Wisener v. Revlon Consumer Prods. Corp.

United States District Court for the Southern District of Texas, Houston Division March 17, 2022, Decided; March 17, 2022, Filed; Entered CIVIL ACTION H-22-243

Reporter

2022 U.S. Dist. LEXIS 47455 *

NAOMI WISENER, Plaintiff, v. REVLON CONSUMER PRODUCTS CORP., et al., Defendant.

Core Terms

district court, products, removal, citizenship, diversity, *asbestos*, joinder, parties

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For Revlon Consumer Products Corporation, for its White Shoulders White Diamonds, and Revlon lines of products, Elizabeth Arden Inc, a division of Revlon Inc, for its White Shoulders and White Diamonds lines of products, Defendants: Kimberly Erin Solomon, LEAD ATTORNEY, Hawkins Parnell & Young LLP, Austin, TX; Laura E Kugler, Hawkins Parnell & Young, Dallas, TX.

For Amway Corp, Defendant: Edward Donald Burbach, LEAD ATTORNEY, Foley & Lardner LLP, Austin, TX, TX; Davis G Mosmeyer, III, Foley Lardner LLP, Dallas, TX; Jake Hicks.

For Arkema Inc, (sued individually and as successor-bymerger to Wallance & Tiernan d/b/a WTS Pharmacraft) for its Desenex line of products, formerly known as, Pennwalt Corporation, formerly known as, ELF Atochem North America Inc, Defendant: Michael Hendryx, LEAD ATTORNEY, Strong Pipkin et al, Houston, TX; Clayton E Devin, MacDonald Devin, Dallas, TX.

For Aventis Inc, for its Desenex line of products, Chattem Inc, a subsidiary of Sanofi-Aventis US **[*2]** LLC (sued individually and as successor-in-interest to Block Drug Corporation, successor-in-interest to The Gold Bond Sterilizing Powder Company a/k/a The Gold Bond Company), Fisons Corporation, for its Desenez line of products, Sanofi-Aventis U.S. L.L.C., (sued individually and as successor by merger to Aventis Pharmaceuticals Inc) for its Desenex line of products, Sanofi US Services Inc., for its Desenex line of products, Defendants: Gary D Elliston, LEAD ATTORNEY, DeHay & Elliston LLP, Dallas, TX.

For Avon Products, Inc., Conopco Inc, (sued individually and as successor-in-interest to Elizabeth Arden Inc) for its White Shoulders, White Diamonds, and Elizabeth Arden lines of products, doing business as, Unilever Home & Personal Care, Defendants: Kay Barnes Baxter, LEAD ATTORNEY, Foley & Mansfield, PLLP, New Orleans, LA; Stephanie Lynn Spardone, Foley & Mansfield PLLC, Plano, TX.

For Barretts Minerals, Inc., Pfizer Inc, Specialty Minerals Inc., (sued individually and as a subsidiary of Minerals Technologies Inc), Defendants: Mary Elizondo Frazier, LEAD ATTORNEY, Jeffrey Stewart Davis, Saira Siddiqui, Bradley Arant Boult Cummings, LLP, Houston, TX; Joseph Anthony Ernest D Mansilla, Bradley **[*3]** Arant Boult Cummings LLP, Dallas, TX.

For Bayer Consumer Care Holdings LLC, for its Dr Scholl's line of products, formerly known as, Bayer Consumer Care LLC, formerly known as, MSD Consumer Care Inc, Bayer Healthcare LLC, a subsidiary of Bayer AG. for its Dr Scholl's line of products, Dr. Scholl's LLC, Scholl's Wellness Company LLC, Defendants: Gary Joe Ellis, LEAD ATTORNEY, Douglas B Dougherty, Husch Blackwell LLP, Houston, TX; Ryan Weger, Husch Blackwell LLP, Dallas, TX.

For Block Drug Company Inc, (sued individually and as successor-in-interest to The Gold Bond Sterilizing Powder Company a/ka/ The Gold Bond Company, Block Drug Corporation, (sued individually and as successorin-interst to The Gold Bond Sterilizing Powder Company a/k/a The Gold Bond Company, Crown Laboratories Inc, for its Desenex Line of products, GSK Consumer Health Inc, for its Desenex line of products, formerly known as, Novartis Consumer Health Inc, formerly known as, Ciba Self-Medication Inc, Defendants: Jillian van Rensburg Keith, LEAD ATTORNEY, Wilson Elser Mosowitz Edelman & Dicker, LLP, Dallas, TX.

