UNITED STATES DISTRICT COURT DISTRICT OF NEW JERSEY

SAMUEL SCHOENING, individually and on behalf of all others similarly situated,

Plaintiff.

v.

SETON HALL UNIVERSITY,

Defendant.

Civil Action No.: 2:20-cv-05566

CLASS ACTION COMPLAINT AND DEMAND FOR JURY TRIAL

Plaintiff Samuel Schoening ("Plaintiff") brings this action on behalf of himself and all others similarly situated against Defendant Seton Hall University ("Seton Hall" or "Defendant"). Plaintiff makes the following allegations pursuant to the investigation of his counsel and based upon information and belief, except as to the allegations specifically pertaining to himself, which are based on personal knowledge.

NATURE OF THE ACTION AND FACTS COMMON TO ALL CLAIMS

- 1. This is a class action lawsuit on behalf of all people who paid tuition and other fees for the Spring 2020 academic semester at Seton Hall, and who, because of Defendant's response to the Novel Coronavirus Disease 2019 ("COVID-19") pandemic, lost the benefit of the education for which they paid, without having their tuition and some other fees refunded to them.
- 2. Seton Hall is one of the country's most preeminent universities, with an enrollment of over 10,000 students. The university offers more than 45 formal major fields for undergraduate students, as well as a number of graduate programs including law and business.
- 3. Effective March 11, 2020, Seton Hall suspended all classes for the Spring 2020 semester because of the global COVID-19 pandemic.
 - 4. Seton Hall has not held any in-person classes since March 10, 2020. Classes that

have continued have only been offered in an online format, with no in-person instruction.

- 5. As a result of the closure of Defendant's facilities, Defendant has not delivered the educational services, facilities, access and/or opportunities that Mr. Schoening and the putative class contracted and paid for. The online learning options being offered to Seton Hall students are subpar in practically every aspect, from the lack of facilities, materials, and access to faculty. Students have been deprived of the opportunity for collaborative learning and in-person dialogue, feedback, and critique. The remote learning options are in no way the equivalent of the in-person education that Plaintiff and the putative class members contracted and paid for.
- 6. Nonetheless, Seton Hall has not refunded any tuition or mandatory fees for the Spring 2020 semester.
- 7. Plaintiff and the putative class are therefore entitled to a refund of tuition and fees for in-person educational services, facilities, access and/or opportunities that Defendant has not provided. Even if Defendant did not have a choice in cancelling in-person classes, it nevertheless has improperly retained funds for services it is not providing.
- 8. Plaintiff seeks, for himself and Class members, Defendant's disgorgement of the pro-rated portion of tuition and fees (or at minimum a portion thereof), proportionate to the amount of time that remained in the Spring Semester 2020 when classes moved online and campus services ceased being provided. Plaintiff seeks a return of these amounts on behalf of himself and the Class as defined below.

PARTIES

9. Plaintiff Samuel Schoening is a citizen of Missouri who resides in Lake Ozark, Missouri. Mr. Schoening is an undergraduate student at Seton Hall pursuing a Bachelor's Degree in International Relations, with minors in German and Economics. The International

Relations, German, and Economics programs at Seton Hall rely extensively on in-person instruction, peer collaboration, and access to Seton Hall's facilities. None of these resources are available to Mr. Schoening while in-person classes are suspended. Mr. Schoening paid approximately \$10,640 in tuition and fees to Defendant for the Spring 2020 semester. Mr. Schoening has not been provided a refund of any tuition monies paid, despite the fact that in-person classes have not been held since March 10, 2020. Mr. Schoening has not been provided a refund of any of these fees.

10. Defendant Seton Hall University is a private university with its principal place of business at 400 S Orange Ave, South Orange, New Jersey 07079.

