1 GEGHÁRMÞÁHEÁEJ KEEÁQET 2 SOÞ ŐÁÔU WÞVŸ ÙWÚÒÜŒJÜÁÔUWÜVÁÔŠÒÜS 3 ÒËZ(ŠÒÖ ÔOTÙÒÁNÁGHTGTEFÌ FGT€ÁÙÒCE 4 5 6 IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON COUNTY OF KING 7 MERRILL SHAPIRO, on behalf of herself Case No.: 8 and all others similarly situated, CLASS ACTION COMPLAINT FOR 9 Plaintiff, VIOLATION OF THE CONSUMER PROTECTION ACT, RCW 19.86, AND 10 THE COMMERCIAL ELECTRONIC v. MAIL ACT, RCW 19.190 11 GOOD AMERICAN, LLC, 12 Defendant. DEMAND FOR TRIAL BY JURY 13 I. NATURE OF THE ACTION 14 1. This is a class action against Defendant, Good American, LLC ("Good American" 15 or "Defendant") for false and misleading email marketing. 2. Good American sends emails containing false or misleading information in the 17 subject lines to Washington consumers. For example, Good American sends emails that misstate 18 19 the length of sales, in an effort to drive sales by creating a false sense of urgency. The subject line of these kinds of emails falsely claims that a certain sale or discount is limited to a specific time 20 or about to expire, such as "limited time only," "final hours," "last day," "ending soon," "ends 21 tonight," or "one day left," when, in reality, the offer lasts longer than advertised. As another 22 example, Good American sends emails with subject lines claiming that a sale or discount has been 23 "extended," when, in reality, Good American always planned the sale to continue during the 24 advertised extension. 25 26 27

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- 3. Good American uses its planned "sale extensions" as an excuse to send consumers additional emails purporting to notify them that a sale is ending or that a sale has been extended. This practice floods consumers' inboxes with spam.
- 4. Good American's practice of sending serial emails about sales with imaginary time limits, fake extensions, and illusory special offers violates the Washington Commercial Electronic Mail Act ("CEMA"), RCW 19.190, and the Washington Consumer Protection Act, RCW 19.86.
- 5. By sending emails with false and misleading information to Plaintiff and the Class (defined below), Good American clogs consumers' email inboxes with false information, seduces Plaintiff and the Class into opening emails based on false pretenses, undermines Plaintiff's and Class members' faith in legitimate email advertising, and violates Plaintiff's and Class members' right to be free from commercial e-mails with deceptive subject lines.
- 6. Plaintiff brings this action as a class action on behalf of Washington consumers who also received Good American's false and misleading emails. Plaintiff seeks an injunction to end these practices, an award to Plaintiff and Class members of statutory and exemplary damages for each illegal email, and an award of attorneys' fees and costs.

#### II. PARTIES

- 7. Plaintiff Merrill Shapiro is a citizen of Washington State, residing in King County, Washington.
- 8. Defendant Good American, LLC is a limited liability company chartered under the laws of the State of Delaware, and maintains its principal place of business in, and is thus a resident and citizen of, Los Angeles, California. Good American, LLC currently is, and at all relevant times in the past has, engaged in substantial business activities in the State of Washington and in King County.
- 9. Good American owns and operates a large online marketplace open to consumers in the state of Washington and in King County, and sends the marketing emails at issue in this Complaint to consumers throughout Washington.

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#### III. JURISDICTION AND VENUE

- 10. This Court has subject matter jurisdiction over this civil action pursuant to, without limitation, Section 6 of Article IV of the Washington State Constitution (Superior Court jurisdiction, generally), RCW 19.86.090 (Superior Court jurisdiction over Consumer Protection Act claims) and RCW 19.190.090 (Superior Court jurisdiction over Commercial Electronic Mail Act claims).
- 11. This Court has personal jurisdiction over Good American under RCW 4.28.185. This Court may exercise personal jurisdiction over the out-of-state Good American because the claims alleged in this civil action arose from, without limitation, Good American's purposeful transmission of electronic mail messages to consumers within the State of Washington. In addition, Good American intended, knew, or is chargeable with the knowledge that its out-of-state actions would have a consequence within Washington.
- 12. This Court also has personal jurisdiction over Good American under RCW 19.86.160. For example, Good American engaged and is continuing to engage in conduct in violation of RCW 19.86 which has had and continues to have an impact in Washington.
- 13. Venue is proper in King County Superior Court because, at all relevant times, Plaintiff has resided in Seattle, Washington and received the alleged false and misleading emails while residing in this County. RCW 4.12.020. Venue is also proper because Good American has transacted business in King County, including without limitation by sending the marketing emails alleged herein to residents of King County, conducted substantial online retail sales and business with residents in King County, and shipped clothing and other consumer goods to residents in King County. RCW 4.12.025.

