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6 IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON
7 IN AND FOR THE COUNTY OF PIERCE

8 SALLY MCAULEY, AMBER COOPER,
9 ALEX NEIGEL, APRIL PEREZ, LOGAN
10 KNAPP, JAMES MIKITA, ROBBY LUTHY,
11 PETER CLEMENT, MERCEDES FREUND,
12 DALE JARRELL, BEN MCAULEY,
13 KARLEE PANGIS, RAY SHEPHERD,
14 JESSICA HOGAN, AMAL CENTERS,
15 JESSICA BODAS, and DENNIS
16 LIBERATORE, individually and on behalf of
17 all others similarly situated,

18 Plaintiffs,

19 v.

20 PIERCE COLLEGE DISTRICT,

21 Defendant.

Case No. 23-2-11064-7

**FIRST AMENDED CONSOLIDATED
CLASS ACTION COMPLAINT**

Consolidated with:
Case No. 23-2-11372-7

22 Plaintiffs Sally McAuley, Amber Cooper, Alex Neigel, April Perez, Logan Knapp, James
23 Mikita, Robby Luthy, Peter Clement, Mercedes Freund, Dale Jarrell, Ben McAuley, Karlee
24 Pangis, Ray Shepherd, Jessica Hogan, Amal Centers, Jessica Bodas, and Dennis Liberatore
25 (collectively, "Plaintiffs"), individually and on behalf of all others similarly situated, by and
26 through their counsel, bring this Class Action Complaint against Defendant Pierce College
District ("Pierce" or "Defendant") and allege, upon personal knowledge as to their own actions
and their counsel's investigation, and upon information and belief as to all other matters, as
follows:

1 **I. INTRODUCTION**

2 1. Plaintiffs and Class Members were required to provide Defendant their
3 confidential and sensitive Personal information to attend college in Washington in the Pierce
4 College District. Defendant failed to maintain adequate security protocols in storing and/or
5 transferring this information, and as a result, dangerous cybercriminals that go by the name of
6 “Rhysida gang” stole it.

7 **II. JURISDICTION AND VENUE**

8 2. This Court has jurisdiction over this cause of action under RCW 2.08.010 and
9 RCW 4.92.090.

10 3. This Court has personal jurisdiction over Defendant because it is a Washington
11 State agency headquartered in Puyallup, Pierce Couty, Washington.

12 4. Venue is proper in this Court pursuant to RCW 4.12.020(3) and RCW 4.92.010(1)
13 because a substantial part of the events or omissions giving rise to these claims occurred in Pierce
14 County, Washington and at least one Plaintiff resides in Pierce County, Washington.

15 **III. PARTIES**

16 5. Plaintiff Sally McAuley is an individual and resident of Puyallup, Pierce County,
17 Washington. Plaintiff McAuley was a student at the Pierce College District in or around 2022 and
18 2023.

19 6. Plaintiff Amber Cooper is an individual and resident of Washington. Plaintiff
20 Cooper is a former student of Pierce College District.

21 7. Plaintiff Alex Neigel is an individual and resident of Washington. Plaintiff Neigel
22 is a former student of Pierce College District.

23 8. Plaintiff April Perez is an individual and resident of Washington. Plaintiff Perez is
24 a former student of Pierce College District.

25 9. Plaintiff Logan Knapp is an individual and resident of Washington. Plaintiff
26 Knapp is a former student and current employee of Pierce College.

1 10. Plaintiff James Mikita is an individual and resident of Washington. Plaintiff Mikita
2 is a former student and employee of Pierce College.

3 11. Plaintiff Robby Luthy is an individual and resident of Washington. Plaintiff Luthy
4 is a former employee of Pierce College.

5 12. Plaintiff Peter Clement is an individual and resident of Washington. Plaintiff
6 Clement is a former employee of Pierce College.

7 13. Plaintiff Mercedes Freund is an individual and resident of Washington. Plaintiff
8 Freund is a current student of Pierce College.

9 14. Plaintiff Dale Jarrell is an individual and resident of Washington. Plaintiff Jarrell
10 is a former student of Pierce College.

11 15. Plaintiff Ben McAuley is an individual and resident of Washington. Plaintiff Ben
12 McAuley is a former employee of Pierce College.

13 16. Plaintiff Karlee Pangis is an individual and resident of Washington. Plaintiff
14 Pangis is a former employee of Pierce College.

15 17. Plaintiff Ray Shepherd is an individual and resident of Washington. Plaintiff
16 Shepherd is a former student of Pierce College.

17 18. Plaintiff Jessica Hogan is an individual and resident of Washington. Plaintiff
18 Hogan is a current student of Pierce College.

19 19. Plaintiff Amal Centers is an individual and resident of Washington. Plaintiff
20 Centers is a current student of Pierce College.

21 20. Plaintiff Jessica Bodas is an individual and resident of Washington. Plaintiff Bodas
22 is a former employee of Pierce College.

23 21. Plaintiff Dennis Liberatore is an individual and resident of Washington. Plaintiff
24 Liberatore is a former student of Pierce College.

25 22. Defendant Pierce College District is an agency of the State of Washington with its
26 main office located at 1601 39th Ave. SE, Puyallup, Washington 98374-2210.

1 IV. FACTUAL BACKGROUND

2 *Pierce College District’s Business*

3 23. Defendant Pierce College District is a community college district that was founded
4 in 1967.¹ Defendant Pierce College District is a “degree-granting institution” that was accredited
5 “by the Northwest Commission on Colleges and Universities, an accrediting body recognized by
6 the Council for Higher Education Accreditation and the U.S. Department of Education.”²

7
8 24. As part of its business practices, Defendant Pierce College District requires
9 students to provide sensitive Personal Information.

10 25. Defendant made promises and representations to Plaintiffs and Class Members that
11 the Personal Information collected as part of Defendant’s business operations would be kept safe,
12 confidential, and that the privacy of that information would be maintained.

