L.A. International C	rporation v. Prestige Brands Holdings, Inc. et al		Doc. 380
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8	UNITED STATES	DISTRICT COURT	
9	CENTRAL DISTRI	CT OF CALIFORNIA	
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12	L.A. INTERNATIONAL CORP., et	Case No. CV 18-6809-MWF (MRW	(x)
13	al.,	The Honorable Michael W. Fitzgeral	d
14	Plaintiffs,	United States District Judge	α,
15	V.		
16	PRESTIGE CONSUMER	AMENDED JUDGMENT AFTER	
17	HEALTHCARE, INC., et al.,	TRIAL	
18	Defendants.		
19	Defendants.		
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	AMENDED JUDGN	1 MENT AFTER TRIAL	_
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1	This action came on regularly for jury trial between December 5, 2023, and		
2	December 14, 2023, in Courtroom 5A of this United States District Court.		
3	Plaintiffs L.A. International Corp., Manhattan Wholesalers Inc., Excel Wholesale		
4	Distributors Inc., Value Distributor, Inc., Border Cash & Carry, Inc., AKR		
5	Corporation, U.S. Wholesale Outlet & Distribution, Inc., Sanoor, Inc. (d/b/a L.A.		
6	Top Distributor), Pittsburg Wholesale Grocers, Inc., and Pacific Groservice, Inc.		
7	(together, with Pittsburg Wholesale Grocers, Inc., referred to as "PITCO") were		
8	represented by Randolph Gaw, Esq. and Mark Poe, Esq. of Gaw   Poe LLP.		
9	Defendants Prestige Consumer Healthcare, Inc. (f/k/a Prestige Brands Holdings,		
0	Inc.) and its wholly-owned subsidiary Medtech Products, Inc. (collectively,		
1	"Defendants") were represented by Michael Fox, Esq., C. Sean Patterson, Esq.,		
12	Robert Kum, Esq., Christine Ross, Esq., and William Shotzbarger, Esq. of Duane		
13	Morris LLP.		
4	A jury of eight persons was regularly empaneled and sworn. Witnesses were		
15	sworn and testified, and exhibits were admitted into evidence. The legal issues		
16	(damages) were tried to the jury, and the equitable issues (injunctive relief) were		
17	tried to the Court. After hearing the evidence and arguments of counsel, the jury		
18	was duly instructed by the Court and the case was submitted to the jury. The jury		
19	deliberated and thereafter returned a verdict as follows:		
20	ROBINSON-PATMAN ACT CLAIM		
21	1. Did any Plaintiff prove that the Defendants violated the Robinson-Patman		
22	Act? (Instruction No. 17).		
23	AKR <u>X</u> YesNo		
24	Border Cash & Carry X Yes No		
25	Excel WholesaleNo		
26	L.A. InternationalNo		
27	L.A. Top DistributorNo		
28	Manhattan WholesalersNo		

1	PITCO	X Yes	No
2	U.S. Wholesale	X Yes	No
3	Value Distributor	X Yes	No
4	If your answer to Question No. 1 is "Yes		
5		jor any 1 taming, pie	use answer
6	Question No. 2 as to that Plaintiff only.	" for all Dlaintiffs pla	aga anguan Ouagtian
7	If your answer to Question No. 1 is "No"	jor an Plainnys, pied	ise answer Question
8	No. 7.		
9	2 Did the Defendants mays a	a to any Plaintiff that	the differences in
10	2. Did the Defendants prove, a	•	
11	price for Clear Eyes given to Costco Business Center and Sam's Club were to mee		
	the price of the Defendants' competitor?	· ·	V N.
12	AKR	Yes	_X_No
13	Border Cash & Carry	Yes	<u>X</u> No
14	Excel Wholesale	Yes	<u>X</u> No
15	L.A. International	Yes	<u>X</u> No
16	L.A. Top Distributor	Yes	<u>X</u> No
17	Manhattan Wholesalers	Yes	<u>X</u> No
18	PITCO	Yes	XNo
19	U.S. Wholesale	Yes	<u>X</u> No
20	Value Distributor	Yes	<u>X</u> No
21	If your answer to Question No. 2 is "Yes	" for all Plaintiffs, ple	ase answer
22	Question No. 7.		
23	If your answer to Question No. 2 is "No" for any Plaintiff, please answer Question		
24	No. 3 as to that Plaintiff only.		
25			
26	3. Did the Defendants prove, a	s to any Plaintiff, that	the difference in
27	price for Clear Eyes given to Costco Business Center and Sam's Club were		
28	justified by cost differences? (Instruction No. 25).		
		3	

