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8			
9	UNITED STATES DISTRICT COURT		
10 11	EASTERN DISTRIC	T OF CALIFORNIA	
11			
12	MARIA BOLLINGER, DAWN MILLER, SHUNDA SMITH, individually and on behalf of all those similarly situated,	Case No.:	
14	Plaintiffs,	CLASS ACTION COMPLAINT	
15	v.		
16	STARBUCKS CORPORATION, a	JURY TRIAL DEMANDED	
17	Washington Corporation,		
18	Defendant.		
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	- 1 CLASS ACTION COMPLAINT		

Plaintiffs, MARIA BOLLINGER, DAWN MILLER, and SHUNDA SMITH, (referred to
 individually as "Plaintiff" or collectively as "Plaintiffs") brings this Class Action Complaint against
 the above-named STARBUCKS CORPORATION, a Washington Corporation, ("Defendant" or
 "Starbucks"), and in support thereof states the following:

#### **INTRODUCTION**

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Plaintiffs bring this action against Starbucks on behalf of all consumers in California,
and in the United States who, within four years of the filing of this lawsuit, have purchased coffeebased drinks, tea-based drinks, or other beverages from Starbucks that contained non-dairy milk
alternatives ("Non-Dairy Alternatives") and paid a surcharge for the Non-Dairy Alternatives,
including plant-based or lactose-free milk.

Plaintiffs suffer from lactose intolerance. It is medically necessary for persons like
 Plaintiffs to avoid consuming products that contain milk. Plaintiffs ordered coffee-based, tea-based,
 and other drinks at Starbucks retail coffee shops in California from at least 2018 to the present.

3. When Plaintiffs visited Starbucks coffee shops, they ordered drinks that included 2%
milk as part of the regular menu item. Plaintiffs requested to substitute milk for Non-Dairy
Alternatives, specifically soy, oat, coconut, or almond "milk," and were charged an extra \$0.50 \$0.80 surcharge by Starbucks for the substitution, depending on the date and he location of the
store.

4. Starbucks charged from \$0.50 to \$0.80 surcharge ("Surcharge") to its customers
who were lactose intolerant to substitute milk for Non-Dairy Alternative products in its beverages
throughout the class period.

5. Defendant's Surcharge is the same for all Non-Dairy Alternatives, making no
distinction among the costs of the various different Non-Dairy Alternatives. In fact, Starbucks
created a separate, higher-priced menu, aimed at customers who cannot ingest milk.

6. In 2023, the average price of a Starbucks crafted coffee drink was \$3.25, therefore
the Surcharge could be up to 40% of the average drink price. Also, milk is not the only ingredient in
a drink at Starbucks, therefore the Surcharge represents an even higher percentage proportional to
the price of milk included in each cup of beverage (up to 200%).

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7. There is no material difference between the price of lactose-containing milks and the
 price of some Non-Dairy Alternatives that would support levying the Surcharge to substitute for a
 Non-Dairy Alternative in Starbucks drinks.

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Starbucks's standard offering in most beverages is 2% cow's milk.

5 9. Starbucks will substitute whole milk, breve (half-and-half), or fat-free skim milk for
6 the 2% milk ingredient to its beverages at no additional charge.

7 10. Starbucks offers several options when it comes to the content of fat in the milk but
8 does not offer a lactose-free milk option.

9 11. Starbucks will modify its regular beverage offerings to remove caffeine or make
10 caffeine-free beverages at no additional charge for persons with a variety of conditions, including
11 hypertension.

12 12. Starbucks will modify its regular beverage offerings to remove sugar or use sugar13 free sweeteners at no additional charge for those persons with diabetes or who need to control
14 weight.

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13. There is no expertise or additional work required of Starbucks employees that would
substitute whole milk or fat-free milk in place of 2% regular milk, or who would make caffeine-free
or sugar-free beverages, to also be able to substitute Non-Dairy Alternatives such as soy, almond,
coconut, oat, or other lactose-free "milk" in place of 2% regular milk.

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14. Lactose intolerance is a disability under the ADA.

15. Starbucks charges customers with lactose intolerance and milk allergies an excessively high Surcharge to substitute Non-Dairy Alternatives in its drinks.

