a Purpose (I even trademarked the phrase!); for every beauty product sold, one would be donated to a woman with cancer. It's really hard to get any new business off the ground, but it's even more difficult when your model is to give some products away for free. I dealt with the issue by taking a giant leap of faith. I gave away products up front – specifically to women's cancer groups, celebrities, and makeup artists. I knew that if I had created something truly effective, women would tell their friends. I hoped that the combination of effective products, positive word of mouth, and a feel-good mission would create the foundation for a successful company. Thankfully, I was right, and Thrive Causemetics was profitable our very first year.

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When you buy one of our products, you are actually donating that exact same product to a woman who is going through cancer treatment.<sup>2</sup>

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Our donation model is different from Toms. We are giving away the exact same product [that's sold]. That really connects with the consumer and the woman who is receiving the product feels like she[] is being taken care of and is supported. The transformation in a woman's self-esteem can be incredible.<sup>3</sup>

Women's Health, "I Started a Cosmetics Company to Honor My Friend Who Died of Cancer," By Karissa Bodnar as told to Kaitlin Menza, September 23, 2015, https://thrivecausemetics.com/pages/womens-health (last visited on February 15, 2018).

<sup>&</sup>lt;sup>2</sup> Karissa Bodnar NBC television interview in February 2016, "Teen Cancer Survivor Gets a Surprise Makeover," http://www.elpasoproud.com/news/local/el-paso-news/teen-caner-survivor-get-a-surprise-makeover/366802254 (last visited on February 15, 2018).

WWD February 10, 2016 Interview with Thrive CEO and Founder Karissa Bodnar for New York Fashion Week, "Thrive Causemetics to Hold Beauty Runway Show During NYFW," https://thrivecausemetics.com/pages/wwd-thrive-causemetics-to-hold-beauty-runway-show-during-nyfw (last visited February 15, 2018).

- 5.7 Plaintiff purchased a Thrive product through Thrive's website in December 2017.
- 5.8 Had Plaintiff known the truth about Thrive—that is, that the company fails to donate one product to a woman in need for every product purchased—she would not have purchased the Thrive product.
- 5.9 After Plaintiff purchased makeup online through the company's website, Thrive sent her several messages expressly reinforcing its commitment to donating to a woman in need one product for each product purchased. The first message stated:

Thank you for placing an order with us and supporting our giving mission! Beauty with a Purpose – For every product you purchase, we donate one to a woman in need.

**5.10** Next, Thrive sent Plaintiff an email purchase confirmation, again stating the charitable result of her purchase:

We're preparing your order now and will let you know when it's on the way. Your exact order will be matched and donated to a woman in need.

- Team Thrive
- **5.11** Thrive then sent a third message to Plaintiff when the product shipped, reinforcing Plaintiff's belief that she had made a charitable contribution by purchasing a Thrive product:

Keep an eye out for your order from Thrive Causemetics! Thank you for supporting our giving mission. Your purchase will directly help a woman in need.

- Team Thrive
- **5.12** Upon information and belief, Thrive's mission is false: Thrive does not donate one product for every product purchased.
- 5.13 In communicating with consumers, Thrive repeatedly omits information that a person of ordinary caution would find material—namely, that the company fails to donate to a

CLASS ACTION COMPLAINT FOR DAMAGES AND INJUNCTIVE RELIEF Page 8 of 11  $\,$ 



woman in need one product for every product purchased.

- **5.14** Thrive incorporates into the price point of its products a cost for charitable donations.
- 5.15 On information and belief, consumers are willing to pay more for charity-linked products like those sold by Thrive than they would for identical products that are not linked to charity.

# VI. FIRST CAUSE OF ACTION (Violations of the Washington Consumer Protection Act—Unfair Practices)

- **6.1** Plaintiff realleges and incorporates by reference each and every allegation set forth in the preceding paragraphs.
- 6.2 Defendants' common courses of unfair conduct in violation of RCW 19.86.020 have caused and are likely to continue causing substantial injury to consumers that is not reasonably avoidable by the consumers nor outweighed by countervailing benefits to consumers or competition.
- 6.3 Defendants' common courses of unfair conduct occur in trade or commerce and impact the public interest because Defendants are in the business of selling consumer products throughout the state of Washington. Hundreds of Washingtonians have been affected by Defendants' unfair practices.
- **6.4** Defendants' common courses of unfair conduct injured the business or property of Plaintiff and the Class members.
- **6.5** Defendants' common courses of unfair conduct caused injury to Plaintiff and the Class members.

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# VII. SECOND CAUSE OF ACTION (Violations of the Washington Consumer Protection Act—Deceptive Practices)

- **7.1** Plaintiff realleges and incorporates by reference each and every allegation set forth in the preceding paragraphs.
- **7.2** Defendants' common courses of conduct have had the capacity to deceive a substantial portion of the public.
- 7.3 Defendants' common courses of deceptive conduct occur in trade or commerce and impact the public interest because Defendants are in the business of selling consumer products throughout the state of Washington. Hundreds of Washingtonians are affected by Defendants' unfair practices.
- **7.4** Defendants' common courses of deceptive conduct injured the business or property of Plaintiff and the Class members.
- **7.5** Defendants' common courses of deceptive conduct caused the injury to Plaintiff and the Class members.

#### VIII. PRAYER FOR RELIEF

Plaintiff, on her own behalf and on behalf of Class members, prays this Court enter judgment against Defendants as follows:

- **A.** Certify the proposed Class;
- **B.** Appoint Plaintiff as representative of the Class;
- C. Enter judgment against Defendants and in favor of Plaintiff and Class members on all causes of action alleged herein;
  - **D.** Declare that the actions complained of herein violate Washington law;
- **E.** Award Plaintiff and Class members compensatory, exemplary, and treble damages, in amounts to be proven at trial;

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1	F.	Issue a permanent injunction	under RCW 19.86.090 enjoining and restraining					
2	Defendants and their representatives, successors, assigns, officers, agents, servants, employees,							
3	and all other person acting or claiming to act for, on behalf of, or in active concert or participation							
4	with Defendants, from continuing or engaging in the unlawful conduct alleged in this Complaint;							
5	G.	Award Plaintiff and Class meml	pers attorneys' fees, costs, and expenses, as allowed					
6	by law;							
7	H. Award Plaintiff and Class members pre-judgment and post-judgment interest to							
8	the extent allowed by law; and							
10	I. Grant Plaintiff and Class Members such other and additional relief as is just and							
11	proper under applicable law.							
12								
13	DATED 4							
14	DATED August 30, 2018.							
15		NGYEAR MALNATI &	TERRELL MARSHALL LAW GROUP					
16	AHRENS,	PLLC	PLLC					
17	By: <u>s/Eliza</u>	beth A. Hanley	By: <u>s/Toby J. Marshall</u>					
18		A. Hanley, WSBA # 38233	Toby J. Marshall, WSBA #32726					
19	801 Second	year Malnati & Ahrens, PLLC d Ave., Ste. 1415	Eric R. Nusser, WSBA # 51513 Terrell Marshall Law Group PLLC 936 North 34th Street, Suite 300 Seattle, WA 98103 Tel. (206) 816-6603 Fax (206) 319-5450					
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LONGYEAR

801 Second Avenue, Suite 1415 Seattle, Washington 98104-1517 (206) 624-6271

# **ClassAction.org**

This complaint is part of ClassAction.org's searchable class action lawsuit database and can be found in this post: <u>Class Action Claims Thrive Causemetics</u>' <u>Charitable Donation Promises are False</u>