	1	Robert Salgado (SBN 297391)					
6.		DAVIS & NORRIS, LLP					
	2	5755 Oberlin Dr. Suite 301					
	3	San Diego, CA 92121 Phone: 858-333-4103					
	4	Fax Number: 205-930-9989					
		Email: rsalgado@davisnorris.com					
	5	Dargan Ware (SBN 329215)					
	6	John E. Norris (pro hac vice anticipated)					
	7	Andrew Wheeler-Berliner (SBN 290495)					
	8	DAVIS & NORRIS, LLP 2154 Highland Avenue South					
		Birmingham, Alabama 35205					
	9	Telephone; 205.930.9900					
	10	dware@davisnorris.com jnorris@davisnorris.com					
	11	andrew@davisnorris.com					
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San Diego, CA 92121 Tel: 858-333-4103 Fax: 205-930-9989	13						
	14	UNITED STATES DISTRICT COURT					
	15	FOR THE NORTHERN DISTRICT OF CALIFORNIA					
	16			_			
	17	ADRIENNE FRASER, CODEY DENOYELLES,) CHEVALIA MORGAN, CAROLYN	Case N	No.:			
	18	FLOWERS, PETRINA FENNELL, JILL	CLAS	S ACTION COMPLAINT FOR			
	19	MAYER, KAT HALL, EUGENE F. ELANDER, () IRIS DELGADO, and CHRISTA RODRIGUEZ)	W. L. J. G. L. D. L. G. L. G. D. G. C.			
	17			Violations of Cal. Penal Code § 396; Violation of the Unfair Business			
	20	Plaintiff(s),		Practices (Cal. Bus. And Prof. Code §			
	21	vs.)	17200 et seq.)			
	22	CAL-MAINE FOODS, INC., ROSE ACRE)				
		FARMS, INC., MICHAEL FOODS, INC., HILLANDALE FARMS, TRILLIUM FARM	April 2	20, 2020			
	23	HOLDINGS, LLC., REMBRANDT)				
	24	ENTERPRISES, INC., HICKMAN'S EGG) RANCH, INC., DAYBREAK FOODS, INC.,)	1				
	25	WEAVER BROS., INC., PRAIRIE STAR)				
	26	FARMS, LLC., SPARBOE FOODS CORP., HERBRUCK'S POULTRY RANCH, INC.,)				
		WABASH VALLEY PRODUCE, INC.,					
	27	CENTRUM VALLEY FARMS, L.P., OPAL FOODS, LLC., WHOLE FOODS MARKET)				
	28	GROUP, INC., COSTCO WHOLESALE CORP.,))				



WAL-MART STORES, INC., AMAZON.COM, INC., SAVE MART SUPERMARKETS, ALBERTSON'S COMPANIES, INC., TRADER JOE'S CO., THE KROGER CO., WINCO HOLDINGS, INC.	
Defendant(s).	:

INTRODUCTION

- 1. This California class action concerns the despicable and illegal practice of price-gouging of essential groceries, specifically eggs, in the midst of the ongoing and unprecedented pandemic. Plaintiffs and the class they seek to represent bought grossly marked-up eggs through the supply chain created by the defendants, which includes producers, wholesalers, and retailers. Because consumers such as plaintiffs lack access to information about which of the defendants, or all of them, participated in the price-gouging resulting in a near-tripling of egg prices in the past 30 days, plaintiffs have sued all the defendants in the alternative. Plaintiffs cannot assert that every defendant engaged in price-gouging, but plaintiffs can and do assert that some or all of these defendants illegally marked up egg prices following the Governor's declaration of an emergency in violation of California law.
- 2. The world is in the midst of a global pandemic involving a novel coronavirus called COVID-19 that causes an often severe and sometimes fatal respiratory infection. The outbreak originated in December, 2019, in Wuhan, Hubei Province, China, and in short order the local epidemic spread globally and was deemed a pandemic by the World Health Organization in March, 2020.
- 2. The first reported case of COVID-19 in the United States was diagnosed in Washington state in late January, 2020. The case involved a man who had recently travelled to the epicenter of the outbreak in Wuhan.
- 3. By mid-March 2020, there were reported cases in all 50 American states. The federal government, most states, and many local governments called for stay-at-home and social distancing measures designed to slow the spread of the disease. California's Governor, Gavin Newsom, declared a state of emergency in this state on March 4, 2020. As of the writing of this complaint, the vast



majority of Americans are subject to these measures. Even in areas not subject to government-mandated stay-at-home orders, most people are voluntarily staying at home except to shop for necessities and to go to work in "essential" occupations such as healthcare and food sales and delivery services. The undersigned counsel writing this complaint is doing so from his home office.