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16. In this way, Defendant's conduct violates the Americans with Disabilities Act, California Unruh Civil Rights Act, and constitutes common law Unjust Enrichment.

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25
 a Surcharge for its Non-Dairy Alternatives in the form of Non-Dairy Alternatives added to its
 coffee-based drinks and other beverages.

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Plaintiffs also seek declaratory and injunctive relief to ensure that Defendant charges

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the same price to lactose intolerant customers and customers with milk allergies for the same menu
 items as regular customers and that it does not add a Surcharge for Non-Dairy Alternatives such as
 soy, almond, coconut, oat, or other lactose-free "milk."

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#### JURISDICTION AND VENUE

5 19. This Court has jurisdiction over the subject matter of this civil action pursuant to 28 6 U.S.C. § 1332(d). This is a putative class action where: (i) the proposed nationwide class consists of 7 more than 100 members; (ii) at least one class member has a different citizenship from Defendant; 8 and (iii) the claims of the proposed class exceed \$5,000,000 in the aggregate. The Court has 9 supplemental jurisdiction over the state law claims alleged herein pursuant to 28 U.S.C. § 1367(a).

20. The Court has personal jurisdiction over the Defendant due to its continuous and
systemic contacts with the State of California. Defendant operates retail stores in the Sacramento
area, Fresno and Redding, all within the State of California and the Eastern District of California.

13 21. Plaintiffs Maria Bollinger, Dawn Miller, and Shunda Smith, reside in California. A
14 substantial part of the events or omissions giving rise to the claim occurred in the State of
15 California.

16 22. Venue is proper in the Eastern District of California, pursuant to 28 U.S.C. §
17 1391(b)(4).

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# THE PARTIES

19 A. Plaintiffs

20 23. Plaintiff Maria Bollinger is and was at all times material a resident of the State of
21 California. Ms. Bollinger has purchased items, including coffee drinks, at various Starbucks
22 locations in Madera County and throughout the state of California. As a result of her lactose
23 intolerance, Ms. Bollinger is substantially impaired in several major life activities and is required to
24 consume non-dairy milk alternatives. Ms. Bollinger has consumed Starbucks beverages at various
25 Starbucks retail outlets in California and plans to continue to do so in the future.

26 24. Plaintiff Dawn Miller is and was at all times material a resident of the State of
27 California. Ms. Miller has purchased items, including coffee drinks, at various Starbucks locations
28 in Los Angeles County and throughout the state of California. As a result of her lactose intolerance,

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Ms. Miller is substantially impaired in several major life activities and is required to consume non dairy milk alternatives. Ms. Miller has consumed Starbucks beverages at various Starbucks retail
 outlets in California and plans to continue to do so in the future.

- 25. Plaintiff Shunda Smith is and was at all times material a resident of the State of
  California. Ms. Smith has purchased items, including tea-based drinks, at various Starbucks
  locations in Los Angeles County and throughout the state of California. As a result of her lactose
  intolerance, Ms. Smith is substantially impaired in several major life activities and is required to
  consume non-dairy milk alternatives. Ms. Smith has consumed Starbucks beverages at various
  Starbucks retail outlets in California and plans to continue to do so in the future.
- 10 **B.** Defendant

Defendant, Starbucks Corporation, is incorporated in the State of Washington and its
 principal place of business is located at 2401 Utah Avenue South, Seattle, Washington 98134.
 Starbucks owns and operates over 34,000 coffee stores worldwide including approximately 15,000
 in the United States and over 3,000 in the state of California.

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#### **BACKGROUND FACTS**

16 27. Plaintiffs are lactose intolerant or have a milk allergy, requiring that they each 17 consume drinks that do not contain lactose or lactose-based products, which includes milk and 18 many milk-containing products.

19 28. Plaintiffs will suffer adverse health effects if they ingest milk or milk-containing
20 products, including stomach pain, digestive tract inflammation, bloating, bowel irregularities and
21 vomiting. As a result, Plaintiffs must pay very careful attention to the drinks they consume and can
22 only consume non-dairy products in drinks that contain Non-Dairy Alternatives including lactose23 free milk.