13 26. Specifically, Defendant’s *Web Privacy Notice* provides that:

14 The Pierce College District, as developer and manager of Pierce College District
15 Web site, has taken several steps to safeguard the integrity of its data and prevent
16 unauthorized access to information maintained by Pierce College District. These
17 measures are designed and intended to prevent corruption of data, block unknown
18 or unauthorized access to our systems and information, and to provide reasonable
19 protection of private information in our possession.³

20 27. Plaintiffs and Class Members, individuals whose Personal Information was in the
21 possession of the Defendant, including current and former students, relied on the sophistication
22 of Defendant to keep their sensitive and confidential Personal Information securely maintained,
23 to use this information for business purposes only, and to make only authorized disclosures of
24

25
26 ¹ See <https://www.pierce.ctc.edu/college-history> (last visited November 7, 2023).

² See <https://www.pierce.ctc.edu/accreditation> (last visited November 7, 2023).

³ See <https://www.pierce.ctc.edu/web-privacy-notice> (last visited November 7, 2023).

1 this information. Plaintiffs and Class Members demand security to safeguard their sensitive
2 Personal Information.

3 28. On information and belief, in the ordinary course of business as a condition of
4 service, Defendant required individuals to provide copious amounts of sensitive personal and
5 private information as a condition of receiving services including but not limited to the Personal
6 Information compromised in the Data Breach.

7
8 29. By obtaining, collecting, using, and deriving a benefit from Plaintiffs' and Class
9 Members' sensitive Personal Information, Defendant assumed legal and equitable duties, and
10 knew, or should have known, that it was responsible for protecting Plaintiffs' and Class Members'
11 sensitive Personal Information from unauthorized disclosure.

12 30. Defendant had obligations created by contract, industry standards, common law,
13 and representations made to Plaintiffs and Class Members, to keep their sensitive Personal
14 Information confidential and to protect it from unauthorized access and disclosure.

15
16 31. Plaintiffs and the Class Members have taken reasonable steps to maintain the
17 confidentiality of their sensitive Personal Information.

18 32. Plaintiffs and the Class Members relied on Defendant to keep their sensitive
19 Personal Information confidential and securely maintained, to use this information for business
20 purposes only, and to make only authorized disclosures of this information.

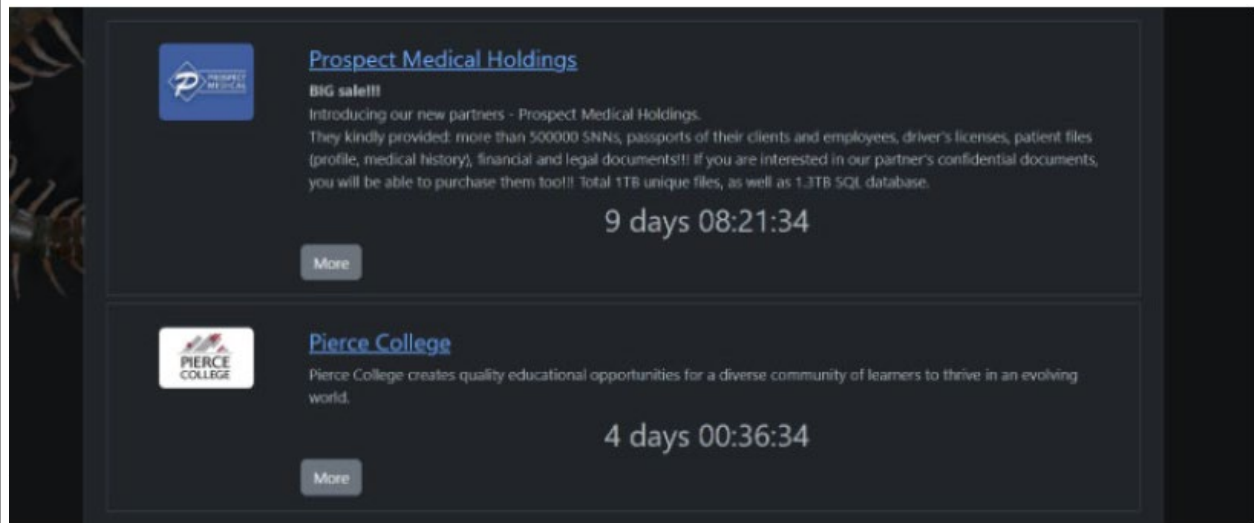
21 33. Plaintiffs and Class Members provided their sensitive Personal Information to
22 Defendant with the reasonable expectation and mutual understanding that Defendant would
23 comply with their obligations to keep such information confidential and secure from unauthorized
24 access.
25

26 ***The Data Breach***

1 34. On or about July 24, 2023, Defendant “identified suspicious activity within its
2 network.”⁴ After detecting the suspicious activity, Defendant conducted an investigation and
3 found “evidence of unauthorized access to Pierce’s network between July 23, 2023 and July 24,
4 2023, during which time certain files contained on Pierce’s servers were acquired by unauthorized
5 actors.”⁵

6 35. This subsequent investigation also revealed that the sensitive Personal Information
7 for approximately 155,811 Washington residents was stolen, including their “Name; Social
8 Security Number; Driver's License or Washington ID Card Number; Financial & Banking
9 Information; Full Date of Birth.”⁶

10 36. To make matters even worse, the sensitive Personal Information stolen in the Data
11 Breach was stolen by a notorious cybercriminal group called the “Rhysida gang” and was
12 subsequently posted for sale on their Dark Web auction page. The file containing Plaintiffs’ and
13 Class Members’s sensitive Personal Information contains 1 terabyte of unique files as well as a
14 1.3 terabyte SQL database.⁷



1 *Figure 1. The image above is a screenshot taken from Stefanie Schappert's Cybernews article*⁸
2 *reporting on the Data Breach (screenshot from 11/8/2023).*

3 37. Plaintiffs' and Class Members' sensitive Personal Information has been stolen,
4 sold, and on information and belief, reviewed by cybercriminals.