#### IV. LEGAL FRAMEWORK

- A. The CEMA prohibits initiating or conspiring to initiate the transmission of commercial e-mails with false or misleading subject lines.
- 14. Washington's Commercial Electronic Mail Act (CEMA) regulates deceptive email marketing.

- 15. CEMA prohibits sending an email advertisement to a Washington resident that "[c]ontains false or misleading information the subject line." RCW 19.190.020(1)(b). A violation of this prohibition is an unfair or deceptive act that occurs in trade or commerce and violates the public interest under the Consumer Protection Act. RCW 19.190.030(3).
- 16. "CEMA's prohibition on sending commercial e-mails with false or misleading subject lines . . . creates a substantive right to be free from deceptive commercial e-mails." *Harbers v. Eddie Bauer, LLC*, 415 F. Supp. 3d 999, 1011 (W.D. Wash. 2019) (holding that the plaintiff sufficiently pleaded concrete injury-in-fact for alleged CEMA violations based on her receipt of marketing emails from the defendant containing allegedly false "xx% off" statements in the subject line). Washington courts have held that "[t]he harms resulting from deceptive commercial e-mails resemble the type of harms remedied by nuisance or fraud actions." *Id.* at 1008.
- 17. An injury occurs anytime a commercial e-mail is transmitted that contains false or misleading information in the subject line. *Id.* at 1011.
- 18. Under CEMA, it is irrelevant whether misleading commercial e-mails were solicited. *Id*.
- 19. CEMA creates a private of right of action for injunctive relief for people who receive commercial emails with subject lines containing false or misleading information. RCW 19.190.090(1). A plaintiff who successfully alleges and proves such a violation may obtain, among other things, an injunction against the person who initiated the transmission. RCW 19.190.090(1). Wright v. Lyft, Inc., 189 Wn.2d 718, 728 n.3 (2017) ("we note that a plaintiff may bring an action to enjoin any CEMA violation.").
- 20. It is a violation of the Consumer Protection Act (RCW 19.86 et seq.) to send or conspire with another person to send an email that contains false or misleading information in the subject line. RCW 19.190.030(1); see also RCW 19.190.030(2) (providing "that the practices covered by this chapter are matters vitally affecting the public interest for the purpose of applying the consumer protection act, chapter 19.86 RCW. The Legislature declared that a violation of

section 030 is not reasonable in relation to the development and preservation of business and is an unfair or deceptive act in trade or commerce and an unfair method of competition for the purpose of applying the consumer protection act, chapter 19.86 RCW.").

- 21. Damages for a violation of the prohibition on sending an email with false or misleading information in the subject line are \$500 or actual damages, whichever is greater. RCW 19.190.040.
- 22. To establish a violation of Washington's Consumer Protection Act ("CPA"), a claimant must establish five elements: (1) an unfair or deceptive act or practice, (2) in trade or commerce, (3) that affects the public interest, (4) injury to plaintiff's business or property, and (5) causation. *Hangman Ridge Stables, Inc. v. Safeco Title Ins. Co.*, 719 P.2d 531, 533 (Wash. 1986). Washington and federal courts have held that a plaintiff states a CPA claim solely by alleging a violation of the CEMA. *See State v. Heckel*, 143 Wash.2d 824, 24 P.3d 404, 407 (2001) ("RCW 19.190.030 makes a violation of [CEMA] a per se violation of the [CPA]."). Indeed, by alleging a CEMA violation of RCW 19.190.020, a plaintiff alleges all five elements of a CPA violation. *See Gordon v. Virtumundo, Inc.*, 575 F.3d 1040, 1065 (9th Cir. 2009) (citing *Hangman Ridge Training Stables, Inc. v. Safeco Title Ins. Co.*, 105 Wash.2d 778, 719 P.2d 531, 535–37 (1986)); *Wright*, 406 P.3d at 1155 ("We conclude that RCW 19.190.040 establishes the injury and causation elements of a CPA claim as a matter of law.").