24 29. Plaintiffs' disability limits the major life activities of drinking (and the nutritional
25 benefits from ingesting drinks), and digestion.

26 30. Lactose intolerance is a disability that makes it difficult to digest lactose. Lactose is a
27 type of natural sugar found in milk and dairy products.

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31. When lactose moves through the large intestine without being properly digested, it

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can cause gas, bloating, belly pain and diarrhea. Many people who have a lactose intolerance cannot
 eat or drink any amount of milk or milk-containing products.

3 32. Persons with lactose intolerance and milk allergies, including the named Plaintiffs,
4 experience notable reactions to the ingestion of milk and milk-containing products, including a
5 bloated stomach, intestinal gas, nausea and vomiting, stomach pain and cramping, and diarrhea.

33. Lactose intolerance occurs when the small intestine does not make enough of an
enzyme called lactase. The body needs lactase to break down and digest lactose. A person's body
may stop making lactase after a short-term illness such as an infection or as part of a lifelong
chronic disease such as cystic fibrosis.

34. Because of their inability to ingest milk, Plaintiffs must order Non-Dairy
Alternatives at Starbucks containing Non-Dairy Alternatives such as soy, almond, coconut, oat, or
other lactose-free "milk." Plaintiffs have, on every occasion, been levied the Surcharge by
Starbucks for Non-Dairy Alternatives in their coffee and tea- based drinks ordered and consumed
from Defendant's stores in California.

15 35. The Non-Dairy Alternative Surcharge has real and practical consequences for 16 consumers suffering from lactose intolerance and milk allergies. A consumer will pay at least 17 \$0.50-\$0.80 more for a coffee-based or tea-based drink at Starbucks to include Non-Dairy 18 Alternatives. Non-Dairy Alternatives, which do not contain lactose, are medically necessary for 19 individuals with lactose intolerance and milk allergies. For those persons, the use of these Non-20 Dairy Alternatives is not a choice.

21 36. And this surcharge is not justified by the costs of the Non-Dairy Alternatives. There 22 are no additional labor costs associated with using a Non-Dairy Alternative Surcharge in a 23 beverage. Additionally, the retail cost of Non-Dairy Alternatives is not significant more than dairy 24 products (if at all). For example, as of the filing of this complaint, Whole Milk was priced at 25 between \$0.03-0.05 per fluid ounce, Half & Half between \$0.09-0.19 per fluid ounce, and Heavy 26 Cream between \$0.17-0.32 per fluid ounce. Yet, coconut, oat and soy milk only sells for between 27 \$0.06-0.07 per fluid ounce. Similarly, almond milk sells for between \$0.04-0.07 per fluid ounce. 28 Accordingly, the retail price of Whole Milk, Half & Half, and Heavy Cream (which is provided for

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1 free by Defendant) is the same, if not more, than their Non-Dairy Alternatives. 2 37. Accordingly, Non-Dairy Alternative Surcharges are not to defray the added costs of 3 use of these ingredients. Instead, the Surcharges are designed to profit from those consumers with lactose intolerance and milk allergies. Indeed, only Non-Dairy Alternative incur a surcharge, when 4 5 half-and-half, for example, may be more expensive than any other Non-Dairy Alternative. 6 38. Without the availability of Non-Dairy Alternatives options, consumers with lactose 7 intolerance and milk allergies are deprived of the opportunity to enjoy consuming Starbucks 8 beverages and drinks with their friends, family, and business associates. 9 39. Upon information and belief, Starbucks sells approximately 4 million coffee-based 10 drinks per day. 11 40. Various studies in the United States concluded that the portion of the U.S. population that is lactose intolerant is at least 12% and may be as high as 48%. 12 13 41. Lactose intolerance is common in adults, almost 30 million persons in the United 14 States have it by the age of 20. 15 42. Starbucks annual revenue in 2021 exceeded \$29 billion dollars. 16 43. Starbucks is the largest coffee chain in the world. 44. 17 Because of its size, Starbucks has the power to control the manufacturing costs for 18 Non-Dairy Alternatives. 19 45. Upon information and belief, Starbucks has earned over \$1 billion dollars in the 20 United States as a result of its discriminatory and illegal levying of the Surcharge during the class 21 period. 22 **CLASS ALLEGATIONS** 23 46. Plaintiff brings this action as a class pursuant to Federal Rule of Civil Procedure 24 23(b)(2) and 23(b)(3) on behalf of the following classes: 25 National Class: All persons who (1) suffer from lactose intolerance, or an intolerance to milk or milk-containing products; and (2) who purchased drinks or 26 other items from Starbucks within four years prior to the filing of the Complaint and continuing to the present. 27 California Subclass: All persons who (1) are citizens of California; (2) suffer from 28 lactose intolerance, or an intolerance to milk or milk-containing products; and (3) - 7 -