For Brookshire Grocery Company, Defendant: Aaron McClain Speer, LEAD ATTORNEY, Mayer LLP, Dallas, TX.

For Charles **[*4]** B Chrystal Company Inc, Defendant: Barbara Jane Barron, LEAD ATTORNEY, Mehaffy Weber, Beaumont, TX; Steven L Russell, Russell & Wright, PLLC, Dallas, TX.

For Colgate-Palmolive Company, for its Cashmere Bouquet line of products, Defendant: Edward M Slaughter, LEAD ATTORNEY, Austin C Daniel, Gordon Rees Scully Mansukhani LLP, Dallas, TX; Quincy Ann Marie Jones, Gordon & Rees, Dallas, TX.

For Cosmetic Specialties Inc, (sued individually and formerly d/b/a G&G Specialty Products Co), Defendant:

Edward M Slaughter, LEAD ATTORNEY, Austin C Daniel, Jason James Irvin, Gordon Rees Scully Mansukhani LLP, Dallas, TX.

For GlaxoSmithKline LLC, (sued individually and as successor-in-interest to Block Drug Corporation, successor-in-interest to The Gold Bond Sterilizing Powder Company a/k/a The Gold Bond Company), Defendant: Jillian van Rensburg Keith, Wilson Elser Mosowitz Edelman & Dicker, LLP, Dallas, TX.

For HEB LP, Defendant: Ruben J Olvera, LEAD ATTORNEY, PRO HAC VICE, Curney Farmer House Osuna & Jackson PC, San Antonio, TX; Alexis A Adams, PRO HAC VICE, Curney Farmer House Osuna & Jackson PC, San Antonio, TX; Benjamin T Pendroff, Barnes & Thornburg, Dallas, TX.

For Merck & Co Inc, for its Dr. Scholl's **[*5]** line of products, Defendant: Brady Sherrod Edwards, LEAD ATTORNEY, Attorney at Law, Houston, TX; Elizabeth M Chiaviello, Morgan Lewis & Bockius LLP, Dallas, TX; Lauren A McCulloch Semlinger, Morgan Lewis & Bockius, Houston, TX.

For Novartis Corporation, (sued individually and as a successor-in-interest to Ciba-Geigy Corporation and its subsidiaries Ciba Cinsumer Pharmaceuticals and Ciba Self-Medication Inc) for its Desenex line of products, Defendant: Lewis C Miltenberger, LEAD ATTORNEY, Sinars Rollins, LLC, Southlake, TX.

For PTI Union LLC, for its Desenex and Gold Bond line of products, also known as, Pharma Tech Industries, Defendant: James L Ware, LEAD ATTORNEY, Sheehy Ware & Pappas PC, Houston, TX; James William Karel, Sheehy, Ware & Pappas, P.C., Dallas, TX.

For Unilever United States, Inc., (sued individually and as successor-in-interest to Chesebro Ugh Manufaturing Company a/k/a Chesebrough-Ponds) for its White Shoulders and White Diamonds lines of products, Defendant: Kay Barnes Baxter, LEAD ATTORNEY, Foley & Mansfield, PLLP, New Orleans, LA.

Judges: Gray H. Miller, Senior United States District Judge.

Opinion by: Gray H. Miller

Opinion

MEMORANDUM OPINION AND ORDER

Pending before the court is plaintiff Naomi **[*6]** Wisener's motion to remand this action to the 11th Judicial District Court of Harris County, Texas. Dkt. 89. After reviewing the motion, response, reply, and the applicable law, the court is of the opinion that the motion should be GRANTED.

I. BACKGROUND

This is an asbestos-related tort action. Dkt. 1, Ex. 2. Plaintiff Naomi Wisener sued forty-two defendants, including Revlon Consumer Products Corporation ("Revlon"), Scholl's Wellness Company, LLC ("Scholl's Wellness"), H-E-B, LP ("HEB"), and Brookshire Grocery Company ("Brookshire"). Id. at 46-56. The defendants allegedly manufactured or supplied asbestos-containing products that exposed Wisener to *asbestos* for several decades, causing injuries, including mesothelioma. Id. at 56-63. The defendants are alleged to have known or should have known about the health dangers of the products they manufactured or sold since 1924. Id. at 69. Further, the defendants are alleged to have known of and suppressed multiple scientific and medical studies and reports concerning the dangers of their products. Id. at 69-73.

