

sell are "flushable." First Amended Complaint ("FAC") ¶¶ 17, 19-25, 31-38. The four
products at issue are Kleenex® Cottonelle® Fresh Care Flushable Wipes & Cleansing
Cloths, Scott Naturals® Flushable Moist Wipes, Huggies® Pull-Ups® Flushable Moist
Wipes, and U by Kotex® Refresh flushable wipes. FAC ¶ 17.

27 Plaintiff asserts that "[r]easonable consumers understand the word 'flushable' to
28 mean suitable for disposal down a toilet." FAC ¶ 18. Plaintiff asserts that the four

United States District Court For the Northern District of California Kimberly-Clark products are not in fact "flushable" under that definition. <u>Id.</u> She believes
that after the wipes are flushed down a toilet, they fail to "disperse," with the result that they
may clog municipal sewer systems and septic systems, and/or damage pipes and sewage
pumps. <u>See FAC ¶¶ 18, 39</u>. Indeed, she claims that the defendants' flushable wipes are
designed so as to "not break down easily when submersed in water." FAC ¶ 40.

At some point in 2013, plaintiff purchased one of the products at issue – Scott
Naturals® Flushable Moist Wipes (also referred to as Scott Naturals® Flushable Cleansing
Cloths) – which at the time she believed had been "specially designed to be suitable for
flushing down toilets . . . [without] caus[ing] problems in her plumbing or at the water
treatment plant." FAC ¶ 52.

She does not allege that her use of the wipes caused plumbing problems. Instead,
she simply asserts that after "several uses of the wipes," she "began to become concerned
that they were not truly flushable, [and] so stopped flushing the wipes and stopped using
the product altogether." FAC ¶ 53. She has not purchased any of defendants' "flushable"
products since that time, FAC ¶ 55 (and indeed bought the Scott Naturals® product on only
the one occasion "[i]n 2013").

Plaintiff asserts that she would not have purchased the Scott Naturals® wipes had
defendants not misrepresented "the true nature" of their "flushable" products – or, at a
minimum, would have paid less for the Scott Naturals® product because she would not
have obtained the benefit of being able to flush it, FAC ¶ 56 (even though she did flush it).

Plaintiff filed the original complaint in this case on March 13, 2014 in the Superior
Court of California, County of San Francisco, as a proposed class action. Plaintiff asserts
violations of the Consumer Legal Remedies Act ("CLRA"), Cal. Civ. Code § 1750, et seq.,
and the False Advertising Act ("FAL"), Cal. Bus. & Prof. Code § 17500, et seq.; common
law fraud, deceit and/or misrepresentation; and unlawful, unfair, and deceptive trade
practices, in violation of Cal. Bus. & Prof. Code § 17200, et seq. ("UCL").

27 Plaintiff claims that the four products at issue are deceptively advertised as
28 "flushable," FAC ¶¶ 35-38; that they are all manufactured "using the same proprietary

United States District Court For the Northern District of California paper blend, for which [d]efendants own the patent," FAC ¶ 40; and that they were all
 subjected to the same "flawed" tests used for setting the "guidelines" for determining
 whether a product is "flushable," FAC ¶¶ 41-47. She asserts that wipes that are not truly
 "flushable" are the cause of numerous problems at municipal sewage treatment facilities.
 FAC ¶¶ 48-51.

Defendants removed the case on April 17, 2014, asserting jurisdiction under the
Class Action Fairness Act, 28 U.S.C. § 1332(d)(2)(A). They subsequently moved to
dismiss the complaint and strike certain allegations in the complaint. On August 8, 2014,
the court issued an order granting the motion in part and denying it in part.

10 The court denied the motion to dismiss the statutory UCL/FAL/CLRA causes of 11 action for lack of subject matter jurisdiction (failure to allege Article III and statutory 12 standing), with the exception of the claim for prospective injunctive relief, for which the 13 court found plaintiff had no standing.

14 The court granted the motion to dismiss the statutory claims for failure to allege 15 fraud with particularity as to affirmative misrepresentations, with leave to amend, to plead 16 facts showing that defendants made false statements, and that she relied on the alleged 17 misrepresentations. The court denied the motion to dismiss the statutory claims for failure 18 to state a claim of fraudulent omissions, finding that it was unclear whether plaintiff's claim 19 was that the alleged omission of information explaining the meaning of "flushable" was 20 actionable because it was contrary to an affirmative representation made by defendants, or 21 that it was actionable because defendants had a duty to disclose to her (and/or the public) 22 that the wipes might not completely disperse by the time they arrived at the wastewater 23 treatment plant.