### V. FACTUAL ALLEGATIONS

- A. Good American initiates (or conspires to initiate) the transmission of commercial emails with false or misleading subject lines.
- 23. Good American has initiated (or conspired to initiate) the transmission of dozens uniform commercial electronic mail messages with false or misleading subject lines to Plaintiff and the Class, which Good American sends as email blasts to consumers in Washington and nationwide. The emails were electronic mail messages, in that they were each an electronic message sent to an electronic mail address; the emails from Good American also referred to an

internet domain, whether or not displayed, to which an electronic mail message can or could be sent or delivered.

- 24. Good American sent the emails for the purpose of promoting its goods for sale.
- 25. The emails were sent by Good American or at Good American's direction and were approved by Good American.
- 26. Good American's emails frequently advertise the "limited" nature of sales, discounts, and prices. For example, on January 11, 2023, Good American sent an email with a subject line, "25% OFF SITEWIDE LIMITED TIME ONLY." By stating that a sale is only for a limited time, Good American suggests an offer's rarity or urgency, stimulating consumers' desire to get the deal before it's gone while simultaneously inducing fear of missing a good buy.
- 27. Good American designs the subject lines of its marketing emails to tap into consumers' fear of missing out—going so far as to feature images of hourglasses and clocks in the email subject line itself next to words such as "TIME IS RUNNING OUT," or "ENDING SOON." Other email subject lines spur the recipient to make purchases, prompting the recipient that it is their "LAST CHANCE," and "DON'T MISS OUT."
- 28. Good American also repeatedly sends emails purportedly granting recipients "VIP EARLY ACCESS" to a sale even though the email is disseminated to all consumers rather than a select subgroup of "very important people" and the everyone has access to the offers. There is nothing "early" about the advertised sale—it simply marks the planned start of a promotion.
- 29. The fact that such statements are false and misleading has been recognized by the Federal Trade Commission, which directs that sellers should not "make a 'limited' offer which, in fact, is not limited." 16 C.F.R. § 233.5.
- 30. Research has also shown that emails that convey a sense of urgency in email subject lines (e.g., "BUY NOW," "HURRY"), have higher open rates than emails without such

subject lines.<sup>1</sup> Here, the urgency conveyed by Good American's email subject lines is false, and thus consumers are being seduced into opening emails that they would not have opened if the subject lines had been truthful.

and clogs up their inboxes. Good American may send a single consumer up to three marketing emails *per day*, and commonly sends 2 marketing emails *every day*, many of them advertising short-duration sale offers (e.g., "limited time only," "ending soon," or "ending today"). For example, Good American has a pattern and practice of sending a series of emails related to a sale by sending: (1) an initial email offering "early access" to a sale; (2) a second email describing the sale as "limited time only"; (3) a third email stating that the sale "ends soon," "ends tomorrow," or is within its "final hours"; (4) a fourth email stating "last call", creating a sense of urgency in consumers to make purchases before the sale ends, only for Good American to ultimately send (5) a fifth email after the purported expiration time of the sale stating that the sale has been "extended."

32. Below is an example of a series of emails Good American recently sent to Plaintiff:

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Sent: Wed 4/26/2023 7:04:16 AM (UTC-07:00)
From: "Haley @ GOOD AMERICAN" <help@goodamerican.com>
Subject: Early Access: FLASH SALE

Sent: Sat 4/29/2023 2:01:54 PM (UTC-07:00)
From: "GOOD AMERICAN" <noreply@goodamerican.com>
Subject: There's Still Time for 25% off

Sent: Sun 4/30/2023 2:00:18 PM (UTC-07:00)
From: "Haley @ Good American" <help@goodamerican.com>
Subject: Final Hours! 25% off sitewide!
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<sup>1</sup> See The Ultimate 2023 Email Marketing Stats List, https://codecrew.us/email-marketing-stats-you-need-to-know-the-ultimate-list/ ("subject lines with a sense of urgency (BUY NOW, HURRY) have a 22% open rate. That's quite a bit higher than normal."); Urgency Emails: An All-Inclusive Guide For Marketers To Drive Maximum Conversions, https://email.uplers.com/blog/complete-guide-to-urgency-emails/; Email Subject Line Tips That Guarantee High Open Rates, https://www.loginradius.com/blog/growth/email-subject-line-tips-for-high-open-rates/ ("subject lines displaying exclusivity and urgency increases open rates upto 22%").