5 ***The Effects of the Data Breach on Plaintiffs***

6 *1. Sally McAuley*

7 38. Defendant sent Plaintiff Sally McAuley a notice stating that her Personal
8 Information was exposed in the Data Breach on or around October 16, 2023.

9 39. Following the Data Breach, Plaintiff McAuley experienced a substantial uptick in
10 the number and frequency of spam calls and emails attempting to obtain further Personal
11 Information from her by posing as a mortgage company.

12 40. Moreover, Plaintiff McAuley and her husband have suffered fraud as a result of
13 the Data Breach. Specifically, in or around September of 2023, and as a result of the Data Breach,
14 Plaintiff McAuley and her husband both suffered fraud when an unauthorized individual
15 attempted to use their credit and debit cards to submit a Venmo request in their name. This
16 resulted in Plaintiff McAuley and her husband's debit and credit cards being cancelled by her
17 bank.

18 41. Plaintiff McAuley made reasonable efforts to mitigate the impact of the Data
19 Breach, including, but not limited to: researching the Data Breach; reviewing credit reports, credit
20 monitoring, and financial account statements for any indications of actual or attempted identity
21 theft or fraud; researching credit monitoring and identity theft protection services offered by
22 Defendant; freezing her credit; dealing with unwanted spam emails and telephone calls, and
23 spending time dealing with the unauthorized Venmo transaction and card cancellations.

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⁸ *Id.*

1 42. Plaintiff McAuley has spent at least 7 hours dealing with the Data Breach, valuable
2 time she otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 43. As a result of the Data Breach, Plaintiff McAuley has suffered emotional distress
5 due to the release of her Personal Information, which she believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using her Personal Information for purposes of identity theft and fraud. Plaintiff McAuley
8 is very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 44. Plaintiff McAuley suffered actual injury from having her Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of her Personal Information, a form of property that Defendant obtained
13 from Plaintiff McAuley; (b) violation of her privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 45. As a result of the Data Breach, Plaintiff McAuley anticipates spending
16 considerable time and money on an ongoing basis to try to mitigate and address harms caused by
17 the Data Breach. As a result of the Data Breach, Plaintiff McAuley is at a present risk and will
18 continue to be at increased risk of identity theft and fraud for years to come.

19 2. *Amber Cooper*

20 46. Defendant sent Plaintiff Amber Cooper a notice stating that her Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 47. As a result of the Data Breach, Plaintiff Cooper made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options she will now need to use.

1 48. Plaintiff Cooper has spent several hours dealing with the Data Breach—valuable
2 time she otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 49. As a result of the Data Breach, Plaintiff Cooper has suffered emotional distress
5 due to the release of her Personal Information, which she believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using her Personal Information for purposes of identity theft and fraud. Plaintiff Cooper is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 50. Plaintiff Cooper suffered actual injury from having her Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of her Personal Information, a form of property that Defendant obtained
13 from Plaintiff Cooper; (b) violation of her privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 51. As a result of the Data Breach, Plaintiff Cooper anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Cooper is at a present risk and will continue to
18 be at increased risk of identity theft and fraud for years to come.

19 3. *Alex Neigel*

20 52. Defendant sent Plaintiff Alex Neigel a notice stating that his Personal Information
21 was exposed in the Data Breach on or around October 16, 2023.

22 53. As a result of the Data Breach, Plaintiff Neigel made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 54. Plaintiff Neigel has spent several hours dealing with the Data Breach—valuable
2 time he otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 55. As a result of the Data Breach, Plaintiff Neigel has suffered emotional distress due
5 to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Neigel is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 56. Plaintiff Neigel suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Neigel; (b) violation of his privacy rights; and (c) present, imminent, and impending
14 injury arising from the increased risk of identity theft and fraud.

15 57. As a result of the Data Breach, Plaintiff Neigel anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Neigel is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come.

19 4. *April Perez*

20 58. Defendant sent Plaintiff April Perez a notice stating that her Personal Information
21 was exposed in the Data Breach on or around October 16, 2023.

22 59. As a result of the Data Breach, Plaintiff Perez made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options she will now need to use.

1 60. Plaintiff Perez has spent several hours dealing with the Data Breach—valuable
2 time she otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 61. As a result of the Data Breach, Plaintiff Perez has suffered emotional distress due
5 to the release of her Personal Information, which she believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using her Personal Information for purposes of identity theft and fraud. Plaintiff Perez is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 62. Plaintiff Perez suffered actual injury from having her Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of her Personal Information, a form of property that Defendant obtained
13 from Plaintiff Perez; (b) violation of her privacy rights; and (c) present, imminent, and impending
14 injury arising from the increased risk of identity theft and fraud.

15 63. As a result of the Data Breach, Plaintiff Perez anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Perez is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come

19 5. *Logan Knapp*

20 64. Defendant sent Plaintiff Logan Knapp a notice stating that his Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 65. As a result of the Data Breach, Plaintiff Knapp made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 66. Plaintiff Knapp has spent several hours dealing with the Data Breach—valuable
2 time he otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 67. As a result of the Data Breach, Plaintiff Knapp has suffered emotional distress due
5 to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Knapp is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 68. Plaintiff Knapp suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Knapp; (b) violation of his privacy rights; and (c) present, imminent, and impending
14 injury arising from the increased risk of identity theft and fraud.

15 69. As a result of the Data Breach, Plaintiff Knapp anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Knapp is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come.

19 6. *James Mikita*

20 70. Defendant sent Plaintiff James Mikita a notice stating that his Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 71. As a result of the Data Breach, Plaintiff Mikita made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 72. Plaintiff Mikita has spent several hours dealing with the Data Breach—valuable
2 time he otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 73. As a result of the Data Breach, Plaintiff Mikita has suffered emotional distress due
5 to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Mikita is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 74. Plaintiff Mikita suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Mikita; (b) violation of his privacy rights; and (c) present, imminent, and impending
14 injury arising from the increased risk of identity theft and fraud.

