

This matter comes before the Court on Plaintiff Dena Griffith's Motion to Consolidate and for Appointment of Interim Class Counsel (*Griffith* Dkt. No. 14), Defendant Amazon.com, Inc.'s Motion to Consolidate (Dkt. No. 16), and Plaintiffs Joy Pecznick and Gil Kaufman's Motion to Dismiss or Stay Griffith; or in the Alternative to Appoint Wilshire Law Firm, PLC as Interim Class Counsel (Dkt. No. 31). For the reasons below, the Court GRANTS the motions to consolidate, DENIES the motion to dismiss or stay the *Griffith* case, and APPOINTS the law firms representing Plaintiff Griffith (BORDE LAW PLLC, Schroeter Goldmark & Bender, and the Law Offices of Ronald A. Marron, APLC) as interim class counsel.

I. BACKGROUND

On May 31, 2022, Plaintiffs Joy Pecznick and Gil Kaufman filed a putative class action (*Pecznick*) in the Western District of Washington against Defendant Amazon.com, Inc., alleging that the company had changed Amazon Prime members' contractual benefits without compensation by "unilaterally rescinding" a benefit of their annual subscription. Dkt. No. 1 at 8–10, 13. At the time the fee was introduced in 2021, customers had been paying \$119 per year for their Amazon Prime subscriptions, which had—in many locations across the United States—included free grocery delivery from Whole Foods Markets for orders over \$35.00. *Id.* at 5–7. With the policy change, Amazon added a \$9.95 "service fee" to any delivery from Whole Foods. *Id.* at 8. The Pecznick Plaintiffs seek to certify a class of "[a]ll Amazon Prime members residing in the United States who ordered Amazon's Whole Foods free delivery and were annual members when the \$9.95 fee was introduced on October 25, 2021." *Id.* at 10. The suit brings four causes of action: violations of the Washington Consumer Protection Act (Wash. Rev. Code

¹ References to "Dkt. No." are to filings in the *Pecznick* action (Case No. 22-743) while references to "*Griffith* Dkt. No" are to filings in the *Griffith* action (Case No. 22-783).



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§ 19.86.020), breach of contract, breach of duty of good faith and fair dealing, and unjust enrichment. *Id.* at 13–15. The case was assigned to the Honorable Tana Lin.

On June 7, 2022, Plaintiff Dena Griffith filed a putative class action (*Griffith*) in the same district against Amazon.com, Inc., alleging false and misleading advertising and "bait-andswitch" advertising in connection with "FREE" delivery from Whole Foods Markets. Griffith Dkt. No. 1 at 5–10. Griffith alleges that Defendant engaged in deceptive practices by continuing to advertise that it offered "free delivery" from Whole Foods to Prime members after instituting the new fee and that it used "drip-pricing" tactics to sneakily add that fee to Whole Foods orders placed by Prime members on Amazon.com, while not applying any fee to customers picking up items from a Whole Foods store. *Id.* at 7–10. Plaintiff Griffith proposes certification of a nationwide class as well as a California sub-class. *Id.* at 12. The nationwide class would include: "All U.S. citizens who were Amazon Prime members that were charged a service fee in connection with an online delivery from Whole Foods Market from August 1, 2021[,] until the date notice is disseminated to the class, excluding Defendant and Defendant's officers, directors, employees, agents and affiliates, and the Court and its staff." Id. The California sub-class would include: "All California residents who were Amazon Prime members that were charged a service fee in connection with an online delivery from Whole Foods Market from August 1, 2021[,] until the date notice is disseminated to the class, excluding Defendant and Defendant's officers, directors, employees, agents and affiliates, and the Court and its staff." Id. The complaint brings eight causes of action: (1) the Washington Consumer Protection Act (Wash. Rev. Code §§ 19.86.010 et seq.); (2) the Consumers Legal Remedies Act (Cal. Civ. Code §§ 1750 et seq.); (3) the False Advertising Law (Cal. Bus. & Prof. Code §§ 17500 et seq.); (4) the Unfair Competition Law (Cal. Bus. & Prof. Code §§ 17200 et seq.); (5) unjust enrichment / quasi

contract; (6) negligent misrepresentation; (7) concealment / non-disclosure; and (8) fraud. *Id.* at 14–25.