Sent: Mon 5/1/2023 7:07:46 AM (UTC-07:00)

From: "GOOD AMERICAN" < noreply@goodamerican.com>

Subject: EXTENDED: 25% Off Sitewide

Sent: Tue 5/2/2023 12:00:47 PM (UTC-07:00)

From: "Haley @ Good American" <help@goodamerican.com>

Subject: EXTENDED! 25% off sitewide!

33. Good American violates CEMA because the statements in the email subject lines intended to seduce consumers into opening the email advertisements are false and misleading, and Good American's conduct in mispresenting the true subjects of its promotional advertisements in the email subject lines deprives consumers of the ability make informed choices about which emails to open and spend time reading, or to delete. There are numerous examples of Good American emails that can be shown to have false and misleading information in the subject lines just by reviewing the subject lines of other Good American emails. While there are too many examples to include them all here, the facts alleged below show the types of false and misleading email subject lines Good American deploys.

- 34. Specifically, Good American engages in a pattern and practice of mispresenting the length of sales, both as to the start and end of the sale, by sending emails stating that it is offering "early access" to a sale, that the sale is ending soon and then, after the sale purportedly ends, sending another email "extending" sale. These emails are false and misleading for several reasons.
- 35. First, there is nothing "early" about Good American's "early access" sales. Discovery will show that the "early" access was offered to all consumers receiving Good American's emails and that Good American always planned to start the sale for everyone on that date.
- 36. Good American sent Plaintiff fifteen emails containing a subject line stating that Good American was granting Plaintiff "early access" to a sale:

<b>Date Sent</b>	Email Subject
8/30/2022	Early Access: 20% off Sitewide!
9/13/2022	EARLY ACCESS: 25% OFF SITEWIDE

EARLY ACCESS: 20% Off
Early access to shop our sale!
VIP Early Access: 20% Off Sitewide
Black Friday Early Access: 30% OFF SITEWIDE
Re: Black Friday Early Access: 30% OFF SITEWIDE
Cyber Monday Early Access: 30% OFF EVERYTHING
GIFTING SALE EARLY ACCESS - 20% off!
Early Access: End of Season Sale!
Early Access: 25% Off Sitewide
VIP Early Access: \$50 OFF!
VIP Early Access: \$89 - \$139 Denim
VIP Early Access: \$50 OFF!
Early Access: FLASH SALE

- 37. Second, the emails for "extended" sales are often sent following long holiday weekends when consumers are back at their computers or on their phones after a weekend of activity. However, discovery will show that Good American employees did not gather at the end of the planned sale and determine that the sale should be extended. Instead, the sale was always planned to continue such that the advertised "extension" is fake.
- 38. Between August 2022 and May 2023, Good American engaged in this pattern and practice of sending false and misleading emails in relation to seven different sales, as shown below.
- 39. <u>September 2022</u>: Defendant sent Plaintiff more than 15 emails regarding a 25% Off sale, including the following emails:

DATE SENT	EMAIL SUBJECT LINE
9/13/2022	EARLY ACCESS: 25% OFF SITEWIDE
9/19/2022	Final Hours! Get 25% Off EVERYTHING!
9/20/2022	LAST DAY: 25% OFF EVERYTHING
9/20/2022	▼ TIME IS RUNNING OUT
9/21/2022	[]THIS SALE ENDS TONIGHT []
9/21/2022	■ SALE EXTENDED: 25% OFF EVERYTHING ■

40. The subject line of the email sent on September 13, 2022 was false and misleading because there was nothing "early" about the sale being offered that day—it was offered to all email

recipients and was always scheduled to start on that day. The subject lines of the emails sent on September 19 and 20 stating "Final Hours!," "LAST DAY," and "TIME IS RUNNING OUT" were false and misleading because the sale did not end on September 20. The subject line of the email sent on September 21 stating "SALE EXTENDED" was false and misleading because, discovery will show, the sale was always scheduled to continue to September 21, 2023.