The court granted the motion to strike as irrelevant the allegations regarding sewage/septic systems and municipal wastewater treatment plants in locations other than the city where plaintiff lives (San Francisco, California). The court denied the motion to strike allegations regarding products plaintiff did not purchase and advertising she did not view, on the ground that those allegations might possibly be relevant to the question

whether plaintiff can assert UCL/FAL/CLRA claims on behalf of a proposed class as to
 such products or advertising.

3 Plaintiff filed the FAC on September 5, 2014, alleging the same four causes of action 4 as in the original complaint. Under the CLRA claim, plaintiff seeks restitution, injunctive 5 relief, actual damages, punitive damages, and statutory damages, on her behalf and on 6 behalf of the other members of the proposed class. Under the UCL/FAL claims, plaintiff 7 seeks restitution and injunctive relief, on her own behalf and on behalf of the other 8 members of the proposed class. Under the fraud claim, plaintiff seeks compensatory 9 damages and punitive damages, on her own behalf and on behalf of the other members of 10 the proposed class. On all four causes of action, plaintiff seeks on her own behalf and on 11 behalf of the other members of the proposed class "and the general public," attorney's fees 12 under the CLRA and California Code of Civil Procedure § 1021.5, plus costs of suit.

Defendants now seek an order dismissing the FAC for lack of subject matter
jurisdiction and failure to state a claim, and striking certain allegations in the FAC.

DISCUSSION

A. Motion to Dismiss for Lack of Subject Matter Jurisdiction

1. Legal standard

18 Federal courts can adjudicate only those cases which the Constitution and Congress 19 authorize them to adjudicate - those involving diversity of citizenship or a federal question, 20 or those to which the United States is a party. Kokkonen v. Guardian Life Ins. Co. of 21 America, 511 U.S. 375, 380-81 (1994). The court is under a continuing obligation to ensure 22 that it has subject matter jurisdiction. See Fed. R. Civ. P. 12(h)(3). A defendant may raise 23 the defense of lack of subject matter jurisdiction by motion pursuant to Rule 12(b)(1) of the 24 Federal Rules of Civil Procedure. The plaintiff always bears the burden of establishing 25 subject matter jurisdiction. Kokkonen, 511 U.S. at 377.

Standing is "an essential and unchanging part of the case-or-controversy
requirement of Article III" of the United States Constitution. <u>Lujan v. Defenders of Wildlife</u>,
504 U.S. 555, 560 (1992). To establish a "case or controversy" within the meaning of

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Article III, a plaintiff must, at an "irreducible minimum," show an "injury in fact" which is
concrete and not conjectural, as well as actual or imminent; a causal causation between
the injury and defendant's conduct or omissions; and a likelihood that the injury will be
redressed by a favorable decision. <u>Monsanto Co. v. Geertson Seed Farms</u>, 561 U.S. 139,
149 (2010); <u>Lujan</u>, 504 U.S. at 560-61. Standing is not subject to waiver, and must be
considered by the court even if the parties fail to raise it. <u>See United States v. Hays</u>, 515
U.S. 737, 742 (1995).

2. Defendants' Motion

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9 In the prior order, the court found that plaintiff lacked standing to seek prospective 10 injunctive relief because she failed to allege facts showing she intended to purchase the 11 product at issue in the future – and more importantly, actually indicated that she would not 12 purchase any of defendants' "flushable" products in the future. Aug. 8, 2014 Order, at 6-9. Although the court did not specify that the dismissal of the claims for prospective injunctive 13 14 relief was with prejudice, it seemed clear to the court that any amendment would be futile. Nevertheless, the FAC again seeks prospective injunctive relief. Defendants argue that the 15 16 court should dismiss the injunctive relief claims for the same reason as stated in the prior 17 order.