On the day she filed her complaint, Plaintiff Griffith also filed a notice of related case, alerting the Court that there were now two "putative class actions for claims arising out of a service fee charged by Amazon.com, Inc. in connection with its grocery delivery service from Whole Foods Market." *Griffith* Dkt. No. 2 at 2. For this reason, the *Griffith* case was also assigned to the Honorable Tana Lin.

On June 23, 2022, Plaintiff Griffith and Defendant Amazon.com, Inc. each filed their respective motions to consolidate. *Griffith* Dkt. No. 14; Dkt. No. 16. In her motion, Plaintiff Griffith also requested that the Court appoint her counsel team as interim class counsel. *Griffith* Dkt. No. 14. Plaintiffs in the *Pecznick* action opposed both motions, Dkt. No. 20, and subsequently filed a motion to dismiss or stay the *Griffith* case under the first-filed rule, or alternatively (in case of consolidation) to have their counsel appointed as interim lead counsel. Dkt. No. 31.

II. DISCUSSION

A. The First-to-File Rule

The first-to-file rule is "a generally recognized doctrine of federal comity which permits a district court to decline jurisdiction over an action when a complaint involving the same parties and issues has already been filed in another district." *Pacesetter Sys., Inc. v. Medtronic, Inc.*, 678 F.2d 93, 94–95 (9th Cir. 1982); *accord Kohn Law Grp., Inc. v. Auto Parts Mfg. Miss., Inc.*, 787 F.3d 1237, 1240 (9th Cir. 2015). "The purpose of the rule is to eliminate wasteful duplicative litigation, to avoid rulings that may trench upon a sister court's authority, and to avoid piecemeal resolution of issues calling for a uniform result." *Ekin v. Amazon Servs., LLC*, No. 2:14-cv-00244, 2014 WL 12028588, at *3 (W.D. Wash. May 28, 2014) (citation and quotation



omitted). Under the first-to-file rule, a court may dismiss, stay, or transfer a case when a similar case is before a different district court. *Alltrade, Inc. v. Uniweld Prods., Inc.*, 946 F.3d 622, 623 (9th Cir. 1991). In order for the first-to-file rule to apply, (1) the relevant action must have been filed prior to the one the Court is being asked to decline jurisdiction over; (2) the same or substantially similar parties must be involved; and (3) the issues raised in the suits must be the same or substantially similar. *See Kohn*, 787 F.3d at 1239–1240.

The *Pecznick* action was the first-filed case, and the parties are substantially similar given that plaintiffs have proposed overlapping classes. *See Edmonds v. Amazon.com, Inc.*, No. 2:19-cv-01613, 2020 WL 5815745, at *4 (W.D. Wash. Sep. 20, 2020) (finding similarity of plaintiffs in the context of a first-to-file motion where the putative classes encompassed "at least some of the same individuals") (citations omitted). However, the Court finds the third factor is not met. As to the similarity of the issues between the various actions, the Pecznick Plaintiffs argue in their opposition to the motion to consolidate that both the factual and legal claims are "vastly different," Dkt. No. 20 at 10–12, and they "still maintain that the issues are not similar" in their motion to dismiss, Dkt. No. 31 at 4, undermining their arguments for a first-to-file dismissal. The Pecznik Plaintiffs assert that if the Court is persuaded by Plaintiff Griffith and Defendant's arguments for consolidation, then the Court must also find that this third first-to-file factor is met. Dkt. No. 31 at 4. The Court disagrees.

First-to-file dismissals are appropriate where "two identical actions are filed in courts of concurrent jurisdiction," *Pacesetter Sys., Inc.*, 678 F.2d at 95, or where there is significant overlap in issues such that it would be wasteful and duplicative to pursue the claims in separate actions. *Ekin*, 2014 WL 12028588, at *3. Further, a danger of applying the doctrine where claims vary between actions, as they do in this case, is that other potentially independent viable claims may be extinguished on grounds other than their merits. Consolidation, on the other hand, only

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