41. <u>November 2022</u>: Good American sent Plaintiff 25 emails regarding its 30% Off "Black Friday" and "Cyber Monday" sales, including the following emails:

DATE SENT	EMAIL SUBJECT LINE
11/20/2022	Black Friday Early Access: 30% OFF SITEWIDE
11/22/2022	Re: Black Friday Early Access: 30% OFF SITEWIDE
11/26/2022	ENDING SOON - Black Friday Sale
11/26/2022	EXTENDED! 30% OFF EVERYTHING!
11/27/2022	FINAL HOURS   BLACK FRIDAY SALE
11/27/2022	Cyber Monday Early Access: 30% OFF EVERYTHING
11/28/2022	Last Call! 30% off everything ends at midnight!
11/30/2022	CYBER WEEK SALE EXTENDED

- 42. The subject lines of the emails sent on November 20, 22, and 27 were false and misleading because there was nothing "early" about offers—it was offered to all email recipients and was always scheduled to be offered on those days. The subject lines of the emails sent on November 26, 27, and 28 stating "ENDING SOON," "FINAL HOURS," and "Last Call!" were false and misleading because the 30% off sale did not end but continued through December 1, 2022. The subject lines the emails sent on November 26 and 30 stating the sale was "EXTENDED" were false and misleading because, as discovery will show, Good American had long planned to offer the sale through December 1, 2022.
- 43. <u>December 2022</u>: Good American sent Plaintiff two emails regarding a 50% off markdowns sale, advertised as a "Sale on Sale" or its "End of Season" sale:

DATE SENT	EMAIL SUBJECT LINE
12/14/2022	Early Access: End of Season Sale!
12/19/2022	Extra 50% off Markdowns starting NOW!

44. The subject line of the email sent on December 14 was false and misleading because there was nothing "early" about the sale being offered that day—it was offered to all email recipients and was always scheduled to start on that day. The subject line the email sent on December 19 stating "Extra 50% off Markdowns starting NOW!" was false and misleading because the sale had been offered since December 14.

45. <u>January 2023</u>: Defendant sent 14 emails about a 25% off sale for the long weekend for Martin Luther King, Jr. Day, including the following emails:

DATE SENT	EMAIL SUBJECT LINE
1/11/2023	Early Access: 25% Off Sitewide
1/16/2023	Ending Soon! 25% Off Sitewide!
1/16/2023	LAST CHANCE: 25% OFF SITEWIDE*
1/17/2023	SALE EXTENDED: 25% off sitewide*

- 46. The subject line the email sent on January 11 was false and misleading because there was nothing "early" about the sale being offered that day—it was offered to all email recipients and was always scheduled to start on that day. The subject lines of the emails sent on January 16 stating "Ending Soon!" and "LAST CHANCE" were false and misleading because the 25% off sale did not end but continued through January 17. The subject lines of the email sent on January 17 stating the sale was "EXTENDED" was false and misleading because, as discovery will show, Good American had long planned to offer the sale through January 17.
- 47. <u>March 2023</u>: Defendant sent Plaintiff more than 15 emails about a 25% off sale. Of those email advertisements, including the following emails:

DATE SENT	EMAIL SUBJECT LINE
3/22/2023	ENDING SOON - Friends & Family sale
3/23/2023	25% OFF EVERYTHING ENDS TODAY
3/24/2023	EXTENDED: 25% OFF EVERYTHING

48. The subject lines of the emails sent on March 22 and 23 stating "ENDING SOON" and "ENDS TODAY" were false and misleading because the 25% off sale did not end but

continued through March 26. The subject line of the email sent on March 24 stating the sale was "EXTENDED" was false and misleading because, as discovery will show, Good American had long planned to continue the sale.

49. <u>March 2023</u>: Defendant sent Plaintiff 3 emails about a 30% off "flash sale," as shown below:

DATE SENT	EMAIL SUBJECT LINE
3/29/2023	Flash Sale! 30% OFF!
3/30/2023	ENDS TONIGHT: 30% Off Select Styles
3/31/2023	Flash Sale Extended! 30% Off Spring Picks

- 50. "Flash sales" are commonly understood by consumers to mean a sale of short duration.
- 51. The subject line of the email sent on March 30 stating "ENDS TONIGHT" was false and misleading because the sale did not end but continued through March 31. The subject line of the email sent on January 17 stating the sale was "Extended" was false and misleading because, as discovery will show, Good American had long planned to offer the sale through March 31.
- 52. <u>April-May 2023</u>: Defendant sent Plaintiff 9 emails about a 25% off "flash sale," four of which are shown below:

DATE SENT	EMAIL SUBJECT LINE
4/26/2023	Early Access: FLASH SALE
4/30/2023	Final Hours! 25% off sitewide!
5/1/2023	EXTENDED: 25% Off Sitewide
5/2/2023	EXTENDED! 25% off sitewide!