18 The court finds that the FAC fails to allege sufficient facts to show standing to seek 19 injunctive relief. In a new section of the FAC, plaintiff alleges that she "continues to desire 20 to purchase wipes that are suitable for disposal in a household toilet" and that she "would 21 purchase truly flushable wipes manufactured by [d]efendants if it were possible to 22 determine prior to purchase if the wipes were suitable to be flushed." See FAC ¶ 57. She 23 claims that she "regularly visits stores such as Safeway," where defendants' "flushable" 24 wipes are sold, but has been "unable to determine the flushability of the wipes on the 25 shelves." Id. She "knows that the design and construction of the [f]lushable [w]ipes may 26 change over time, as [d]efendants use different technology or respond to pressure from legislatures, government agencies, competitors, or environmental organizations," but as 27 28 long as defendants use "flushable" to describe wipes that are not in her opinion, flushable,

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she will continue to have no way of knowing whether the representation "flushable" is true
 or not. <u>Id.</u>

Based on these "new" allegations, plaintiff asserts in her opposition to the motion
that as long as defendants continue to deny her accurate information about products she
wishes to purchase, the ongoing "injury in fact" is sufficient to confer standing. Plaintiff
contends that even if she does not have statutory standing because she has not alleged a
likelihood of future loss of money or property, she has adequately alleged Article III
standing based on a continuing constitutional "injury in fact" based on a "credible threat that
defendants' ongoing violations of California's consumer protection laws" will cause her
injury.

Plaintiff claims that courts in this district have granted injunctive relief "in identical
circumstances." In support, she cites three "food" cases – <u>Ries v. Arizona Beverages USA</u>
<u>LLC</u>, 287 F.R.D. 523, 533 (N.D. Cal. 2012); <u>Henderson v. Gruma Corp.</u>, 2011 WL 1362188
at *8 (C.D. Cal. Apr. 11, 2011); and <u>Brazil v. Dole Packaged Foods, LLC.</u>, 2014 WL
2466559 (N.D. Cal. May 30, 2014). She does not explain, however, how those cases are
"identical" to the present case.

The court finds that the motion must be GRANTED. As stated in the prior order, plaintiff lacks standing to assert a claim for prospective injunctive relief, as she has indicated she has no intention of purchasing the same Kimberley-Clark product in the future. Thus, leave to amend would be futile. Plaintiff alleges that the product at issue is not "flushable," and that she wishes to purchase a product that is truly "flushable." Given that she has concluded that the "flushable" wipes at issue in this case are not truly "flushable," any such product that she would be willing to purchase would necessarily be a product with a different design and construction, not the product at issue here. See FAC ¶¶ 53, 54, 57. Just as the court found with regard to the original complaint, plaintiff wants to purchase different wipes, not the same wipes again.

27 Moreover, the threat of future harm alleged in the FAC is that Kimberly-Clark
28 <u>might</u> redesign its product in the future, and that plaintiff <u>might</u> not know that the product

has been redesigned to be more "flushable," and that she <u>might</u> not purchase it. <u>See</u> FAC
 ¶ 57. This is exactly the type of conjectural or hypothetical injury for which a plaintiff does
 not have standing. <u>See, e.g., Mayfield v. U.S.</u>, 599 F.3d 964, 970 (9th Cir. 2010); <u>Profant</u>
 <u>v. Have Trunk Will Travel</u>, 2011 WL 6034370 at *5 (C.D. Cal. Nov. 29, 2011).

5 Unlike the plaintiffs in the cases cited by plaintiff in her opposition, plaintiff is not 6 likely to purchase the Scott Wipes if the "flushable" label is simply removed, given that she 7 stopped using the wipes after she made the determination that they were not "flushable." 8 The allegations in the FAC make clear that plaintiff does not want a non-"flushable" wipe, 9 and that she would not have purchased the Scott wipes had she known they were not 10 "flushable" under her definition. Thus, even if Kimberly-Clark removed the "flushable" label 11 and even if it charged less for the product, plaintiff would still not buy it because she 12 believes it is not flushable.

13 Courts have found in Ries and other "food" cases that the product might still be 14 purchased by the plaintiff if properly labeled. However, where a plaintiff has no intention of 15 purchasing the product in the future, a majority of district courts have held that the plaintiff 16 has no standing to seek prospective injunctive relief, and some have also held that a 17 plaintiff who is aware of allegedly misleading advertising has no standing to seek 18 prospective injunctive relief. See, e.g., Rahman v. Mott's LLP, 2014 WL 5282106 at *5-6 19 N.D. Cal. Oct. 15, 2014 (discussing issue and citing cases); In re ConAgra Foods, Inc., _ 20 F.R.D. ___, 2014 WL 4104405 at * 27-29 (C.D. Cal. Aug. 1, 2014) (same, in context of 21 motion to certify Rule 23(b)(2) class).