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who purchased drinks or other items from Starbucks in California within two years prior to the filing of the Complaint and continuing to the present.

The classes exclude counsel representing the class, governmental entities, Defendant, any entity in which Defendant has a controlling interest, Defendant's officers, directors, affiliates, legal representatives, employees, co-conspirators, successors, subsidiaries, and assigns, any judicial officer presiding over this matter, the members of their immediate families and judicial staff, and any individual whose interests are antagonistic to other putative class members.

8 47. Plaintiff reserves the right to amend or modify the class descriptions with greater particularity or further division into subclasses or limitation to particular issues.

48. This action has been brought and may properly be maintained as a class action under
 Federal Rule of Civil Procedure 23 because it is a well-defined community of interest in the
 litigation and the class is readily and easily ascertainable.

49. The potential members of the class are so numerous that joinder of all members of
the class is impractical. Although the precise number of putative class members has not been
determined at this time, Plaintiffs are informed and believe that the proposed classes include
hundreds of thousands of members.

50. There are common questions of law and fact that predominate over any questions affecting only individual putative class members.

51. Plaintiffs' claims are typical of the claims of the members of the putative class 19 because Plaintiff ordered and consumed drinks at Defendant's stores, ordered Non-Dairy 20Alternatives and incurred a Surcharge for that alternative milk during the applicable class period. 21 Plaintiffs and each class member sustained similar injuries arising out of Defendant's conduct in 22 violation of law. The injuries of each member of the class were caused directly by Defendant's 23 wrongful conduct. In addition, the factual underpinning of Defendant's misconduct is common to 24 all members of the putative class and represents a common thread of misconduct resulting in injury 25 to all members of the class. Plaintiffs' claims arise from the same practices and course of conduct 26 that give rise to the claims of putative class members and are based on the same legal theory. 27

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A class action is superior to other available means for the fair and efficient

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adjudication of this controversy. Individual joinder of putative class members is not practicable and
 questions of law and fact common to the class members predominate over any questions affecting
 only individual putative class members.

4 53. Each member of the putative class has been damaged and is entitled to recovery by
5 reason of Defendant's illegal acts.

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54. Class action treatment will allow those similarly situated to litigate their claims in the manner that is most efficient and economical for the parties and the judicial system.

8 55. Plaintiffs are unaware of any difficulties that are likely to be construed in the
9 management of this action that would preclude its maintenance as a class action.

56. The disposition of all claims of the members of the class in a class action, rather than
individual actions, benefits the parties and the Court. The interests of the class members in
controlling prosecution of separate claims against the Defendant is small when compared to the
efficiency of a class action.

14 57. Plaintiffs will fairly and adequately represent and protect the interests of the class.
15 Plaintiffs' Counsel and for the putative class members are experienced and competent in litigating
16 class actions.

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## WITH DISABILITIES ACT (On Behalf of all Plaintiffs and all other similarly situated National Class Members)

**CAUSES OF ACTION** 

COUNT I VIOLATION OF TITLE III OF AMERICANS

21 58. The allegations contained in Paragraphs 1-57 of the Complaint are incorporated by
22 reference as if fully set out herein.

23 59. Plaintiffs assert this count on their own behalf and on behalf of all other similarly
24 situated persons members of the National Class.

60. Defendant is a public accommodation under the Americans with Disabilities Act ("ADA"), *see* 42 U.S.C. § 12181 (7)(B), and consequently Defendant is prohibited from discriminating against Plaintiffs and other members of the putative class on the basis of disability in the full and equal enjoyment of the goods, services, facilities, privileges and advantages provided by 1 Defendant.