53. The subject line of the email sent on April 26 advertising "Early Access" to a "FLASH SALE" was false and misleading because (i) there was nothing "early" about the sale being offered that day—it was offered to all email recipients and was always scheduled to start on that day; and (ii) the sale lasted for a week and was not a "flash" sale. The subject line of the email sent on April 30 stating "Final Hours!" was false and misleading because the sale did not end but continued through May 3. The subject lines of the emails sent on May 1 and 2 stating the sale was

"EXTENDED" were false and misleading because, as discovery will show, Good American had long planned to offer the sale through those dates.

54. These sorts of emails with false and misleading subject lines mask the true subject of the email advertisements, undermine consumer confidence in online commerce, and harm legitimate marketers that provide truthful information about their goods and services for sale.

# B. Good American Sends Commercial Emails to Consumers Whom It Knows, Or Has Reason to Know, Reside In Washington.

- 55. Good American sent the misleading commercial emails to email addresses that Good American knew, or had reason to know, belong to Washington residents, either because (i) Good American had a physical Washington address that was associated with the recipient; (ii) Good American had access to data regarding the recipient indicating that they were in Washington state; or (iii) information was available to Good American upon request from the registrant of the internet domain name contained in the recipient's electronic mail address.
  - 56. Good American knows where many of its email recipients reside.
- 57. First, for any person that places an order online from Good American, Good American associates an email address with a shipping address and/or billing address.
- 58. Second, Good American encourages online shoppers to create online accounts associated with their email addresses. Customers save shipping addresses, billing addresses, and phone numbers in their Good American accounts.
- 59. Third, discovery will show that Good American employs methods to track the effectiveness of its marketing emails and to identify consumers that click on links contained in Good American's marketing emails, including by identifying their physical location. For example, discovery will show that Good American gathers information such as geocoordinates and IP addresses from individuals who click on links in Good American commercial emails, and that Good American can use such information to determine whether the recipient is in Washington.
- 60. Fourth, discovery will show Good American also utilizes cookies, pixels, and other online tracking technologies to identify and locate the consumers that sign up for email

advertisements on its website or click on links contained in Good American's advertisements and marketing emails. For example, Good American advertises on Facebook and Instagram and encourages consumers that click on those ads to sign up for marketing emails as soon as they land on the Good American website and deploys the Meta Pixel on its website, which tracks persons who sign up for email advertisements and links that activity to consumers' Facebook profiles and information shared from those profiles, including geographic location.

- 61. Fifth, discovery will also show that Good American employs sophisticated third parties who create profiles of customers and potential customers, including their email address and physical location.
- 62. Sixth, Good American routinely collects and uses consumers' state of residence to calculate sales tax on consumers' purchases.
- 63. Lastly, Good American knew, should have known, or had reason to know that it sends marketing emails to Washington residents due to the tracking information available from the methods described above, its large volume of commerce in the state, and the volume of marketing emails it sends to people around the country. *See Heckel*, 122 Wash. App. at 6 (holding as a matter of law that a defendant had a reason to know that he sent emails to Washington residents by sending over 100,000 emails a week to people around the country).
- 64. Discovery will show that, at the time it sent the emails with false and misleading subject lines, Good American had access to the data described above regarding the location of consumers in Washington to whom it sent the emails.

## C. Good American initiated (or conspired to initiate) the transmission of illegal emails to Plaintiff.

- 65. At all times relevant to this Complaint, Plaintiff resided in Washington State.
- 66. Plaintiff has received Good American emails since at least August 2022. Plaintiff has received hundreds of marketing emails from Good American since that date, and typically receives 1-3 emails every day.
  - 67. Plaintiff receives emails from Good American at a gmail.com email address.

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Plaintiff pays for storage from Google at \$1.99 per month. Plaintiff currently has at least 498 emails from Good American in her inbox.<sup>2</sup> The emails with the false and misleading subject lines identified herein are taking up limited space in Plaintiff's inbox.