AMENDED JUDGMENT AFTER TRIAL

1	AKR	Yes	X No
2	Border Cash & Carry	Yes	X No
3	Excel Wholesale	Yes	X No
4	L.A. International	Yes	 _X No
5	L.A. Top Distributor	Yes	X No
6	Manhattan Wholesalers	Yes	XNo
7	PITCO	Yes	XNo
8	U.S. Wholesale	Yes	XNo
9	Value Distributor	Yes	XNo
10	If your answer to Question No. 3 is "Yes" f	for all Plaintiffs, pled	ase answer
11	Question No. 7.		
12	If your answer to Question No. 3 is "No" for any Plaintiff, please answer Question		
13	No. 4 as to that Plaintiff only.		
14			
15	4. Did any Plaintiff prove that it was injured by the Defendants'		
16	violations of the Robinson-Patman Act? (Instruction No. 27).		
17	AKR	X Yes	No
18	Border Cash & Carry	X Yes	No
19	Excel Wholesale	X Yes	No
20	L.A. International	X Yes	No
21	L.A. Top Distributor	X Yes	No
22	Manhattan Wholesalers	X Yes	No
23	PITCO	X Yes	No
24	U.S. Wholesale	X Yes	No
25	Value Distributor	X Yes	No
26	If your answer to Question No. 4 is "Yes" for any Plaintiff, please answer		
27	Question No. 5 as to that Plaintiff only.		
28	If your answer to Question No. 4 is "No" fo	or all Plaintiffs, plea	se answer Question
- 1	I		

1	No. 7.		
2			
3	5. Did the Defendants prov	e that a Plaintiff failed to	use reasonable
4	efforts to mitigate its damages under t	the Robinson-Patman Ac	t? (Instruction No.
5	32).		
6	AKR	Yes	XNo
7	Border Cash & Carry	Yes	XNo
8	Excel Wholesale	Yes	<u>X</u> No
9	L.A. International	Yes	XNo
10	L.A. Top Distributor	Yes	<u>X</u> No
11	Manhattan Wholesalers	Yes	<u>X</u> No
12	PITCO	Yes	<u>X</u> No
13	U.S. Wholesale	Yes	<u>X</u> No
14	Value Distributor	Yes	<u>X</u> No
15	Regardless of your answer, please an	swer Question No. 6.	
16			
17	6. What amount of damage	s did each Plaintiff prove	for the Defendants'
18	violation of the Robinson-Patman Act	t? (Instruction No. 28).	
19	AKR	\$	25,000
20	Border Cash & Carry	\$	0
21	Excel Wholesale	\$	25,000
22	L.A. International	\$	95,000
23	L.A. Top Distributor	\$	25,000
24	Manhattan Wholesalers	\$	25,000
25	PITCO	\$	30,000
26	U.S. Wholesale	\$	25,000
27	Value Distributor	\$	100,000
28	Regardless of your answer, please an	swer Question No. 7.	