In addition, in cases such as this one, involving claims that a product does not work
or perform as advertised, where the plaintiff clearly will not purchase the product again,
courts have found no risk of future harm and no basis for prospective injunctive relief. See,
e.g., Delarosa v. Boiron, 2012 WL 8716658 at *5 (C.D. Cal. Dec. 28, 2012) (advertising for
homeopathic medication was false because product did not perform as advertised, but
plaintiffs would not buy product in future because in their view it did not work); Castignola v.
Hewlett Packard Co., 2012 WL 2159385 at *5 (N.D. Cal. June 13, 2012) (consumers

signed up on website for "membership" with monthly fees for service they thought was free
 had no standing to seek injunctive relief where they did not want to be signed up for the
 paid service and had no intention to continue with it).

4 Here, plaintiff wants to purchase only those wipes that she has determined to be 5 "flushable," and since she has determined that the Scott Wipes are not "flushable" under 6 her definition, she will not purchase them. Were Kimberly-Clark to redesign the product to 7 satisfy plaintiff's definition of "flushable," it would not be the same product (unlike a food 8 product where the "all natural" label is removed, or even where, <u>e.g.</u>, high fructose corn 9 syrup is replaced by sugar but the product remains essentially the same). Here, if plaintiff's 10 allegations are accepted as true, the design of the Kimberly-Clark products at issue 11 precludes any of them from being considered "flushable" (under plaintiff's definition), and 12 she will therefore not purchase the wipes. Thus, plaintiff lacks standing to seek prospective 13 injunctive relief as to the products at issue.

B. Motion to Dismiss for Failure to State a Claim

1. Legal Standard

A motion to dismiss under Federal Rule of Civil Procedure 12(b)(6) tests for the legal
sufficiency of the claims alleged in the complaint. <u>Ileto v. Glock, Inc.</u>, 349 F.3d 1191,
1199-1200 (9th Cir. 2003). Review is limited to the contents of the complaint. <u>Allarcom</u>
<u>Pay Television, Ltd. v. Gen. Instrument Corp.</u>, 69 F.3d 381, 385 (9th Cir. 1995). Federal
Rule of Civil Procedure 8 requires that a complaint include a "short and plain statement of
the claim showing that the pleader is entitled to relief." Fed. R. Civ. P. 8(a)(2).

A complaint may be dismissed under Rule 12(b)(6) for failure to state a claim if the
plaintiff fails to state a cognizable legal theory, or has not alleged sufficient facts to support
a cognizable legal theory. <u>Somers v. Apple, Inc.</u>, 729 F.3d 953, 959 (9th Cir. 2013). While
the court is to accept as true all the factual allegations in the complaint, legally conclusory
statements, not supported by actual factual allegations, need not be accepted. <u>Ashcroft v.</u>
<u>Iqbal</u>, 556 U.S. 662, 678-79 (2009); <u>see also In re Gilead Scis. Sec. Litig.</u>, 536 F.3d 1049,
1055 (9th Cir. 2008).

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1 The allegations in the complaint "must be enough to raise a right to relief above the 2 speculative level," and a motion to dismiss should be granted if the complaint does not 3 proffer enough facts to state a claim for relief that is plausible on its face. Bell Atlantic 4 Corp. v. Twombly, 550 U.S. 544, 555, 558-59 (2007) (citations and quotations omitted). A 5 claim has facial plausibility when the plaintiff pleads factual content that allows the court to 6 draw the reasonable inference that the defendant is liable for the misconduct alleged." 7 Igbal, 556 U.S. at 678 (citation omitted). "[W]here the well-pleaded facts do not permit the 8 court to infer more than the mere possibility of misconduct, the complaint has alleged – but it has not 'show[n]' - 'that the pleader is entitled to relief.'" Id. at 679. In the event 9 10 dismissal is warranted, it is generally without prejudice, unless it is clear the complaint 11 cannot be saved by any amendment. See Sparling v. Daou, 411 F.3d 1006, 1013 (9th Cir. 12 2005).