- 68. Good American knows, or has reason to know, that Plaintiff's email address is held by a Washington resident. Plaintiff signed up for email advertisements from Good American after clicking on an ad displayed to her on social media (Facebook or Instagram) and Plaintiff has shared her location with Facebook. Plaintiff has also repeatedly clicked on links contained in Good American emails from her computer, which was registered to an IP address in Washington at all relevant times, or from her smart phone, which was located in Washington unless Plaintiff happened to be traveling.
- 69. Plaintiff received the emails with false and misleading subject lines alleged above, and received additional emails that are similarly false and misleading as the examples alleged above.
- 70. Plaintiff was deceived by the emails because she believed that Good American was accurately representing the length of its sales in the email subject lines. These emails abridged Plaintiff's right to be free from misleading commercial mail messages provided by the Washington legislature.
- 71. Every email Good American has sent to Plaintiff was sent for the purpose of promoting Good American's goods for sale.
- 72. Good American initiated the transmission or conspired to initiate the transmission of these commercial electronic mail messages to Plaintiff.
- 73. Plaintiff never solicited emails with false and misleading subject lines from Good American and does not want to receive these spam messages.
- 74. The email subject lines disguised the true subject of the email (e.g., a sale that was not in its "final hours") in an effort to trick Plaintiff into opening the email.

<sup>&</sup>lt;sup>2</sup> Discovery may show that Plaintiff has received more emails that she has deleted.

75. Plaintiff would like to continue receiving truthful information from Good American regarding its products. However, due to Good American's conduct, Plaintiff cannot tell which emails from Good American contain truthful information or which emails are spam with false and misleading information designed to cause her to open an email unnecessarily and make a purchase in a hurry.

76. Good American sent Plaintiff false and misleading emails—such as the examples alleged herein—between August 2, 2022 to May 11, 2023, showing that Good American engaged in this conduct throughout the relevant time period. Plaintiff continues to receive emails with false and misleading subject lines. However, because Plaintiff may have deleted some of the emails she has received from Good American, she is not presently able to identify all the emails with false and misleading subject lines she has received. Good American is aware of all the emails it has sent Plaintiff and discovery will show the full number of illegal spam emails Good American has sent throughout the relevant time period.

#### VI. CLASS ACTION ALLEGATIONS

77. <u>Class Definition</u>. Plaintiff brings this case as a class action under Civil Rule 23(b)(3) on behalf of a Class defined as:

All Washington residents<sup>3</sup> who, within four years before the date of the filing of this complaint until the date any order certifying a class is entered, received an email from or at the behest of Good American, LLC that contained a false or misleading subject line, including but not limited to subject lines stating or implying that (1) the consumer is being granted "early" access but in fact the sale was accessible to everyone at the same time; (2) there is a finite duration or time remaining before a sale ends and the sale ran longer

<sup>&</sup>lt;sup>3</sup> "Residents" shall have the same meaning as "persons" as defined in RCW 19.190.010(11) and RCW 19.86.010(a).

than stated or implied; or (3) a sale was "extended" but in fact the sale was planned to run through the stated or implied extension.

Excluded from the Class are Good American, any entity in which Good American has a controlling interest or that has a controlling interest in Good American, and Good American's legal representatives, assignees, and successors. Also excluded are the judge to whom this case is assigned and any member of the judge's immediate family.

- 78. <u>Numerosity</u>. The Class is so numerous that joinder of all members is impracticable. The Class has more than 1,000 members. Moreover, the disposition of the claims of the Class in a single action will provide substantial benefits to all parties and the Court.
- 79. <u>Commonality</u>. There are numerous questions of law and fact common to Plaintiff and members of the Class. The common questions of law and fact include, but are not limited to:
- a. Whether Good American sent commercial electronic mail messages with false and misleading information in the subject lines;
- b. Whether Good American initiated the transmission or conspired to initiate the transmission of commercial electronic mail messages to recipients residing in Washington State in violation of RCW 19.190.020;
- c. Whether a violation of RCW 19.190.020 establishes all the elements of a claim under Washington's Consumer Protection Act, RCW 19.86 *et seq.*;
- d. Whether Plaintiff and the proposed Class are entitled to an injunction enjoining Good American from sending the unlawful emails in the future; and
  - e. The nature and extent of Class-wide injury and damages.
- 80. <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 course of conduct by Good American and are based on the same legal and remedial theories.
- 81. <u>Adequacy</u>. Plaintiff will fairly and adequately protect the interests of the Class. Plaintiff has retained competent and capable attorneys with significant experience in complex and

class action litigation, including consumer class actions and class actions involving violations of CEMA. Plaintiff and her counsel are committed to prosecuting this action vigorously on behalf of the Class and 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 proposed Class.