Wisener initially filed suit in the 14th Judicial District Court of Dallas County, Texas, on September 21, 2021. *Id.* at 43. The case **[*7]** was transferred to the <u>Asbestos</u> MDL in the 11th Judicial District Court of Harris County, Texas, on October 26, 2021. Dkt. 91, Revlon removed the case to the United States District Court for the Northern District of Texas on October 29, 2021. Dkt. 1. Wisener filed the instant motion to remand on November 29, 2021. The case was transferred to this court on January 24, 2022, with the motion to remand still pending. Dkt. 122.

II. LEGAL STANDARD

"Federal courts are courts of limited jurisdiction." <u>Lawry</u> <u>v. Barr, 943 F.3d 272, 275 (5th Cir. 2019)</u>. "[A]ny civil action brought in a State court of which the district courts of the United States have original jurisdiction, may be removed by the defendant or the defendants, to the district court of the United States for the district and division embracing the place where such action is pending." <u>28 U.S.C. § 1441(a)</u>. The removing party bears the burden of showing that federal jurisdiction exists and that removal was proper." <u>Manguno v.</u> <u>Prudential Prop. & Cas. Ins. Co., 276 F.3d 720, 723 (5th</u> *Cir. 2002*).

"Because removal raises significant federalism concerns, the removal statute is strictly construed 'and any doubt as to the propriety of removal should be resolved in favor of remand." *Gutierrez v. Flores, 543 F.3d 248, 251 (5th Cir. 2008)* (quoting *In re Hot-Hed, Inc., 477 F.3d 320, 323 (5th Cir. 2007)*). "If at any time before final judgment it appears that the district court lacks subject matter **[*8]** jurisdiction, the case shall be remanded." *28 U.S.C. § 1447(c)*. "An order remanding the case may require payment of just costs and any actual expenses, including attorney fees, incurred as a result of the removal." *Id.*

III. ANALYSIS

Revion removed this action and asserted the court had diversity jurisdiction to adjudicate the dispute. Dkt. 1 ¶¶ 3.1-3.3. Wisener counters that the court lacks subject-matter jurisdiction because the parties are not completely diverse. Dkt. 89 at 3. The court concludes it lacks subject-matter jurisdiction because Revion has failed to carry its burden to show all defendants are diverse parties and two admittedly non-diverse parties are not improperly joined defendants.

A. Revlon's Burden to Show Diversity

For diversity jurisdiction, the party asserting federal jurisdiction must 'distinctly and affirmatively allege' the citizenship of the parties." Howery v. Allstate Ins. Co., 243 F.3d 912, 919 (5th Cir. 2001) (quoting Stafford v. Mobil Oil Corp., 945 F.2d 803, 804 (5th Cir. 1991). "[T]he citizenship of a[n] LLC is determined by the citizenship of all of its members." Harvey v. Grey Wolf Drilling Co., 542 F.3d 1077, 1080 (5th Cir. 2008). Defendant Scholl's Wellness is an LLC. See Dkt. 1, Ex. 2. Revlon admits Scholl's Wellness's sole member is Yellow Wood Partners, LLC, and the citizenship of that member is unknown despite "diligent attempts." Dkt. 116 at 5. Thus, Scholl's [*9] Wellness's citizenship is unknown. See Harvey, 542 F.3d at 1080. However, merely making "diligent attempts" to ascertain the citizenship of Scholl's Wellness cannot satisfy the removing party's burden. See Howery, 243 F.3d at 919. Revlon must affirmatively allege the citizenship of all the defendants-including Scholl's Wellness. See id. Revlon's failure to carry its burden and establish diversity jurisdiction necessitates remand. See id.; 28 U.S.C. § 1447(c).

B. Improper Joinder

Revlon admits that defendants HEB and Brookshire are both Texas citizens for the purpose of diversity jurisdiction but argues that they are improperly joined. Dkt. 116 at 7-12. "Since the purpose of the improper joinder inquiry is to determine whether or not the in-state defendant was properly joined, the focus of the inquiry must be on the joinder, not the merits of the plaintiff's case." Smallwood v. Illinois Cent. K Co., 385 F.3d 568, 573 (5th Cir. 2004). "To demonstrate improper joinder of resident defendants, the removing defendants must demonstrate either: '(1) actual fraud in the pleading of jurisdictional facts, or (2) inability of the plaintiff to establish a cause of action against the non-diverse party in state court." Gasch v. Hartford Ace. & Indem, Co,, 491 F.3d 278, 281 (5th Cir. 2007) (quoting Crockett v. K.T. Reynolds Tobacco Co., 436 F.3d 529, 532 (5th Cir. 2006). Revion's theory for improper joinder is that Wisener cannot establish a cause of action against HEB [*10] or Brookshire. Dkt. 116 at 7.