13 Although the court generally may not consider material outside the pleadings when resolving a motion to dismiss for failure to state a claim, the court may consider matters 14 15 that are properly the subject of judicial notice. Knievel v. ESPN, 393 F.3d 1068, 1076 (9th 16 Cir. 2005); Lee v. City of Los Angeles, 250 F.3d 668, 688-89 (9th Cir. 2001). Additionally, 17 the court may consider exhibits attached to the complaint, see Hal Roach Studios, Inc. v. 18 Richard Feiner & Co., Inc., 896 F.2d 1542, 1555 n.19 (9th Cir. 1989), as well as documents 19 referenced extensively in the complaint and documents that form the basis of a the 20 plaintiff's claims. See No. 84 Employer-Teamster Jt. Counsel Pension Tr. Fund v. America 21 West Holding Corp., 320 F.3d 920, 925 n.2 (9th Cir. 2003).

Finally, in actions alleging fraud, "the circumstances constituting fraud or mistake
shall be stated with particularity." Fed. R. Civ. P. 9(b); <u>Swartz v. KPMG LLP</u>, 476 F.3d 756,
764 (9th Cir. 2007) ("Under Rule 9(b), falsity must be pled with specificity, including an
account of the "time, place, and specific content of the false representations as well as the
identities of the parties to the misrepresentations."). The plaintiff must do more than simply
allege the neutral facts necessary to identify the transaction; he must also explain why the
disputed statement was untrue or misleading at the time it was made. <u>Yourish v. California</u>

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Amplifier, 191 F.3d 983, 992–93 (9th Cir. 1999). "[A]llegations of fraud must be specific
 enough to give defendants notice of the particular misconduct which is alleged to constitute
 the fraud charged "so that they can defend against the charge and not just deny that they
 have done anything wrong." <u>Sanford v. MemberWorks, Inc.</u>, 625 F.3d 550, 558 (9th Cir.
 2010) (citation and quotation omitted).

2. Defendants' motion

In the order regarding the motion to dismiss the original complaint, the court
dismissed the UCL/FAL and CLRA causes of action, finding that plaintiff had failed to allege
facts showing reliance on any alleged misrepresentations. The court found that plaintiff did
not allege in the complaint that she had seen any of defendants' advertisements or
websites – let alone that she relied on any of them in deciding to make her purchase. The
court found that plaintiff had alleged only that she based her decision to purchase the Scott
Naturals® wipes on the representation on the package that they were "flushable."

In addition, the court noted, plaintiff alleged no facts showing how she came to
believe that the Scott product was not "flushable." She did not allege that she herself
experienced any problems flushing the product down the toilet, or that the product caused
any blockage or clogging in her pipes. She asserted only that after several uses of the
wipes she "began to seriously doubt that they were truly flushable."

19 In the present motion, defendants again argue that the complaint should be 20 dismissed under Rule 9(b) for failure to allege fraud with particularity, and that the dismissal 21 should be with prejudice because the FAC includes the same deficiencies as the original 22 complaint. Defendants assert that the FAC does not sufficiently plead that the challenged 23 representation – that the wipes were "flushable" – was false. They also contend that 24 because the FAC fails to allege sufficient facts showing that Kimberly-Clark's specific 25 products (as opposed to other products) are not suitable for flushing in municipal sewer 26 systems (like plaintiff's), her economic damages theory fails.

27 Finally, defendants assert that the FAC fails to state a claim based on alleged
28 fraudulent omissions. In order to state a claim of fraudulent omissions under the UCL/FAL,