JURISDICTION AND VENUE

- 11. The Court has jurisdiction over this action pursuant to 28 U.S.C. § 1332(d)(2)(A), as modified by the Class Action Fairness Act of 2005, because at least one member of the Class, as defined below, is a citizen of a different state than Defendant, there are more than 100 members of the Class, and the aggregate amount in controversy exceeds \$5,000,000 exclusive of interest and costs.
- 12. This Court has personal jurisdiction over Defendant because Defendant maintains its principal place of business in this District.
- 13. Venue is proper in this Court pursuant to 28 U.S.C. § 1391 because Defendant resides in this District.

FACTUAL ALLEGATIONS

Plaintiff And Class Members Paid Tuition And Fees For Spring Semester 2020

14. Plaintiff and Class members are individuals who paid the cost of tuition and other mandatory fees for the Spring 2020 Semester at Seton Hall.

- 15. Spring Semester 2020 classes at Seton Hall began on or about January 13, 2020. Classes and final exams for the semester are scheduled for end on or around May 12, 2020.
- 16. Plaintiff and Class members paid the cost of tuition for the Spring Semester 2020. They also paid other mandatory fees associated with the Spring Semester 2020, including a \$485 University Fee, a \$275 Mobile Computing Fee, and a \$400 Technology Fee.
- 17. Approximate tuition costs at Seton Hall for the Spring 2020 Semester are as follows:
 - Undergraduate Degree at Seton Hall: \$20,730
 - General Master's Degree at Seton Hall: \$1,310 per credit
 - General MBA Degree at Seton Hall: \$1,305 per credit
 - J.D. Degree at Seton Hall: \$27,424
- 18. Fees paid by Seton Hall students vary based on program of study. Full-time undergraduate students pay at least a \$485 University Fee, a \$275 Mobile Computing Fee, and a \$400 Technology Fee. Other fees may also apply depending on program of study.
- 19. The tuition and fees described in the paragraph above is provided by way of example; total damage amounts which may include other fees that are not listed herein but that were not refunded will be proven at trial.

<u>In Response To COVID-19, Seton Hall Closed Campuses And Cancelled All In-Person</u> <u>Classes</u>

- 20. On March 10, 2020, Seton Hall announced that because of the global COVID-19 pandemic, all in-person classes would be suspended effective March 11, 2020. Online classes began on March 11.
 - 21. Effective March 16, 2020, Seton Hall urged students to vacate residence halls.
 - 22. Since March 10, 2020, Seton Hall has not held any in-person classes. The closure

of Seton Hall's campuses has been extended through the end of Spring Semester 2020. Classes that have continued have only been offered in an online format, with no in-person instruction. Even classes for students with concentrations in areas where in-person instruction is especially crucial (such as architecture, music, theatre, and the sciences) have only had access to minimum online education options.

- 23. As a result of the closure of Defendant's facilities, Defendant has not delivered the educational services, facilities, access and/or opportunities that Plaintiff and the putative class contracted and paid for. Plaintiff and the putative class are therefore entitled to a refund of all tuition and fees for services, facilities, access and/or opportunities that Defendant has not provided. Even if Defendant did not have a choice in cancelling in-person classes, it nevertheless has improperly retained funds for services it is not providing.
- 24. Plaintiff and members of the Class did not choose to attend an online institution of higher learning, but instead chose to attend Defendant's institution and enroll on an in-person basis.
- 25. Defendant markets the Seton Hall on-campus experience as a benefit of enrollment on Seton Hall's' website, as shown in the screenshots on the following page:

Campus Life

While Seton Hall enjoys a big reputation, our campus community is also close-knit and inclusive. Students, faculty and staff come from around the world, bringing with them a kaleidoscope of experiences and perspectives, creating a diverse yet unified campus environment.



Student Services

Your experiences at Seton Hall extend way beyond the classroom. From <u>Housing and Residence Life</u>, to <u>The Career Center</u>, <u>Health Services</u>, <u>Public Safety and Security</u> and <u>Counseling and Psychological Services</u> - The Division of Student Services helps you successfully navigate all aspects of your college career. Find the people and resources you need to make the most of your Seton Hall experience.