61. The ADA requires that a "public accommodation shall make reasonable
modifications in policies, practices, or procedures, when the modifications are necessary to afford
good, services, facilities, privileges, advantages or accommodations to individuals with
disabilities[.]". 28 C.F.R. § 36.302(a). *See also* 42 U.S.C. § 12182(b)(2)(A)(ii) (stating that
discrimination includes failing to make reasonable modifications when necessary to afford goods,
services, facilities, privileges, advantages, or accommodations to individuals with disabilities).

62. The ADA makes it discriminatory to afford an individual or class of individuals, on the basis of a disability or disabilities of such individual or class, directly, or through contractual, licensing, or other arrangements with the opportunity to participate in or benefit from a good, service, facility, privilege, advantage or accommodation that is not equal to that afforded to other individuals[.]" 42 U.S.C. § 12182(a)(i). *See also* 42 U.S.C. § 12182(b)(i) (making it discriminatory for a public accommodation to deny disabled persons the opportunity to participate in or benefit from goods, services, privileges, advantages, or accommodations).

15 63. The ADA requires that a "public accommodation shall make reasonable
16 modifications in policies, practices, or procedures, when the modifications are necessary to afford
17 goods, services, facilities, privileges, advantages, or accommodations to individuals with
18 disabilities[.]" 28 C.F.R. § 36.302(a).

19 64. Under the ADA, if an establishment already makes alterations or modifications, or
20 takes special orders for its customers, it must do so for the disabled customer requests as well. *See*21 28 C.F.R. § 36.307(a) & (b) ("A public accommodation shall order accessible or special goods at
22 the request of an individual with disabilities, if, in the normal course of its operation, it makes
23 special orders on requests for unstocked goods, and if the accessible or special goods can be
24 obtained from a supplier with who the public accommodation customarily does business.").

65. Most importantly, the ADA provides that a "public accommodation may not impose
a surcharge on a particular individual with a disability or any group of individuals with disabilities
to cover the costs of measures, such as the provision of auxiliary aids, barrier removal, alternatives
to barrier removal, and reasonable modifications in policies, practices, or procedures, that are

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required to provide that individual or group with the nondiscriminatory treatment required by the
 Act or this part." 28 C.F.R. § 36.301.

3 66. The ADA Amendments Act of 2008 ("ADAAA") was passed to restore the intent and protections of the Americans with Disabilities Act of 1990. The ADAAA contained specific 4 5 Congressional Findings that the amendments were intended to address and reject United States Supreme Court decisions that had incorrectly found in individual cases that people with a range of 6 7 substantially limiting impairments are not people with disabilities. Specifically, the ADAAA cited 8 to the following holdings as having been incorrectly decided: 1) Sutton v. United Air Lines, Inc., 9 527 U.S. 471 (1999); and 2) Toyota Motor Manufacturing, Kentucky, Inc. v. Williams, 534 U.S. 184 10 (2002).

11 67. The clear Congressional intent of the ADAAA was to expand and broaden the12 disabilities that are included for protection under the ADA.

68. Section 4(a) of the ADAAA amends Section 3 of the ADA to include the following
language under Section 4 Rules of Construction Regarding the Definition of Disability: (A) the
definition of disability in this Act shall be construed in favor of broad coverage of individuals under
this Act, to the maximum extent permitted by the terms of this Act.

17 69. Lactose intolerance is a disability under the ADA. The ADA defines a disability, in
18 pertinent part, as "a physical or mental impairment that substantially limits one or more major life
19 activities." 42 U.S.C. § 12102(1). An impairment means "[a]ny physiological disorder or condition
20 that affects "one or more body systems," such as the neurological, digestive, or immune systems. 28
21 C.F.R. 36.105(b)(1)(i). An impairment is a disability if it "substantially limits the ability of an
22 individual to perform a major life activity as compared to most people in the general population."

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70. Drinking beverages, including coffee drinks, is a major life activity.

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71. Digestion is a major and vital life activity.