The inquiry into whether a plaintiff can establish a cause of action is similar to that for a Rule 12(b)(6) motion, "in that the crucial question is whether the plaintiff has set out a valid claim under applicable state law." Gray ex rel. Rudd v, Beverly Enters.-Miss., Inc., 390 F.3d 400, 405 (5th Cir. 2004). For a Rule 12(b)(6) motion, courts generally must accept the factual allegations contained in the complaint as true. Kaiser Aluminum & Chem. Sales, Inc. v. Avondale Shipyards, Inc., 677 F.2d 1045, 1050 (5th Cir. 1982). The court does not look beyond the face of the pleadings in determining whether the plaintiff has stated a claim under Rule 12(b)(6). Spivey v. Robertson, 197 F.3d 772, 774 (5th Cir. 1999). "[A] plaintiffs obligation to provide the 'grounds' of his 'entitle[ment] to relief requires more than labels and conclusions, and a formulaic recitation of the elements of a cause of action will not do." Twombly, 550 U.S. at 555 (citations omitted). The "[flactual allegations must be enough to raise a right to relief above the speculative level." Id. The supporting facts must be plausibleenough to raise a reasonable expectation that discovery

will reveal further supporting evidence. Id at 556.

The parties agree that Wisener's claims against HEB and Brookshire are based on Tex. Civ. Prac. & Rem. Code § 82.003(a). See Dkts. 116 at 8, 118 at 9. Under section 82.003(a)(6), HEB and Brookshire can be held liable if they "actually knew of a defect to the product at the time" and Wisener's "harm resulted from the defect." [*11] See Tex. Civ. Prac. & Rem. Code § 82.003(a)(6). Wisener alleges that HEB and Brookshire "knew or should have known" of the presence of asbestos fibers and that those fibers are the defect that caused her injuries. Dkt. 1, Ex. 2 at 63. Revlon argues that the allegation that HEB and Brookshire "should have known" of the defect falls short of the actual knowledge required by the statute. Dkt. 116 at 9. Revlon overlooks that the "should have known" language follows a disjunctive, and the complaint also includes an allegation that HEB and Brookshire knew of the defect. See Dkt. 1, Ex. 2 at 63. Wisener is permitted to make alternative and inconsistent pleadings, and "the pleading is sufficient if any one of them is sufficient." See Fed. Rule Civ. P. 8(d)(2). Thus, Wisener has sufficiently alleged the elements of Tex. Civ. Prac. & Rem. Code § 82.003(a)(6).

The allegation of actual knowledge is not the end of the inquiry because it is merely "a formulaic recitation of the elements," and Wisener must also allege facts "enough to raise a right to relief above a speculative level." *See Twombly*, 550 U.S. at 555. Brookshire and HEB allegedly sold Wisener talcum powder and cosmetic products that contained <u>asbestos</u>. Dkt. 1, Ex. 2 at 49, 52. Brookshire and HEB allegedly knew of medical and scientific data that indicated these products [*12] were hazardous, including Waldemar C. Dreesen's 1933 report to the National Safety Council on the results of a study on the dangers of inhaling talc. *Id* at 69-70. HEB and Brookshire allegedly knew of the National Safety Council's subsequent publications regarding lowered

lung capacity from asbestosis and the danger posed by talc dust. *Id* at 71. Also, HEB and Brookshire allegedly knew of industry information gathered between 1942 and 1950 about the dangers of inhaling <u>asbestos</u> fibers. *Id.* at 72. Further, HEB and Brookshire allegedly knew of a 1968 study on the dangers of these products. *Id.* Finally, HEB and Brookshire allegedly knew that Wisener's use of the products would result in the inhalation of <u>asbestos</u>, increasing the risk of developing asbestosis, lung cancer, and mesothelioma. *Id* at 73.

The court concludes that Wisener has alleged facts that, if true, raise her right to relief above a speculative level. Thus, Revlon has failed to show Wisener has no reasonable basis for recovery in state court. *See <u>Gray</u>, <u>390 F.3d at 405</u>. Therefore, the case must be remanded. <i>See <u>28 U.S.C. § 1447(c)</u>*.

IV. CONCLUSION

The court lacks subject-matter jurisdiction to adjudicate this case. Therefore, the case is REMANDED to the 11th Judicial District Court **[*13]** of Harris County, Texas. Additionally, it is ORDERED that the defendants pay Wisener the just costs and any actual expenses, including attorney fees, incurred as a result of the removal.

Signed at Houston, Texas on March 17, 2022.

/s/ Gray H. Miller

Gray H. Miller

Senior United States District Judge

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