- 82. Predominance. Good American has a standard practice of initiating or conspiring to initiate commercial electronic mail messages to email addresses held by Washington State residents. The common issues arising from this conduct predominate over any individual issues. Adjudication of these issues in a single action has important and desirable advantages of judicial economy.
- 83. Superiority. Plaintiff and members of the Class have been injured by Good American's unlawful conduct. Absent a class action, however, 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. The members of the Class are readily identifiable from Good American's records and there will be no significant difficulty in the management of this case as a class action.
- 84. <u>Injunctive Relief.</u> Good American's conduct is uniform as to all members of the Class. Good American has acted or refused to act on grounds that apply generally to the Class, so that final injunctive relief or declaratory relief is appropriate with respect to the Class as a whole. Plaintiff further alleges, on information and belief, that the emails described in this Complaint are substantially likely to continue in the future if an injunction is not entered.

#### VII. CAUSES OF ACTION

#### FIRST CLAIM FOR RELIEF

(Violations of Washington's Commercial Electronic Mail Act, RCW 19.190 et seq.)

- 85. Plaintiff realleges and incorporates by reference each and every allegation set forth in the preceding paragraphs.
- 86. Washington's CEMA prohibits any "person," as that term is defined in RCW 19.190.010(11), from initiating or conspiring to initiate the transmission of a commercial electronic mail message from a computer located in Washington or to an electronic mail address that the sender knows, or has reason to know, is held by a Washington resident that contains false or misleading information in the subject line.
- 87. Good American is a "person" within the meaning of the CEMA, RCW 19.190.010(11).
- 88. Good American initiated the transmission or conspired to initiate the transmission of one or more commercial electronic mail messages to Plaintiff and proposed Class members with false or misleading information in the subject line, as alleged in greater detail herein.
  - 89. Good American's acts and omissions violated RCW 19.190.020(1)(b).
- 90. Good American's acts and omissions injured Plaintiff and proposed Class members.
- 91. The balance of the equities favors the entry of permanent injunctive relief against Good American. Plaintiff, the members of the Class and the general public will be irreparably harmed absent the entry of permanent injunctive relief against Good American, which is in the public interest. Good American's unlawful behavior is ongoing as of the date of the filing of this pleading; absent the entry of a permanent injunction, Good American's unlawful behavior will not cease and, in the unlikely event that it voluntarily ceases, is likely to reoccur.
- 92. Plaintiff and Class members are therefore entitled to injunctive relief in the form of an order enjoining further violations of RCW 19.190.020(1)(b).

#### SECOND CLAIM FOR RELIEF

## (Per se violation of Washington's Consumer Protection Act, RCW 19.86 et seq.)

- 93. Plaintiff realleges and incorporates by reference each and every allegation set forth in the preceding paragraphs.
- 94. Plaintiff and Class members are "persons" within the meaning of the CPA, RCW 19.86.010(1).
- 95. Good American violated the CEMA by initiating or conspiring to initiate the transmission of commercial electronic mail messages to Plaintiff and Class members' that contain false or misleading information in the subject line.
- 96. A violation of CEMA is a "per se" violation of the Washington Consumer Protection Act ("CPA"), RCW 19.86.010, et seq. RCW 19.190.030.
- 97. A violation of the CEMA establishes all five elements of Washington's Consumer Protection Act as a matter of law.
- 98. Good American's violations of the CEMA are unfair or deceptive acts or practices that occur in trade or commerce under the CPA. RCW 19.190.100; RCW 19.190.030(3).
- 99. Good American's unfair or deceptive acts or practices vitally affect the public interest and thus impact the public interest for purposes of applying the CPA. RCW 19.190.100; RCW 19.190.030(3).
- 100. Pursuant to RCW 19.19.040(1), damages to each recipient of a commercial electronic mail message sent in violation of the CEMA are the greater of \$500 for each such message or actual damages, which establishes the injury and causation elements of a CPA claim as a matter of law. *Lyft*, 406 P.3d at 1155.
- 101. Good American engaged in a pattern and practice of violating the CEMA. As a result of Good American's acts and omissions, Plaintiff and Class members have sustained damages, including \$500 in statutory damages, for each and every email that violates the CEMA. The full amount of damages will be proven at trial. Plaintiff and Class members are entitled to

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