25 72. Defendant violates the ADA because, as alleged above, it fails to make modifications
26 to persons with lactose intolerance but instead imposes a surcharge on this group of persons,
27 purportedly to cover the costs of such measures, even though there is no material difference
28 between the costs of regular milk and Non-Dairy Alternatives.

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73. As a direct result of Defendant's violation of the ADA, Plaintiffs and class members
 have suffered injury, including but not limited to the violation of their statutory rights and loss of
 money as a result of Defendant's illegal price discrimination. Therefore, Plaintiffs and the putative
 class members are entitled to damages and injunctive relief.

74. Defendant's actions were willful, wanton, malicious, and intentional, and were done
in willful and conscious disregard of the rights of Plaintiffs and the putative class members.
Defendant's actions were done with the express knowledge, consent, and ratification of Defendant's
managerial employees and thereby justify the awarding of punitive and exemplary damages in an
amount to be determined at trial.

# <u>COUNT II</u> VIOLATION OF CALIFORNIA'S UNRUH CIVIL RIGHTS ACT (CA)

(On Behalf of all Plaintiffs and all other similarly situated California Subclass Members)

75. The allegations contained in paragraphs 1-57 of the Complaint are incorporated by
reference as if fully set out herein. Plaintiffs assert this count on their own behalf and on behalf of
the California subclass, as defined above.

16 76. California's Unruh Act provides, "All persons within the jurisdiction of this state are
17 free and equal, and no matter their sex, race, color, religion, ancestry, national origin, disability,
18 medical condition, marital status, or sexual orientation are entitled to the full and equal
19 accommodations, advantages, facilities, privileges, or services in all business establishments of
20 every kind whatsoever." Cal. Civ. Code § 51(b).

77. The Unruh Act prohibits businesses from engaging in unreasonable, arbitrary, or
invidious discrimination, including through the unequal treatment of patrons. For example,
businesses may not offer discounts to some classes of patrons but require full price from other
patrons, where the price difference is based on arbitrary, class-based generalizations (such as
gender).

78. The Unruh Act provides that whoever "denies, aids or incites a denial, or makes any
discrimination or distinction contrary to [the Act]" is liable for each and every offense, up to three
times the amount of actual damages but in no case less than \$4,000 plus attorneys' fees. *Id* at §

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1 || 52(a).

2 79. Defendant's conduct constitutes a violation of California's Unruh Act, Cal. Civ.
3 Code § 51, *et seq.* Defendant's practice of surcharging Non-Dairy Alternatives purchased by
4 consumers who are lactose intolerant constitutes price discrimination in violation of the Unruh Act.

5

#### **Intentional Discrimination**

80. The Surcharge constitutes intentional discrimination against persons with lactose
intolerance. Defendant created a surcharge targeted to persons with lactose intolerance, because
Defendant accommodates other customers' dietary preferences and allergies free of charge but
imposes a surcharge only on persons with lactose intolerance.

10 81. As alleged above, Defendant provides modifications or substitutes for persons with
11 heart conditions (caffeine-free) or diabetes (sugar-free) at no additional charge. Consumers with
12 these dietary preferences pay no additional money for the accommodations Defendant affords them.

13 82. Consumers who need Non-Dairy Alternatives because of their disability, specifically
14 lactose intolerance, are targeted for the Surcharge because of their specific medical condition.

15 83. Defendant is making a choice to impose the Surcharge for necessary beverage 16 modifications for one class of persons with a specific disability, lactose intolerance, while at the 17 same time not imposing any extra charge for those persons with another medical condition. This is 18 the essence of intentional discrimination.

19 84. Defendant is disproportionately profiting from their customers with lactose20 intolerance.

21 85. Defendant's Surcharge greatly exceeds the amount of any minimal difference in
22 costs associated with Non-Dairy Alternatives.

23 86. Defendant's Surcharge is the same for all Non-Dairy Alternatives, making no
24 distinction among the costs of the various different Non-Dairy Alternatives.

25 87. Defendant is intentionally profiting from the sale of Non-Dairy Alternatives at the
26 expense of those persons with lactose intolerance.