15 75. As a result of the Data Breach, Plaintiff Mikita anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Mikita is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come.

19 7. *Robby Luthy*

20 76. Defendant sent Plaintiff Robby Luthy a notice stating that his Personal Information
21 was exposed in the Data Breach on or around October 16, 2023.

22 77. As a result of the Data Breach, Plaintiff Luthy made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 78. Plaintiff Luthy has spent several hours dealing with the Data Breach—valuable
2 time he otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 79. As a result of the Data Breach, Plaintiff Luthy has suffered emotional distress due
5 to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Luthy is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 80. Plaintiff Luthy suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Luthy; (b) violation of his privacy rights; and (c) present, imminent, and impending
14 injury arising from the increased risk of identity theft and fraud.

15 81. As a result of the Data Breach, Plaintiff Luthy anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Luthy is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come.

19 8. *Peter Clement*

20 82. Defendant sent Plaintiff Peter Clement a notice stating that his Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 83. As a result of the Data Breach, Plaintiff Clement made reasonable efforts to
23 mitigate the impact of the Data Breach, including but not limited to researching the Data Breach,
24 reviewing financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 84. Plaintiff Clement has spent several hours dealing with the Data Breach—valuable
2 time he otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 85. As a result of the Data Breach, Plaintiff Clement has suffered emotional distress
5 due to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Clement
8 is very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 86. Plaintiff Clement suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Clement; (b) violation of his privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 87. As a result of the Data Breach, Plaintiff Clement anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Clement is at a present risk and will continue to
18 be at increased risk of identity theft and fraud for years to come.

19 *9. Mercedes Freund*

20 88. Defendant sent Plaintiff Mercedes Freund a notice stating that her Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 89. As a result of the Data Breach, Plaintiff Freund made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options she will now need to use.

1 90. Plaintiff Freund has spent several hours dealing with the Data Breach—valuable
2 time she otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 91. As a result of the Data Breach, Plaintiff Freund has suffered emotional distress due
5 to the release of her Personal Information, which she believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Freund is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 92. Plaintiff Freund suffered actual injury from having her Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of her Personal Information, a form of property that Defendant obtained
13 from Plaintiff Freund; (b) violation of her privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 93. As a result of the Data Breach, Plaintiff Freund anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Freund is at a present risk and will continue to
18 be at increased risk of identity theft and fraud for years to come.

19 *10. Dale Jarrell*

20 94. Defendant sent Plaintiff Dale Jarrell a notice stating that his Personal Information
21 was exposed in the Data Breach on or around October 16, 2023.

22 95. As a result of the Data Breach, Plaintiff Jarrell made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 96. Plaintiff Jarrell has spent several hours dealing with the Data Breach—valuable
2 time he otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 97. As a result of the Data Breach, Plaintiff Jarrell has suffered emotional distress due
5 to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Jarrell is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 98. Plaintiff Jarrell suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Jarrell; (b) violation of his privacy rights; and (c) present, imminent, and impending
14 injury arising from the increased risk of identity theft and fraud.

15 99. As a result of the Data Breach, Plaintiff Jarrell anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Jarrell is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come.

19 *11. Ben McAuley*

20 100. Defendant sent Plaintiff Ben McAuley a notice stating that his Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 101. As a result of the Data Breach, Plaintiff Ben McAuley made reasonable efforts to
23 mitigate the impact of the Data Breach, including but not limited to researching the Data Breach,
24 reviewing financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 102. Plaintiff Ben McAuley has spent several hours dealing with the Data Breach—
2 valuable time he otherwise would have spent on other activities, including but not limited to work
3 and/or recreation.

4 103. As a result of the Data Breach, Plaintiff Ben McAuley has suffered emotional
5 distress due to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Ben
8 McAuley is very concerned about identity theft and fraud, as well as the consequences of such
9 identity theft and fraud resulting from the Data Breach.

10 104. Plaintiff Ben McAuley suffered actual injury from having his Personal
11 Information compromised as a result of the Data Breach including, but not limited to: (a) damage
12 to and diminution in the value of his Personal Information, a form of property that Defendant
13 obtained from Plaintiff Ben McAuley; (b) violation of his privacy rights; and (c) present,
14 imminent, and impending injury arising from the increased risk of identity theft and fraud.

15 105. As a result of the Data Breach, Plaintiff Ben McAuley anticipates spending
16 considerable time and money on an ongoing basis to try to mitigate and address harms caused by
17 the Data Breach. As a result of the Data Breach, Plaintiff Ben McAuley is at a present risk and
18 will continue to be at increased risk of identity theft and fraud for years to come.

19 *12. Karlee Pangis*

20 106. Defendant sent Plaintiff Karlee Pangis a notice stating that her Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 107. As a result of the Data Breach, Plaintiff Pangis made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options she will now need to use.

1 108. Plaintiff Pangis has spent several hours dealing with the Data Breach—valuable
2 time she otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 109. As a result of the Data Breach, Plaintiff Pangis has suffered emotional distress due
5 to the release of her Personal Information, which she believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Pangis is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 110. Plaintiff Pangis suffered actual injury from having her Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of her Personal Information, a form of property that Defendant obtained
13 from Plaintiff Pangis; (b) violation of her privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 111. As a result of the Data Breach, Plaintiff Pangis anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Pangis is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come.

19 *13. Ray Shepherd*

20 112. Defendant sent Plaintiff Ray Shepherd a notice stating that his Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 113. As a result of the Data Breach, Plaintiff Shepherd made reasonable efforts to
23 mitigate the impact of the Data Breach, including but not limited to researching the Data Breach,
24 reviewing financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 114. Plaintiff Shepherd has spent several hours dealing with the Data Breach—valuable
2 time he otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 115. As a result of the Data Breach, Plaintiff Shepherd has suffered emotional distress
5 due to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Shepherd
8 is very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 116. Plaintiff Shepherd suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Shepherd; (b) violation of his privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 117. As a result of the Data Breach, Plaintiff Shepherd anticipates spending
16 considerable time and money on an ongoing basis to try to mitigate and address harms caused by
17 the Data Breach. As a result of the Data Breach, Plaintiff Shepherd is at a present risk and will
18 continue to be at increased risk of identity theft and fraud for years to come.

