	Case 8:20-cv-02370 Document 1	Filed 12/17/20 Page 1 of 13 Page ID #:1
$ \begin{array}{c} 1 \\ 2 \\ 3 \\ 4 \\ 5 \\ 6 \\ 7 \\ 8 \\ 9 \\ 10 \\ 11 \\ 12 \\ 13 \\ 14 \\ 15 \\ 16 \\ 17 \\ 18 \\ 19 \\ 20 \\ 21 \\ 22 \\ 23 \\ 24 \\ 25 \\ 26 \\ 27 \\ 28 \\ \end{array} $		 and Case No. CLASS ACTION COMPLAINT (1) Violation of the California Consumer Privacy Act § 1798.150; (2) Violation of California's Unfair Consumer Law Consumer Law Consumer Privacy Act § 1798.150; (2) Violation of California's Unfair Consumer Law Consumer Law
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Plaintiff Lauren Schaubach ("Plaintiff"), individually and on behalf of all others similarly situated, alleges as follows:

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NATURE OF THE ACTION

1. This action arises out of a violation of the California Consumer Privacy Act of 2018 ("CCPA"), Cal. Civ. C. § 1798 et. seq., arising out of a data breach and the exposure of millions of Californians' personal identifying information collected by Defendant Hotels.com, L.P. ("HLP") and Defendant Expedia Group, Inc. ("Expedia") and stored with Defendant Amazon Web Services, Inc. ("AWS"), in violation of Cal. Civ. C. § 1798.150 and Cal. Bus. & Prof. C. § 17200 et. seq..

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JURISDICTION AND VENUE

12 2. This class action is brought pursuant to Federal Rule of Civil13 Procedure 23.

This matter is properly venued in the United States District Court for
the Central District of California, in that Defendants do business in the Central
District of California. A substantial portion of the events giving rise to Defendants'
liability took place in this district.

There is original federal subject matter jurisdiction over this matter 4. 18 pursuant to the Class Action Fairness Act of 2005, Pub. L. 109-2, 119 Stat. 4 (Feb. 19 18, 2005), by virtue of 28 U.S.C. §1332(d)(2), which explicitly provides for the 20 original jurisdiction of federal courts in any class action in which at least 100 21 members are in the proposed plaintiff class, any member of the plaintiff class is a 22 citizen of a State different from the State of citizenship of any defendant, and the 23 matter in controversy exceeds the sum of \$5,000,000.00, exclusive of interests and 24 costs. 25

5. In the case at bar, there are at least 100 members in the proposed Class, the total claims of the proposed Class members are in excess of \$5,000,000.00 in the aggregate, exclusive of interests and costs, and Plaintiff seeks
 to represent a California class of consumers against non-California companies,
 establishing minimum diversity.

THE PARTIES

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6. Plaintiff LAUREN SCHAUBACH is a citizen and resident of the
State of California, County of Orange and is a consumer as laid forth in Cal. Civ.
C. § 1798.150.

8 7. Defendant HOTELS.COM, L.P. is a Texas limited partnership
9 company that does business in California, including in Orange County, that is
10 incorporated in Texas and has its headquarters in Washington.

8. Defendant EXPEDIA GROUP, INC. is a Delaware corporation that
 does business in California, including in Orange County, that is incorporated in
 Delaware and has its headquarters in Washington.

9. Defendant AMAZON WEB SERVICES INC. is a Delaware
corporation that does business in California, including in Orange County, that is
incorporated in Delaware and has its headquarters in Washington.

17 10. Plaintiffs are informed and believe, and thereon alleges, that each and 18 all of the acts and omissions alleged herein were performed by, or is attributable 19 to, Defendant and/or its employees, agents, and/or third parties acting on its behalf, 20 each acting as the agent for the other, with legal authority to act on the other's 21 behalf. The acts of any and all of Defendant's employees, agents, and/or third 22 parties acting on its behalf, were in accordance with, and represent, the official 23 policy of Defendant.

24 11. Plaintiff is informed and believes, and thereon alleges, that said
25 Defendants are in some manner intentionally, negligently, or otherwise
26 responsible for the acts, omissions, occurrences, and transactions of each and all
27 their employees, agents, and/or third parties acting on their behalf, in proximately

1 causing the damages herein alleged.

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2 12. At all relevant times, Defendants ratified each and every act or
3 omission complained of herein. At all relevant times, Defendants aided and
4 abetted the acts and omissions as alleged herein.

PLAINTIFF'S FACTS

13. On or about November 9, 2020, a Cloud Hospitality server hosted by Defendant AWS and containing information for customers for Defendant HLP and Defendant Expedia was hacked and tens of millions of data records were exposed ("the Breach").

14. HLP operates Hotels.com, which is an online book service by which
individuals, such as Plaintiff, can check the availability of hotels and other lodging
options and make reservations through the Hotels.com platform, including either
paying in advance or paying at the time of the reservation.

14 15. In order to use HLP's Hotels.com, a customer must enter in 15 significant personally identifiable information ("PII") such as a first name, last 16 name, email address, password, home address, telephone number, and payment 17 card information. Users of Hotels.com trust that their PII will be maintained in a 18 secure manner and kept from unauthorized disclosure to third parties as required 19 by the law.

16. Expedia owns HLP and also operates numerous other travel-oriented
websites, including Expedia.com, which also collect and store PII and which were
also the subject of the hack that exposed the tens of millions of data records on or
about November 9, 2020.

17. Expedia, HLP, and AWS have not issued a disclosure as required by
Cal. Civ. C. § 1798.82 as of the date of filing and instead the news of such Breach
was broken by multiple news sources rather than the companies themselves, who
have been silent.

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18. PII including the full names, email addresses, national ID numbers,
 phone numbers, credit card numbers, credit cardholder's names, CVVs, expiration
 dates, and information regarding the nature and cost of the booked hotel stays were
 revealed and exposed by Defendants Expedia, HLP, and AWS as a result of the
 hack.

19. This PII was not stored in a hashed or otherwise secured format and
failed to comply with the Payment Card Industry Data Security Standards as
exemplified by the significant variety and amount of credit card PII that was
exposed.

20. The Breach exposed Expedia, HLP, and AWS customer PII which is
protected by the CCPA. "Personal information" is defined by Cal. Civ. C. §
1798.81.5 as:

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"an individuals first name or first in initial and the individual's last name in combination with any one or more of the following data elements, when either the name or the data elements are not encrypted or redacted: . . .

(ii) Driver's license number, California identification card number,
tax identification number, passport number, military identification
number, or other unique identification number issued on a
government document commonly used to verify the identify of a
specific individual.

(iii) Account number or debt card number, in combination with any required security code, access code, or password that would permit access to an individual's financial account."

24 21. Here, unredacted names were revealed along with both unique
25 identification numbers, such as driver's license or passport numbers, as well as
26 credit card and payment information that would permit access to individuals'
27 financial and other accounts across the web.

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