- 4. The economic effect of the government-mandated and voluntary measures to combat the pandemic has been extreme. Many are out of work. Many have had their wages and salaries reduced. Bars and restaurants have been mostly closed for weeks, some remaining open but limiting themselves to curbside delivery and home delivery, and it is predicted many will never re-open. Professional and college sports seasons have been canceled altogether, throwing many out of work. Schools, colleges, and universities are now limited to online classes. Those in the business of putting on concerts, plays, and other forms of entertainment are idle as public gatherings have been banned. All casinos are closed, throwing many more out of work. Hollywood Boulevard, Rodeo Drive, and Haight-Asbury are all deserted. Oil prices are at their lowest point in decades. The stock market is in freefall.
- 5. As in any time of economic turmoil, there are those who seek to profit from the misery of millions. Defendants, who are producers, wholesalers, and retailers of eggs, comprise one such set of actors seeking to unfairly profit from the increased consumer demand for eggs in the midst of the ongoing crisis. Again, because it is impossible for consumers such as plaintiffs to obtain information concerning the secretive process of price-setting, this lawsuit does not assert that each and every defendant engaged in price-gouging. Rather, plaintiffs assert that, at a minimum, some of these defendants did so. This pleading in the alternative is specifically authorized by Rule 20(2)(A) of the Federal Rules of Civil Procedure.
- 6. The price of eggs nearly tripled between the onset of the COVID-19 pandemic and the end of March. Egg prices have remained much more than ten percent higher than they were prior to the declaration of emergency.
- 7. Some or all of the defendants are engaging in price-gouging prohibited by California law. Plaintiffs allege this because of the undeniable fact that egg prices nearly tripled after the emergency declaration.



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Fax: 205-930-9989

Davis and Norris, LLP. 5755 Oberlin Drive, Suite 301 San Diego, CA 92121

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PARTIES

Plaintiff Codey DeNoyelles purchased eggs at a store owned or operated by defendant Raley's and defendant Costco Wholesale Corp. at a grossly inflated price after the declaration of emergency by Governor Newsom.

- 9. Plaintiff Adrienne Fraser purchased eggs at a store owned by defendant Whole Foods Market Group, Inc., and ordered eggs from defendant Amazon.com, Inc., at a grossly inflated price after the declaration of emergency by Governor Newsom.
- 10. Plaintiff Chevalia Morgan purchased eggs at a store owned or operated by defendant Walmart Stores, Inc. at a grossly inflated price after the declaration of emergency by Governor Newsom.
- 11. Plaintiff Carolyn Flowers purchased eggs at a store owned or operated by defendant Save Mart Supermarkets at a grossly inflated price after the declaration of emergency by Governor Newsom.
- 12. Plaintiff Petrina Fennell purchased eggs at a store owned or operated by defendant Grocery Outlet, Inc. at a grossly inflated price after the declaration of emergency by Governor Newsom.
- 13. Plaintiff Jill Mayer purchased eggs at a store owned or operated by defendant Albertson's Companies, Inc. at a grossly inflated price after the declaration of emergency by Governor Newsom.
- 14. Plaintiff Kat Hall purchased eggs at a store owned or operated by defendant Albertson's Companies, Inc. at a grossly inflated price after the declaration of emergency by Governor Newsom.
- 15. Plaintiff Eugene F. Elander purchased eggs at stores owned or operated by defendant Trader Joe's Co. and defendant The Kroger Co. at a grossly inflated price after the declaration of emergency by Governor Newsom.
- 16. Plaintiff Iris Delgado purchased eggs at a store owned or operated by defendant WinCo Holdings, Inc. at a grossly inflated price after the declaration of emergency by Governor Newsom.



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	17.	Plaintiff Christa Rodriguez purchased eggs at a store owned or operated by defendant
Stater	Bros. 1	Holdings, Inc., at a grossly inflated price after the declaration of emergency by Governor
Newso	om.	

- 18. Defendant Cal-Maine Foods, Inc. is a corporation organized under the laws of Delaware with its principal place of business in Jackson, Mississippi. It is a corporate citizen of Delaware and Mississippi.
- 19. Defendant Rose Acre Farms, Inc. is a corporation organized under the laws of Indiana with its principal place of business in Seymour, Indiana. It is a corporate citizen of Indiana.
- 20. Defendant Michael Foods, Inc. is a corporation organized under the laws of Delaware, with its principal place of business in Minnetonka, Minnesota. It is a corporate citizen of Delaware and Minnesota.
- 21. Defendant Hillandale Farms is a corporation organized under the laws of Ohio, with its principal place of business in Newark, Ohio. It is a corporate citizen of Ohio.
- 22. Defendant Trillium Farm Holdings, LLC is an entity organized under the laws of Ohio, with its principal place of business in Johnstown, Ohio. It is a corporate citizen of Ohio.
- 23. Defendant Rembrandt Enterprises, Inc. is a corporation organized under the laws of Iowa, with its principal place of business in Spirit Lake, Iowa. It is a corporate citizen of Iowa.
- 24. Defendant Hickman's Egg Ranch, Inc. is a corporation organized under the laws of Arizona, with its principal place of business in Buckeye, Arizona. It is a corporate citizen of Arizona.
- 25. Defendant Daybreak Foods, Inc. is a corporation organized under the laws of Wisconsin, with its principal place of business in Lake Mills, Wisconsin. It is a corporate citizen of Wisconsin.
- 26. Defendant Weaver Bros., Inc. is a corporation organized under the laws of Ohio, with its principal place of business in Versailles, Ohio. It is a corporate citizen of Ohio.
- 27. Defendant Prairie Star Farms, LLC is an entity organized under the laws of Ohio, with its principal place of business in New Weston, Ohio. It is a corporate citizen of Ohio.
- 28. Defendant Sparboe Foods Corp. is a corporation organized under the laws of Iowa, with its principal place of business in Litchfield, Minnesota. It is a corporate citizen of Iowa and

DOCKET

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