1			
2	CALIFORNIA UNFAI	IR PRACTICES ACT	CLAIM
3	7. Did any Plaintiff prove the	hat the Defendants viola	ated the California
4	Unfair Practices Act? (Instruction No	o. 33).	
5	L.A. International	<u>X</u> Yes	No
6	L.A. Top Distributor	<u>X</u> Yes	No
7	PITCO	<u>X</u> Yes	No
8	U.S. Wholesale	_X_Yes	No
9	Value Distributor	<u>X</u> Yes	No
10	If your answer to Question No. 7 is ".	Yes" for any Plaintiff, p	lease answer
11	Question No. 8 as to that Plaintiff only	y.	
12	If your answer to Question No. 7 is "I	No" for all Plaintiffs, pl	ease sign and return
13	this form.		
14			
15	8. Did the Defendants prov	e that the secret rebates	were lawful because
16	they applied to different classes of cus	tomers? (Instruction No	o. 34).
17	L.A. International	Yes	XNo
18	L.A. Top Distributor	Yes	<u>X</u> No
19	PITCO	Yes	XNo
20	U.S. Wholesale	Yes	<u>X</u> No
21	Value Distributor	Yes	<u>X</u> No
22	If your answer to Question No. 8 is ".	Yes" for all Plaintiffs, p	lease sign and return
23	this form.		
24	If your answer to Question No. 8 is "I	No" for any Plaintiff, pl	ease answer Question
25	No. 9 as to that Plaintiff only.		
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1	9. Did the Defendants pro	ve that the secret rebates	s were lawful because
2	they were justified by a good-faith a	ttempt to meet competit	ion? (Instruction Nos.
3	35–36).		
4	L.A. International	Yes	<u>X</u> No
5	L.A. Top Distributor	Yes	<u>X</u> No
6	PITCO	Yes	<u>X</u> No
7	U.S. Wholesale	Yes	<u>X</u> No
8	Value Distributor	Yes	<u>X</u> No
9	Regardless of your answer, please as	nswer Question No. 10.	
10			
11	10. What amount of damag	es did each Plaintiff pro	ve for the Defendants'
12	violations of the California Unfair Practices Act? (Instruction Nos. 37–38). (You		
13	should answer this question without regard to any damages that you may have		
14	awarded in response to Question No. 6. If necessary, the Court will ensure that no		
15	double-counting takes place.)		
16	L.A. International	\$	90,000
17	L.A. Top Distributor	\$	30,000
18	PITCO	\$	75,000
19	U.S. Wholesale	\$	5,000
20	Value Distributor	\$	130,000
21			
22	Following the jury's verdict, on May 20, 2024, the Court made its Findings		
23	of Facts and Conclusions of Law on the remaining equitable issues.		
24	Now, therefore, pursuant to Rules 54 and 58 of the Federal Rules of Civil		
25	Procedure, IT IS HEREBY ORDERED, ADJUDGED AND DECREED that		
26	final judgment in this action be entered as follows:		
27	1. Judgment is entered in	1. Judgment is entered in favor of all Plaintiffs and against Defendants	
28	on Plaintiffs' claim for	violation of Section 2(a)	) of the Robinson-
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- Patman Act (15 U.S.C. § 13(a)). Judgment is entered in favor of L.A. International Corp., Value Distributor, Inc., U.S. Wholesale Outlet & Distribution, Inc., L.A. Top Distributor, and PITCO on their claim for violation of the California Unfair Practices Act (Cal. Bus. & Prof. Code § 17045).
- 2. On Plaintiff L.A. International Corp. 's claim for relief for violation of Section 2(a) of the Robinson-Patman Act (15 U.S.C. § 13(a)):

  Judgment is entered in favor of Plaintiff L.A. International Corp. and against Defendants in the amount, after trebling pursuant to 15 U.S.C. § 15(a), of \$285,000.
- 3. On Plaintiff Manhattan Wholesalers Inc.'s claim for relief for violation of Section 2(a) of the Robinson-Patman Act (15 U.S.C. § 13(a)): Judgment is entered in favor of Plaintiff Manhattan Wholesalers Inc. and against Defendants in the amount, after trebling pursuant to 15 U.S.C. § 15(a), of \$75,000.
- 4. On Plaintiff Excel Wholesale Distributors Inc.'s claim for relief for violation of Section 2(a) of the Robinson-Patman Act (15 U.S.C. § 13(a)): Judgment is entered in favor of Plaintiff Excel Wholesale Distributors Inc. and against Defendants in the amount, after trebling pursuant to 15 U.S.C. § 15(a), of \$75,000.
- 5. On Plaintiff Value Distributor, Inc.'s claim for relief for violation of the California Unfair Practices Act (Cal. Bus. & Prof. Code § 17045):

  Judgment is entered in favor of Plaintiff Value Distributor, Inc. and against Defendants in the amount, after trebling pursuant to California Business & Professions Code section 17082, of \$325,000.
- 6. On Plaintiff Border Cash & Carry, Inc.'s claim for relief for violation of Section 2(a) of the Robinson-Patman Act (15 U.S.C. § 13(a)):

  Judgment is entered in favor of Plaintiff Border Cash & Carry, Inc. and against Defendants in the amount of \$0.