CLRA, or as a claim of common law fraud, a plaintiff must allege facts either showing that 1 2 the alleged omissions are "contrary to a representation actually made by the defendant, or 3 showing an omission of a fact the defendant was obliged to disclose." Daugherty v. Am. 4 Honda Motor Co., Inc., 144 Cal. App. 4th 824, 835 (2006); see also Lovejoy v. AT&T Corp., 5 92 Cal. App. 4th 85, 96 (2001). 6 In the FAC, plaintiff amended her allegation to include the following basis for the 7 fraudulent omissions claim: 8 If [d]efendants informed consumers that the Flushable Wipes were not suitable for flushing down a toilet, and that doing so created a substantial risk that the consumers would clog or damage their household plumbing, or clog, 9 damage and increase the costs of municipal sewage treatment systems 10 (which they bear as taxpayer and ratepayers), they would not pay the premium, but rather, would opt to purchase the cheaper items not labeled 11 "flushable." 12 FAC ¶ 30. 13 Defendants argue that, assuming that "flushable" is (as plaintiffs argue) reasonably defined as meaning "suitable for flushing down a toilet," the FAC clarifies that the fraudulent 14 15 omissions claim is premised on defendants' alleged omission of "facts" contrary to the 16 "flushable" representation, specifically the "fact" that flushing the wipes "created a 17 substantial risk that consumers would clog or damage their household plumbing, or clog, 18 damage and increase the costs of municipal sewage treatment systems (which they bear 19 as taxpayer and ratepayers)" as alleged in FAC ¶ 30. 20 Defendants contend, therefore, that in order to survive a motion to dismiss under 21 Rule 12(b)(6) and Rule 9, the FAC must allege facts to support the conclusion that 22 Kimberly-Clark's wipes "created a substantial risk that the consumers would clog or damage their household plumbing, or clog, damage and increase the costs of municipal 23 24 sewage treatment systems." Here, defendants argue, plaintiff has alleged no facts to 25 support this conclusion as to the specific products manufactured by Kimberly-Clark, and it 26 would not be reasonable for the court to infer any facts to support this conclusion in light of

judicially noticeable facts to the contrary (citing a statement by a municipal sewer authority 28 in New Jersey, which they have attached to their Request for Judicial Notice ("RJN"), that

United States District Court For the Northern District of California Kimberly-Clark's "flushable" wipes were the only ones that passed the authority's test of
 dispersability).

3 In opposition, plaintiff asserts that the FAC pleads facts sufficient to state a claim for 4 violations of the UCL/FAL and CLRA, and a claim for common law fraud. Plaintiff argues 5 that the FAC specifically pleads that she viewed the package for Scott Naturals® wipes in a 6 San Francisco Safeway in 2013, where she read, and relied upon, the word "flushable" and 7 noticed that the Scott wipes were more expensive than the wipes that were not labeled 8 "flushable;" and that on the basis of that "misrepresentation," she was led to believe that 9 the product was suitable for disposal down a household toilet, when it was not. She 10 asserts that her claims and injuries are premised on her reliance on the single word 11 "flushable" on the Scott Naturals® product packaging (as detailed in FAC ¶ 52) and not on 12 any other representations alleged in the FAC.

13 With regard to defendants' assertion that the FAC fails to allege facts showing that the claim that defendants' wipes were "flushable" was false, plaintiff cites to allegations 14 15 regarding three U.S. cities and "many other consumers" who found defendants' wipes to be 16 unsuitable for flushing because they clogged household plumbing and municipal treatment 17 systems (citing FAC ¶¶ 49-51, 58). She also points to allegations explaining that proper 18 and immediate dispersing is an essential element of a material's suitability for flushing 19 (citing FAC ¶ 34); describing the "special proprietary paper" used by defendants to 20 manufacture their wipes, which paper is designed to sit in a wet environment for months 21 without breaking apart, and which therefore cannot disperse efficiently when flushed down 22 a toilet (citing FAC ¶ 40); referring to videos on defendants' websites showing that the 23 wipes take hours to disperse (citing FAC ¶ 44¹); and asserting that plaintiff herself observed 24 that defendants' wipes did not "disperse properly" in the toilet prior to being flushed (citing 25 FAC ¶ 53).

 ¹ The referenced Kimberly-Clark website distinguishes between wipes that should not
 ²⁸ be flushed and wipes that can be flushed. The videos claim that defendants' flushable wipes
 "break apart with minimum agitation in just under two hours."