19 *14. Jessica Hogan*

20 118. Defendant sent Plaintiff Jessica Hogan a notice stating that her Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 119. As a result of the Data Breach, Plaintiff Hogan made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options she will now need to use.

1 120. Plaintiff Hogan has spent several hours dealing with the Data Breach—valuable
2 time she otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 121. As a result of the Data Breach, Plaintiff Hogan has suffered emotional distress due
5 to the release of her Personal Information, which she believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Hogan is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 122. Plaintiff Hogan suffered actual injury from having her Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of her Personal Information, a form of property that Defendant obtained
13 from Plaintiff Hogan; (b) violation of her privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 123. As a result of the Data Breach, Plaintiff Hogan anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Hogan is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come.

19 *15. Amal Centers*

20 124. Defendant sent Plaintiff Amal Centers a notice stating that his Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 125. As a result of the Data Breach, Plaintiff Centers made reasonable efforts to
23 mitigate the impact of the Data Breach, including but not limited to researching the Data Breach,
24 reviewing financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 126. Plaintiff Centers has spent several hours dealing with the Data Breach—valuable
2 time he otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 127. As a result of the Data Breach, Plaintiff Centers has suffered emotional distress
5 due to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Centers is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 128. Plaintiff Centers suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Centers; (b) violation of his privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 129. As a result of the Data Breach, Plaintiff Centers anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Centers is at a present risk and will continue to
18 be at increased risk of identity theft and fraud for years to come.

19 *16. Jessica Bodas*

20 130. Defendant sent Plaintiff Jessica Bodas a notice stating that her Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 131. As a result of the Data Breach, Plaintiff Bodas made reasonable efforts to mitigate
23 the impact of the Data Breach, including but not limited to researching the Data Breach, reviewing
24 financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options she will now need to use.

1 132. Plaintiff Bodas has spent several hours dealing with the Data Breach—valuable
2 time she otherwise would have spent on other activities, including but not limited to work and/or
3 recreation.

4 133. As a result of the Data Breach, Plaintiff Bodas has suffered emotional distress due
5 to the release of her Personal Information, which she believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Bodas is
8 very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 134. Plaintiff Hog Bodas an suffered actual injury from having her Personal
11 Information compromised as a result of the Data Breach including, but not limited to: (a) damage
12 to and diminution in the value of her Personal Information, a form of property that Defendant
13 obtained from Plaintiff Bodas; (b) violation of her privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 135. As a result of the Data Breach, Plaintiff Bodas anticipates spending considerable
16 time and money on an ongoing basis to try to mitigate and address harms caused by the Data
17 Breach. As a result of the Data Breach, Plaintiff Bodas is at a present risk and will continue to be
18 at increased risk of identity theft and fraud for years to come.

19 *17. Dennis Liberatore*

20 136. Defendant sent Plaintiff Dennis Liberatore a notice stating that his Personal
21 Information was exposed in the Data Breach on or around October 16, 2023.

22 137. As a result of the Data Breach, Plaintiff Liberatore made reasonable efforts to
23 mitigate the impact of the Data Breach, including but not limited to researching the Data Breach,
24 reviewing financial accounts for any indications of actual or attempted identity theft or fraud, and
25 researching the credit monitoring offered by Defendant, as well as long-term credit monitoring
26 options he will now need to use.

1 138. Plaintiff Liberatore has spent several hours dealing with the Data Breach—
2 valuable time he otherwise would have spent on other activities, including but not limited to work
3 and/or recreation.

4 139. As a result of the Data Breach, Plaintiff Liberatore has suffered emotional distress
5 due to the release of his Personal Information, which he believed would be protected from
6 unauthorized access and disclosure, including anxiety about unauthorized parties viewing, selling,
7 and/or using his Personal Information for purposes of identity theft and fraud. Plaintiff Liberatore
8 is very concerned about identity theft and fraud, as well as the consequences of such identity theft
9 and fraud resulting from the Data Breach.

10 140. Plaintiff Liberatore suffered actual injury from having his Personal Information
11 compromised as a result of the Data Breach including, but not limited to: (a) damage to and
12 diminution in the value of his Personal Information, a form of property that Defendant obtained
13 from Plaintiff Liberatore; (b) violation of his privacy rights; and (c) present, imminent, and
14 impending injury arising from the increased risk of identity theft and fraud.

15 141. As a result of the Data Breach, Plaintiff Liberatore anticipates spending
16 considerable time and money on an ongoing basis to try to mitigate and address harms caused by
17 the Data Breach. As a result of the Data Breach, Plaintiff Liberatore is at a present risk and will
18 continue to be at increased risk of identity theft and fraud for years to come.

19 ***The Effects of the Data Breach on the Class***

20 142. Plaintiffs' experiences in connection with the breach are typical of those of the
21 Class Members.

22 143. Given the sensitive nature of the Personal Information stolen in the Data Breach,
23 hackers have the ability to commit identify theft, financial fraud, and other identity-related fraud
24 against Plaintiffs and Class Members now and into the indefinite future.

25 144. As a result of the Data Breach, Plaintiffs and Class Members will have to take a
26 variety of steps to monitor for and safeguard against identity theft, and they are at a much greater

1 risk of suffering such identity theft. In addition, these victims of the Data Breach are at a
2 heightened risk of potentially devastating financial identity theft. As the Bureau of Justice
3 Statistics reports, identity theft causes its victims out-of-pocket monetary losses and costs the
4 nation’s economy billions of dollars every year.⁹

5 145. In fact, many victims of the Data Breach have already experienced harms as a
6 result of the Data Breach, including, but not limited to, identity theft, financial fraud, tax fraud,
7 unauthorized lines of credit opened in their names, medical and healthcare fraud, and
8 unauthorized access to their bank accounts. Plaintiffs and Class Members have spent and will
9 spend time, money, and effort dealing with the fallout of the Data Breach, including purchasing
10 credit protection services, contacting their financial institutions, checking credit reports, and
11 spending time and effort searching for unauthorized activity.