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# **Violations of the ADA**

88. A violation of the federal Americans with Disabilities Act (see 42 U.S.C. § 12111(9),

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1 42 U.S.C. § 12182(a)) also constitutes a violation of the Unruh Act, Cal Civ. Code § 51(f).

89. Defendant is a public accommodation under the ADA, (see 42 U.S.C. §
12181(7)(B)), and consequently Defendant is prohibited from discriminating against Plaintiff and
other members of the putative class on the basis of disability in the full and equal enjoyment of the
goods, services, facilities, privileges, and advantages offered by Defendant.

6 90. The ADA requires that "a public accommodation shall make reasonable 7 modifications in policies, practices, or procedures, when the modifications are necessary to afford 8 good, services, facilities, privileges, advantages, or accommodations to individuals with 9 disabilities[.]" 28 C.F.R. 36.302(a). *See also* 42 U.S.C. § 12182(b)(2)(A)(ii) (stating that 10 discrimination includes failing to make reasonable modifications when necessary to afford goods, 11 services, facilities, privileges, advantages, or accommodations to individuals with disabilities).

91. The ADA makes it "discriminatory to afford an individual or class of individuals, on the basis of a disability or disabilities of such individual or class, directly, or through contractual, licensing, or other arrangements with the opportunity to participate in or benefit form a good, service, facility, privilege, advantage, or accommodation that is not equal to that afforded to other individuals[.]". 42 U.S.C. § 12182(a)(i). *See also* 42 U.S.C. § 12182(b)(i) (making it discriminatory for a public accommodation to deny disabled persons the opportunity to participate in or benefit from goods, services, privileges, advantages or accommodations).

19 92. The ADA requires that "a public accommodation shall make reasonable
20 modifications in policies, practices, or procedures, when the modifications are necessary to afford
21 goods, services, facilities, privileges, advantages, or accommodations to individuals with
22 disabilities[.]" 28 C.F.R. § 36.302(a).

93. Under the ADA, if an establishment already makes alterations or modifications, or takes special orders for its customers, it must do so for disabled customer requests as well. *See* 28 C.F.R. § 36.307(a) & (b) ("A public accommodation shall order accessible or special goods at the request of an individual with disabilities, if, in the normal course of its operation, it makes special orders on request for unstacked goods, and if the accessible or special goods can be obtained from a supplier with whom the public accommodation customarily does business."). Special foods are

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expressly included among special orders. *See* 28 C.F.R. § 36.307(c) ("Examples of accessible or
 special goods includes items such as Braille versions of books, books on audio cassettes, closed captioned video tapes, special sizes or lines of clothing, and special foods to meet particular dietary
 needs.").

5 94. Importantly, the ADA provides that "a public accommodation may not impose a 6 surcharge on a particular individual with a disability or any group of individuals with disabilities to 7 cover the costs of measures, such as the provision of auxiliary aids, barrier removal, alternatives to 8 barrier removal, and reasonable modifications in policies, practices, or procedures, that are required 9 to provide that individual or group with the nondiscriminatory treatment required by the Act or this 10 part." 28 C.F.R. § 36.301.

Defendant violates the ADA because, as alleged above, it fails to make modifications
that are necessary to afford goods and services to persons with lactose intolerance but instead
imposes a surcharge on this group, purportedly to cover the cost of such measures.

Moreover, also as alleged above, although Defendant already offers modifications to
non-disabled customers free of charge, it fails to offer persons with lactose intolerance this same
goods and services free of charge.

17 97. Finally, Defendant's policy of charging all customers a surcharge for Non-Dairy
18 Alternatives disproportionately affects persons with lactose intolerance, regardless of any express
19 intent by Defendant to discriminate against this group.

98. As a direct and proximate cause of Defendant's violation of the ADA, Plaintiffs have
suffered injury, including but not limited to the violation of their statutory rights and loss of money
as the result of the illegal Surcharge. Therefore, they are entitled to damages and injunctive relief.

99. The aforementioned acts of Defendant were willful, wanton, malicious, intentional, oppressive, and despicable and were done in willful and conscious disregard of the rights of Plaintiffs and class members, and were done by managerial agents and employees of Defendant, or with the express knowledge, consent, and ratification of managerial employees of Defendant, and thereby justify the awarding of punitive and exemplary damages in an amount to be determined at the time of the trial.