1 Plaintiff also cites to defendants' alleged use of a "flawed technology" - a 2 "flushability test" that she claims does not really measure whether the wipes are suitable for 3 flushing (citing FAC ¶¶ 41-47). She contends that the test – which was developed by the 4 Association of Nonwoven Fabrics Industry – does not mimic real-world conditions because 5 the water in the tests is agitated more strongly than is the water at the wastewater 6 treatment plants; because the tests fail to take into account the wipes' propensity for 7 "ragging" or becoming tangled with one another; and because the tests assume that wipes 8 will take significant time to reach wastewater treatment plant, whereas in plaintiff's view the journey may take only "a few minutes." 9

Finally, plaintiff argues that her omission-based claims are properly pled. She
agrees with defendants' position that the new allegations in the FAC clarify that she is
proceeding solely under the theory that the alleged omission was contrary to a
representation made by the defendants – that their wipes are "flushable." She asserts that
as pled in the FAC, there is only one proper definition of the word "flushable" – <u>i.e.</u>,
"suitable for disposal by flushing down a toilet" (citing FAC ¶¶ 31-35).

16 Plaintiff concedes that the representation that the wipes were "flushable" might be true if the word were defined as meaning "capable of being flushed," but she argues that 17 18 the use of this word would still be misleading to a reasonable consumer because that 19 consumer might understand the word to mean "suitable for being flushed." She claims that 20 the wipes are not (in her view) "suitable for being flushed" because of the risk of damage to 21 household plumbing and municipal wastewater treatment systems. She asserts that it was 22 a material omission "to fail to tell her how [d]efendants were defining 'flushable' and that the 23 wipes were not actually suitable for disposal via toilet because of the risk of damage to 24 household plumbing and municipal sewage treatment systems."

The court finds that defendants' motion must be GRANTED. Plaintiff has failed to correct the deficiencies of the original complaint, and the FAC is also deficient in other ways identified by defendants. Assuming for the sake of argument that plaintiff has adequately pled that she relied on the single word "flushable" on the product packaging for the Scott Naturals® wipes that she purchased, the court finds that she has still not alleged
facts showing that the representation "flushable" is false or misleading as to the Scott
Naturals® product or as to any of the other three Kimberly-Clark products at issue. It is not
enough for her to simply claim that it is false – she must allege facts showing <u>why</u> it is false.
<u>See Vess v. Ciba-Geigy Corp. USA</u>, 317 F.3d 1097, 1106 (9th Cir. 2003) ("The plaintiff
must set forth what is false or misleading about a statement, and why it is false.").

Having personally experienced no problems with her plumbing on account of her use
of the Scott Naturals® wipes or any of the products at issue, plaintiff must point to some
other specific facts showing that the designation "flushable" is false. Plaintiff has failed to
do this. She cites to articles on the Internet that discuss problems with clogs and
blockages at wastewater treatment plants in various locations in the United States, but
those problems appear to have had a number of causes – including people flushing "non-flushable" wipes or other "non-flushable" materials down the toilet.

14 Plaintiff asserts that "[m]unicipalities all over the country have experienced 15 numerous problems that have been tied specifically to [d]efendants' [f]lushable [w]ipes." 16 FAC ¶ 48. She bases this allegation on television news reports originating in three local news markets - Bakersfield CA, Jacksonville FL, and San Antonio TX (though not San 17 18 Francisco, the city where plaintiff lives) – in which the reporters opined that "flushable" 19 wipes, including those manufactured by Kimberly-Clark and numerous other companies, 20 have caused clogs and blockages in residential plumbing systems and at local sewage 21 treatment plants. See FAC ¶¶ 49-51.

However, the FAC also cites news articles stating that problems at municipal
wastewater treatment plants are caused by consumers who dispose of non-flushable wipes
(and other objects not intended to be flushed, such as diapers, rags, towels, hair, cigarette
butts, kitty litter, and doggy waste bags) into sewer systems. See FAC ¶ 34. In addition,
the FAC acknowledges that issues involving wipes at wastewater treatment plants are
caused by wipes interacting with non-flushable items (such as debris) in the water
treatment system. See FAC ¶ 18, 46.

1 Plaintiff also bases the allegation of falsity on statements by "consumers" who 2 allegedly posted complaints on a Cottonelle® website (which currently cannot be 3 accessed). The comments as guoted by plaintiff are vague and lacking in detail, and also 4 appear to involve allegations of damage to the consumers' septic systems, not municipal 5 sewer systems. See FAC ¶ 58. These references do not satisfy plaintiff's obligation to 6 plead with specificity how the "flushable" representation was false and caused the damage. 7 The comments do not specify when the consumer used the product and how many times, 8 how the consumer used the product, and the other "who, what, when, where, and how" of 9 the misconduct that must be alleged in the complaint. Without those details, plaintiff's 10 statement that the wipes are not "flushable" is nothing more than an unwarranted 11 conclusion.