12 146. The Personal Information exposed in the Data Breach is highly coveted and
13 valuable on underground or black markets. A cyber “black market” exists in which criminals
14 openly post and sell stolen consumer information on underground internet websites known as the
15 “dark web,” exposing consumers to identity theft and fraud for years to come. Indeed, Plaintiffs’
16 and Class Members’ Private Information has already been offered for sale on a known Dark Web
17 hacker forum and, on information and belief, purchased and viewed by cybercriminals.¹⁰ Identity
18 thieves can use the Personal Information to: (a) create fake credit cards that can be swiped and
19 used to make purchases as if they were the real credit cards; (b) reproduce stolen debit cards and
20 use them to withdraw cash from ATMs; (c) commit immigration fraud; (d) obtain a fraudulent
21 driver’s license or ID card in the victim’s name; (e) obtain fraudulent government benefits; (f)
22 file a fraudulent tax return using the victim’s information; (g) commit medical and healthcare-
23 related fraud; (h) access financial accounts and records; and (i) commit any number of other
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25
26 ⁹ See U.S. Dept. of Justice, Bureau of Justice Statistics, *Victims of Identity Theft, 2012* (Dec. 2013), <http://www.bjs.gov/content/pub/pdf/vit12.pdf> (last visited November 7, 2023).

¹⁰ See e.g. **Figure 1**.

1 frauds, such as obtaining a job, procuring housing, or giving false information to police during an
2 arrest.

3 147. Consumers are injured every time their data is stolen and placed on the Dark Web,
4 even if they have been victims of previous data breaches. Not only is the likelihood of identity
5 theft increased, but the dark web is not like Google or eBay. It is comprised of multiple discrete
6 repositories of stolen information.¹¹ Each data breach puts victims at risk of having their
7 information uploaded to different dark web databases and viewed and used by different criminal
8 actors.

9 148. Exposure of this information to the wrong people can have serious consequences.
10 Identity theft can have ripple effects, which can adversely affect the future financial trajectories
11 of victims' lives. For example, the Identity Theft Resource Center reports that respondents to their
12 surveys in 2018-2020 described that the identity theft they experienced affected their ability to
13 get credit cards and obtain loans, such as student loans and mortgages.¹² For some victims, this
14 could mean the difference between going to college or not, becoming a homeowner or not, or
15 having to take out a high interest payday loan versus a lower-interest loan.

16 149. Annual monetary losses from identity theft are in the billions of dollars. According
17 to a Presidential Report on identity theft produced in 2007:

18 In addition to the losses that result when identity thieves
19 fraudulently open accounts . . . individual victims often suffer
20 indirect financial costs, including the costs incurred in both civil
21 litigation initiated by creditors and in overcoming the many
22 obstacles they face in obtaining or retaining credit. Victims of non-
23 financial identity theft, for example, health-related or criminal
24 record fraud, face other types of harm and frustration.

25 In addition to out-of-pocket expenses that can reach thousands of
26 dollars for the victims of new account identity theft, and the
emotional toll identity theft can take, some victims have to spend

¹¹ *Id.*

¹² Identity Theft Resource Center, *2021 Consumer Aftermath Report*,
<https://www.idtheftcenter.org/publication/identity-theft-the-aftermath-study/> (last visited
November 7, 2023).

1 what can be a considerable amount of time to repair the damage
2 caused by the identity thieves. Victims of new account identity theft,
3 for example, must correct fraudulent information in their credit
4 reports and monitor their reports for future inaccuracies, close
existing bank accounts and open new ones, and dispute charges with
individual creditors.¹³

5 150. The unauthorized disclosure of Social Security numbers can be particularly
6 damaging because Social Security numbers cannot easily be replaced. To obtain a new number,
7 a person must prove, among other things, that he or she continues to be disadvantaged by the
8 misuse. Thus, under current rules, no new number can be obtained until damage has been done.
9 Furthermore, as the Social Security Administration warns:

10 [A] new number probably won't solve all your problems. This is
11 because other governmental agencies (such as the Internal
12 Revenue Service and state motor vehicle agencies) and private
13 businesses (such as banks and credit reporting companies) will
14 have records under your old number. Along with other personal
15 information, credit reporting companies use the number to identify
16 to identify your credit record. So using a new number won't
17 guarantee you a fresh start. This is especially true if your other
18 personal information, such as your name and address, remains the
19 same.

20 If you receive a new Social Security number, you shouldn't use
21 the old number anymore.

22 For some victims of identity theft, a new number actually creates
23 new problems. If the old credit information isn't associated with
24 your new number, the absence of any credit history under your new
25 number may make it more difficult for you to get credit.¹⁴

26 ¹³ FTC, *Combating Identity Theft A Strategic Plan* (April 2007),
<https://www.ftc.gov/sites/default/files/documents/reports/combating-identity-theft-strategic-plan/strategicplan.pdf> (last visited November 7, 2023).

¹⁴ *Identity Theft and Your Social Security Number* (July 2021), Social Security Administration,
<https://www.ssa.gov/pubs/EN-05-10064.pdf> (last visited November 7, 2023).