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1	100. Under the Unruh Act, a Plaintiff is entitled to recover actual damages and an amount	
2	up to three times the actual damages for each violation of the Unruh Act, "but in no case less than	
3	\$4,000" for each and every offense (Cal. Civ. Code § 52(a)).	
4	101. Plaintiff and Class members are entitled to actual and treble damages for	
5	Defendant's violation of the Unruh Act.	
6	COUNT III	
7	UNJUST ENRICHMENT/RESTITUTION (On Behalf of all Plaintiffs and all other similarly situated National Class Members)	
8	102. The allegations contained in paragraphs 1-57 of the Complaint are incorporated by	
9	reference as if fully set out herein. The named Plaintiffs assert this count on their own behalf and	
10	on behalf of the National class, as defined above.	
11	103. Plaintiffs conferred a benefit to Defendant by allowing them to collect a surcharge in	
12	exchange for providing Plaintiffs with non-dairy alternatives such as lactose-free milk.	
13	104. The Defendant enriched itself at the expense of Plaintiffs and the putative class	
14	members by its illegal levying of the Surcharge for Non-Dairy Alternatives.	
15	105. Plaintiffs and putative class members continue to suffer injuries as a result of the	
16	Defendant's illegal and discriminatory behavior. If the Defendant does not compensate the	
17	Plaintiffs, it would be unjustly enriched as a result of its unlawful acts or practices.	
18	106. It is an equitable principle that no one should be allowed to profit from his own	
19	wrongdoing, therefore it would be inequitable for the Defendant to retain said benefit and reap	
20	unjust enrichment.	
21	107. Since the Defendant unjustly enriched itself at the expense of the Plaintiffs and	
22	putative class members, Plaintiffs request the disgorgement of these illegally obtained monies.	
23	108. Plaintiffs and the Class do not have an adequate remedy at law because damages	
24	alone will not stop Defendant's unlawful and discriminatory business practices. Damages will only	
25	address past injuries visited on Plaintiffs and the Class. Defendant continues to charge for Non-	
26	Dairy Alternatives. Only injunctive relief can prevent any future harm.	
27	109. Additionally, Plaintiffs seek restitution if monetary damages are not available.	
28	Indeed, restitution can be awarded in situations where the entitlement to damages may prove	

difficult.

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110. But even if damages were available, such relief would not be adequate to address the
injury suffered by Plaintiffs and the Class. Unlike damages, the Court's discretion in fashioning
equitable relief is very broad. Thus, restitution would allow recovery even when normal
consideration associated with damages would not.

111. Plaintiffs and Class Members seek all monetary and nonmonetary relief allowed by
law, including restitution stemming from Defendant's unlawful business practices; declaratory
relief; reasonable attorneys' fees and costs under California Code of Civil Procedure § 1021.5;
injunctive relief and other appropriate equitable relief.

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# **PRAYER FOR RELIEF**

WHEREFORE, Plaintiffs, MARIA BOLLINGER, DAWN MILLER, and SHUNDA
SMITH, respectfully request that this Court enter judgment in their favor and in favor of those
similarly situated, as follows:

14 1. Certifying and maintaining this action as a class action, with the named Plaintiffs as
15 designated class representative and with their counsel appointed as class counsel;

16 2. A declaration that Defendant is in violation of each of the Counts set forth above;

17 3. Award Plaintiffs and those similarly situated statutory, compensatory, and treble damages;

- 18 4. Award Plaintiffs and those similarly situated liquidated damages;
- 19 5. Order the disgorgement of illegally obtained monies;
- 20 6. Award each named Plaintiff a service award;
- 21 7. Award attorneys' fees and costs; and
- 22 8. Grant such further relief as the Court deems just and proper.

# JURY TRIAL DEMAND

Plaintiffs hereby demand a jury trial of the claims asserted in this Class Action Complaint.

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 Dated: March 12, 2024
 Respectfully submitted,

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 /s/ Trenton R. Kashima

Trenton R. Kashima (SBN No. 291405) MILBERG COLEMAN BRYSON PHILLIPS GROSSMAN PLLC

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