12 In short, plaintiff has failed to plead with particularity how Kimberly-Clark's wipes are 13 not flushable. She alleges that she flushed the wipes – thus, the designation "flushable" is 14 literally true – but she does not allege that they caused problems with her plumbing system, 15 or even issues with her sewer system. Such allegations might be relevant to her definition 16 of "flushable" as "suitable for disposal down a toilet," but the references to other people's 17 plumbing issues or to other cities' wastewater treatment systems are not sufficiently 18 detailed to meet the pleading standard. See In re GlenFed Sec. Litig., 42 F.3d 1541, 1548 19 (9th Cir. 1994) (plaintiff required to plead with particularity "why the statement or omission 20 complained of was false or misleading").

21 Plaintiff also criticizes the tests Kimberly-Clark has performed on its "flushable" 22 wipes (documented in videos on its website), claiming that the tests are worthless because 23 they do not mimic what she calls "real-world conditions." Specifically, she claims that the 24 water is agitated more strongly in the tests than at the wastewater treatment plants; that the 25 tests fail to take into account what she asserts is the wipes' propensity for "ragging" or 26 becoming tangled with one another; and that the tests assume that wipes will take 27 significant time to reach the wastewater treatment plant, whereas in plaintiff's view the 28 journey may take only "a few minutes." If anything, plaintiff's discussion of the tests

Kimberly-Clark conducted on its products underscores the fact that it would be impossible
 for any factfinder to determine whether the wipes are "flushable" under plaintiff's definition
 because of the differences and variations among types of wipes, operation of wastewater
 or septic treatment systems in different locations, and pipes and drainage systems.

5 Plaintiff's failure to plead facts showing why the designation "flushable" is false as
applied to the Kimberly-Clark products at issue means that the complaint must be
dismissed under Rule 9(b). <u>Id.</u> at 1107-08. She essentially alleges that using the
designation "flushable" is false because the wipes are not flushable – in other words,
saying that the wipes are "flushable" is false because it is not true. That is simply a circular
argument, not an explanation of why the designation is false.

11 As for the fraudulent omissions claim, plaintiff is required to plead facts showing with 12 particularity that the wipes at issue are not suitable for flushing down a toilet because they 13 create a substantial risk that consumers will clog or damage their plumbing, and that 14 defendants failed to disclose that fact. However, the only allegations plaintiff proffers in 15 support of her conclusory claim that Kimberly-Clark's wipes are not "suitable for flushing" 16 are the general allegations noted above – that news reporters in three cities stated that 17 some wipes (not necessarily flushable wipes and not necessarily Kimberly-Clark wipes) 18 have caused clogs or blockages in their local wastewater systems; and that a few 19 purported consumers posted comments on Kimberly-Clark's website saying the wipes 20 clogged their rural plumbing/septic systems (though they provided no details as to what 21 products they purchased, when or how they used them, or how they claim the clogs were 22 caused by Kimberly-Clark's wipes). This is not sufficient to plead the fraudulent omission 23 claim with specificity under Rule 9, and is not even sufficient to meet the pleading 24 requirements of Rule 8.

Finally, where – as here – a consumer fails to allege facts showing that he/she
experienced any harm resulting from product use, the consumer has failed to allege
damage under the UCL/FAL/CLRA or common law fraud. See Herrington v. Johnson &
Johnson Consumer Companies, Inc., 2010 WL 3448531 at *8-12 (N.D. Cal. Sept. 1, 2010)

(because the plaintiffs did not allege facts showing that the level of particular chemicals in the defendants' products caused them or their children harm, "under the objective test for materiality, the alleged non-disclosures are not actionable").

CONCLUSION

In accordance with the foregoing, defendants' motion to dismiss is GRANTED. The FAC fails to state a claim for relief that is plausible on its face. Because plaintiff was previously been given leave to amend to correct the deficiencies in the complaint, and failed to do so, the court finds that further leave to amend would be futile. Based on this order, the court finds further that the motion to strike certain allegations in the FAC is moot.

IT IS SO ORDERED.

Dated: December 19, 2014

PHYLLIS J. HAMILTON United States District Judge

United States District Court For the Northern District of California