1 56. According to the Attorney General of the United States, Social Security numbers
2 “can be an identity thief’s most valuable piece of consumer information.”¹⁵ Indeed, as explained
3 recently:

4 The ubiquity of the SSN as an identifier makes it a primary target
5 for both hackers and identity thieves. . . . When data breaches expose
6 SSNs, thieves can use these numbers—usually combined with other
7 pieces of data—to impersonate individuals and apply for loans,
housing, utilities, or government benefits. Additionally, this
information may be sold on the black market to other hackers.¹⁶

8 57. As the result of the Data Breach, Plaintiffs and Class Members are likely to suffer
9 economic loss and other actual harm for which they are entitled to damages, including, but not
10 limited to, the following:

- 11 a. losing the inherent value of their Personal Information;
- 12 b. costs associated with the detection and prevention of identity theft
13 and unauthorized use of their financial accounts;
- 14 c. costs associated with purchasing credit monitoring, credit freezes,
15 and identity theft protection services;
- 16 d. lowered credit scores resulting from credit inquiries following
17 fraudulent activities;
- 18 e. costs associated with time spent and the loss of productivity or the
19 enjoyment of one’s life from taking time to address and attempt to
20 mitigate and address the actual and future consequences of the Data
21 Breach, including discovering fraudulent charges, cancelling and
22 reissuing cards, purchasing credit monitoring and identity theft
23 protection services, imposing withdrawal and purchase limits on
24 compromised accounts, and the stress, nuisance, and annoyance of
dealing with the repercussions of the Data Breach; and
- 25 f. the continued imminent and certainly impending injury flowing
26 from potential fraud and identity theft posed by their Personal
Information being in the possession of one or many unauthorized
third parties.

¹⁵ *Fact Sheet: The Work of the President’s Identity Theft Task Force*, DOJ 06-636, 2006 WL 2679771 (Sep. 19, 2006).

¹⁶ Daniel J. Marcus, *The Data Breach Dilemma: Proactive Solutions for Protecting Consumers’ Personal Information*, 68 Duke L.J. 555, 564-65 (2018).

1 58. Even in instances where a consumer is reimbursed for a financial loss due to
2 identity theft or fraud, that does not make that individual whole again, as there is typically
3 significant time and effort associated with seeking reimbursement that is not refunded. The
4 Department of Justice’s Bureau of Justice Statistics found that identity theft victims “reported
5 spending an average of about 7 hours clearing up the issues” relating to identity theft or fraud.¹⁷

6 59. There may also be a significant time lag between when personal information is
7 stolen and when it is actually misused. According to the GAO, which conducted a study regarding
8 data breaches:

9 [L]aw enforcement officials told us that in some cases, stolen data
10 may be held for up to a year or more before being used to commit
11 identity theft. Further, once stolen data have been sold or posted on
12 the Web, fraudulent use of that information may continue for years.
As a result, studies that attempt to measure the harm resulting from
data breaches cannot necessarily rule out all future harm.¹⁸

13 V. CLASS ACTION ALLEGATIONS

14 60. Class Definition. Under Civil Rule 23(a) and (b)(3), Plaintiffs bring this case as a
15 class action against Defendant on behalf of the Class preliminarily defined as follows:

16 All individuals residing in Washington whose personal information
17 was compromised in the Data Breach disclosed by the Pierce
College District in September 2023.

18 61. Excluded from the Class are the following: Defendant and Defendant’s parents,
19 subsidiaries, affiliates, officers, and directors, and any judge to whom this case is assigned, as
20 well as his or her staff and immediate family.

21 62. Plaintiffs reserve the right to amend the Class definition.

22
23
24 ¹⁷ E. Harrell, U.S. Department of Justice, *Victims of Identity Theft, 2014* (revised Nov. 13, 2017),
25 <http://www.bjs.gov/content/pub/pdf/vit14.pdf> (last visited November 7, 2023).

26 ¹⁸ U.S Government Accountability Office Report to Congressional Requesters, *Data Breaches
are Frequent, but Evidence of Resulting Identity Theft is Limited; However, the Full Extent is
Unknown* (June 2007), <http://www.gao.gov/new.items/d07737.pdf> (last visited November 7,
2023).

1 63. This action satisfies the numerosity, commonality, typicality, and adequacy
2 requirements of CR 23.

3 64. Numerosity. The proposed Class consists of approximately 155,811 members—
4 far too many to join in a single action.

5 65. Ascertainability. Class Members are readily identifiable from information in
6 Defendant’s possession, custody, or control.

7 66. Typicality. Plaintiffs’ claims are typical of Class Members’ claims, as each arise
8 from the same Data Breach, the same alleged negligence of and/or statutory violations by
9 Defendant, and the same unreasonable manner of notifying individuals regarding the Data Breach.

10 67. Adequacy. Plaintiffs will fairly and adequately protect the interests of the proposed
11 Class. Plaintiffs’ interests do not conflict with those of the Class. Plaintiffs have retained counsel
12 experienced in complex class action litigation and data privacy to vigorously prosecute this action
13 on behalf of the Class, including in the capacity as lead counsel.

14 68. Commonality. Plaintiffs and Class Members’ claims raise predominantly common
15 factual and legal questions that can be answered for all Class Members through a single class-
16 wide proceeding. For example, to resolve any Class Member’s claims, it will be necessary to
17 answer the following questions: (a) Whether Defendant failed to implement and maintain
18 reasonable security procedures and practices appropriate to the nature and scope of the Personal
19 Information compromised in the Data Breach; (b) Whether Defendant’s conduct was negligent;
20 and (c) Whether Plaintiffs and the Class are entitled to damages and/or injunctive relief.

21 69. In addition to satisfying the prerequisites of CR 23(a), Plaintiffs satisfy the
22 requirements for maintaining a class action under CR 23(b). Common questions of law and fact
23 predominate over any questions affecting only individual Class Members, and a class action is
24 superior to individual litigation or any other available methods for the fair and efficient
25 adjudication of the controversy. The damages available to individual plaintiffs are insufficient to
26

1 make litigation addressing Defendant’s privacy practices economically feasible in the absence of
2 the class action procedure.

3 70. In the alternative, class certification is appropriate because Defendant has acted or
4 refused to act on grounds generally applicable to the Class, thereby making final injunctive relief
5 appropriate with respect to the members of the Class as a whole.

6 VI. CAUSES OF ACTION

7 FIRST CAUSE OF ACTION 8 NEGLIGENCE

9 *Claim of Relief for Plaintiffs and the Class and Against Defendant*

10 71. Plaintiffs incorporate by reference all foregoing factual allegations.