- 7. On Plaintiff AKR Corporation's claim for relief for violation of Section 2(a) of the Robinson-Patman Act (15 U.S.C. § 13(a)):

  Judgment is entered in favor of Plaintiff AKR Corporation and against Defendants in the amount, after trebling pursuant to 15 U.S.C. § 15(a), of \$75,000.
- 8. On Plaintiff U.S. Wholesale Outlet & Distribution, Inc.'s claim for relief for violation of Section 2(a) of the Robinson-Patman Act (15 U.S.C. § 13(a)): Judgment is entered in favor of Plaintiff U.S. Wholesale Outlet & Distribution, Inc. and against Defendants in the amount, after trebling pursuant to 15 U.S.C. § 15(a), of \$75,000.
- 9. On Plaintiff L.A. Top Distributor's claim for relief for violation of the California Unfair Practices Act (Cal. Bus. & Prof. Code § 17045):

  Judgment is entered in favor of Plaintiff L.A. Top Distributor and against Defendants in the amount, after trebling pursuant to California Business & Professions Code section 17082, of \$75,000.
- 10. On Plaintiff PITCO's claim for relief for violation of the California Unfair Practices Act (Cal. Bus. & Prof. Code § 17045): Judgment is entered in favor of Plaintiff PITCO and against Defendants in the amount, after trebling pursuant to California Business & Professions Code section 17082, of \$187,500.
- 11. On Plaintiffs L.A. International Corp.'s, Manhattan Wholesalers
  Inc.'s, Excel Wholesale Distributors Inc.'s, Value Distributor, Inc.'s,
  AKR Corporation's, U.S. Wholesale Outlet & Distribution, Inc.'s,
  L.A. Top Distributor's, and PITCO's claims for relief for violation of
  Section 2(d) of the Robinson-Patman Act (15 U.S.C. § 13(d)):
  Judgment is entered in favor of Plaintiffs L.A. International Corp.,
  Manhattan Wholesalers Inc, Excel Wholesale Distributors Inc., Value
  Distributor, Inc., AKR Corporation, U.S. Wholesale Outlet &

- Distribution, Inc., L.A. Top Distributor, and PITCO and against Defendants.
- 12. On Plaintiff Border Cash & Carry, Inc.'s claim for relief for violation of Section 2(d) of the Robinson-Patman Act (15 U.S.C. § 13(d)):

  Judgment is entered in favor of Defendants and against Plaintiff
  Border Cash & Carry, Inc.
- 13. On Plaintiffs L.A. International Corp. 's, Value Distributor, Inc. 's, U.S. Wholesale Outlet & Distribution, Inc. 's, L.A. Top Distributor's, and PITCO's claims for relief for violation of the California Unfair Competition Law (Cal. Bus. & Prof. Code § 17203): Judgment is entered in favor of Plaintiffs L.A. International Corp., Value Distributor, Inc., U.S. Wholesale Outlet & Distribution, Inc., L.A. Top Distributor, and PITCO and against Defendants.

## 14. Defendants shall:

- a. Allow all Plaintiffs (including any successor entities to Plaintiffs) other than Border Cash & Carry to purchase Clear Eyes on the same price terms and conditions on which Defendants sell Clear Eyes to the Costco Business Center division of Costco Wholesale Corporation ("Costco"), including the availability of any discounts, billback, rebates (including rebates such as the "Instant Redeemable Coupons"), or other terms that impact the net price paid by Costco.
- b. Allow Plaintiffs (including any successor entities to Plaintiffs) other than Border Cash & Carry to participate, on proportionally equal terms, in all promotional programs and payments that Defendants make available to Costco in connection with the handling, sale, or offering for sale of Clear Eyes (including payments such as the DOW allowance).

- c. Allow Plaintiff Border Cash & Carry (including any successor entity) to purchase Clear Eyes on the same price terms and conditions on which Defendants sell Clear Eyes to the Sam's Club division of Walmart, Inc. ("Sam's Club"), including the availability of any discounts, billbacks, rebates, or other terms that impact the net price paid by Sam's Club.
- d. For a period of five years from the date of final judgment, Defendants shall semi-annually submit a report to Plaintiffs' counsel (on a "confidential" basis under the terms of the existing protective order) stating the list price Defendants are then-charging to Costco and to Sam's Club for Clear Eyes and the effective date of any increase or decrease in that price, along with an itemization and summary of any discounts, rebates, promotional terms, or other payments that Defendants make to Costco and Sam's Club in conjunction with sales of Clear Eyes. The semi-annual reports shall be signed under oath by an officer of one of the defendant companies.
- 15. Plaintiffs shall recover post-judgment interest according to law. 28 U.S.C. § 1961
- Plaintiffs may seek to recover attorneys' fees and costs as provided by 16. law.

IT IS FURTHER ORDERED that this Court retains jurisdiction over any matter pertaining to this judgment.

Dated: June 5, 2024.

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United States District Judge