11 72. Defendant collected and transferred Personal Information from Plaintiffs and the
12 Class and had a corresponding duty to protect such information from unauthorized access.

13 73. Defendant failed to inform Plaintiffs and the Class that its systems were inadequate
14 to safeguard sensitive Personal Information and that transferring Personal Information could lead
15 to cybercriminals gaining access to sensitive Personal Information.

16 74. The sensitive nature of the Personal Information and economic value of it to
17 hackers necessitated security practices and procedures sufficient to prevent unauthorized access
18 to the Personal Information.

19 75. Defendant failed to implement and maintain adequate security practices and
20 procedures to prevent the Data Breach.

21 76. Defendant likewise failed to test, update, and patch (including curing known
22 vulnerabilities) its systems as necessary.

23 77. It was reasonably foreseeable to Defendant that its failure to implement and
24 maintain reasonable security procedures and practices would leave the sensitive Personal
25 Information in its systems vulnerable to breach and could thus expose the owners of that
26 information to harm.

78. Furthermore, given the known risk of major data breaches, including the 2021
breach of the Washington State Auditor’s Office, Plaintiffs and the Class are part of a well-

1 defined, foreseeable, finite, and discernible group that was at high risk of having their Personal
2 Information stolen.

3 79. Defendant's duty of care arose as a result of its knowledge that individuals trusted
4 Defendant to protect their confidential data that they provided to it. Only Defendant was in a
5 position to ensure that its own protocols were sufficient to protect against the harm to Plaintiffs
6 and the Class from a data breach of its own systems.

7 80. Defendant also had a duty to use reasonable care in protecting confidential data
8 because it committed to comply with industry standards for the protection of Personal Information
9 and committed to the public to protect the privacy of information the public provided Defendant.

10 81. Defendant knew, or should have known, of the vulnerabilities in its security
11 practices and procedures, and the importance of adequate security to students and the owners of
12 sensitive data.

13 82. Plaintiffs and the Class have suffered harm as a result of Defendant's negligence.
14 These victims suffered diminished value of their sensitive Personal Information. Plaintiffs and
15 the Class also lost control over the Personal Information exposed, which subjected each of them
16 to a greatly enhanced risk of identity theft, medical identity theft, credit and bank fraud, Social
17 Security fraud, tax fraud, and myriad other types of fraud and theft, in addition to the time and
18 expenses spent mitigating those injuries and preventing further injury.

19 **VII. PRAYER FOR RELIEF**

20 Plaintiffs, individually and on behalf of the Class, request that the Court enter judgment
21 against Defendant as follows:

22 A. An order certifying the proposed Class pursuant to Civil Rule 23 and appointing
23 Plaintiffs and their counsel to represent the Class;

24 B. An order awarding Plaintiffs and Class Members monetary relief, including actual
25 damages and penalties;

1 C. An order awarding injunctive relief requested by Plaintiffs, including, but not
2 limited to, injunctive and other equitable relief as necessary to protect the interests of Plaintiffs
3 and Class Members, including, but not limited to, an order:

- 4 i. Prohibiting Defendant from engaging in the wrongful and unlawful acts
5 described herein;
- 6 ii. Requiring Defendant to protect, including through encryption, all data
7 collected through the course of their businesses in accordance with all
8 applicable regulations, industry standards, and state or local laws;
- 9 iii. Requiring Defendant to delete, destroy, and purge the Personal Information of
10 Plaintiffs and Class Members unless Defendant can provide to the Court
11 reasonable justification for the retention and use of such information when
12 weighed against the privacy interests of Plaintiffs and Class Members;
- 13 iv. Requiring Defendant to implement and maintain a comprehensive Information
14 Security Program designed to protect the confidentiality and integrity of the
15 Personal Information of Plaintiffs and Class Members;
- 16 v. Prohibiting Defendant from maintaining the Personal Information of Plaintiffs
17 and Class Members on a cloud-based database;
- 18 vi. Requiring Defendant to engage independent third-party security
19 auditors/penetration testers as well as internal security personnel to conduct
20 testing, including simulated attacks, penetration tests, and audits on
21 Defendant's systems on a periodic basis, and ordering Defendant to promptly
22 correct any problems or issues detected by such third-party security auditors;
- 23 vii. Requiring Defendant to engage independent third-party security auditors and
24 internal personnel to run automated security monitoring;
- 25 viii. Requiring Defendant to audit, test, and train their security personnel regarding
26 any new or modified procedures;

- 1 ix. Requiring Defendant to segment data by, among other things, creating
2 firewalls and access controls so that if one area of Defendant’s network is
3 compromised, hackers cannot gain access to other portions of Defendant’s
4 systems;
- 5 x. Requiring Defendant to conduct regular database scanning and securing
6 checks;
- 7 xi. Requiring Defendant to establish an information security training program that
8 includes at least annual information security training for all employees, with
9 additional training to be provided as appropriate based upon the employees’
10 respective responsibilities with handling Personal Information, as well as
11 protecting the Personal Information of Plaintiffs and Class Members;
- 12 xii. Requiring Defendant to routinely and continually conduct internal training and
13 education, and, on an annual basis, to inform internal security personnel how
14 to identify and contain a breach when it occurs and what to do in response to a
15 breach;
- 16 xiii. Requiring Defendant to implement a system of tests to assess their respective
17 employees’ knowledge of the education programs discussed in the preceding
18 subparagraphs, as well as randomly and periodically testing employees’
19 compliance with Defendant’s policies, programs, and systems for protecting
20 Personal Information;
- 21 xiv. Requiring Defendant to implement, maintain, regularly review, and revise as
22 necessary a threat management program designed to appropriately monitor
23 Defendant’s information networks for threats, both internal and external, and
24 assess whether monitoring tools are appropriately configured, tested, and
25 updated;
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**Pro hac vice applications to be filed*