26. Defendant also markets the benefits its facilities and collaborative environment for many programs, including its International Relations program:

Curriculum

At the School of Diplomacy and International Relations, we offer courses in Washington, D.C., at the United Nations, and on our suburban New Jersey campus — just 14 miles from New York City. You'll have the opportunity to not just study — but actually practice -diplomacy and international relations.

Before graduation, you'll master a foreign language — with advanced proficiency — and complete at least one professional internship. In a given semester, you might study public international law, learn about sustainable development or conduct research for an international study seminar in Ethiopia.

In all your courses, your classroom discussions will be enriched — by our diverse student body, by interactions with visiting international leaders and by real-world, practical perspectives from our distinguished faculty.

- 27. The online learning options being offered to Seton Hall students are subpar in practically every aspect and a shadow of what they once were, from the lack of facilities, materials, and access to faculty. Students have been deprived of the opportunity for collaborative learning and in-person dialogue, feedback, and critique.
- 28. The tuition and fees for in-person instruction at Seton Hall are higher than tuition and fees for other online institutions because such costs cover not just the academic instruction, but encompass an entirely different experience which includes but is not limited to:
 - Face to face interaction with professors, mentors, and peers;
 - Access to facilities such as libraries, laboratories, computer labs, and study room;
 - Student governance and student unions;
 - Extra-curricular activities, groups, intramural sports, etc.;
 - Student art, cultures, and other activities;
 - Social development and independence;
 - Hands on learning and experimentation;
 - Networking and mentorship opportunities.
- 29. Through this lawsuit Plaintiff seeks, for himself and Class members, Defendant's disgorgement of the pro-rated portion of tuition and fees, proportionate to the amount of time that remained in the Spring Semester 2020 when classes moved online and campus services ceased being provided. Plaintiff seeks return of these amounts on behalf of himself and the Class as defined below.

CLASS ALLEGATIONS

30. Plaintiff seeks to represent a class defined as all people who paid Seton Hall Spring Semester 2020 tuition and/or fees for in-person educational services that Seton Hall failed

to provide, and whose tuition and fees have not been refunded (the "Class"). Specifically excluded from the Class are Defendant, Defendant's officers, directors, agents, trustees, parents, children, corporations, trusts, representatives, employees, principals, servants, partners, joint ventures, or entities controlled by Defendant, and their heirs, successors, assigns, or other persons or entities related to or affiliated with Defendant and/or Defendant's officers and/or directors, the judge assigned to this action, and any member of the judge's immediate family.

- 31. Subject to additional information obtained through further investigation and discovery, the foregoing definition of the Class may be expanded or narrowed by amendment or amended complaint.
- 32. **Numerosity.** The members of the Class are geographically dispersed throughout the United States and are so numerous that individual joinder is impracticable. Upon information and belief, Plaintiff reasonably estimates that there are tens of thousands of members in the Class. Although the precise number of Class members is unknown to Plaintiff, the true number of Class members is known by Defendant and may be determined through discovery. Class members may be notified of the pendency of this action by mail and/or publication through the distribution records of Defendant and third-party retailers and vendors.
- 33. Existence and predominance of common questions of law and fact. Common questions of law and fact exist as to all members of the Class and predominate over any questions affecting only individual Class members. These common legal and factual questions include, but are not limited to, the following:
 - (a) whether Defendant accepted money from Class members in exchange for the promise to provide services;
 - (b) whether Defendant has provided the services for which Class members

- contracted; and
- (c) whether Class members are entitled to a refund for that portion of the tuition and fees that was contracted for services that Defendant did not provide.
- (d) whether Defendant has unlawfully converted money from Plaintiff, the Class; and
- (e) whether Defendant is liable to Plaintiff, the Class, for unjust enrichment.
- 34. **Typicality.** Plaintiff's claims are typical of the claims of the other members of the Class in that, among other things, all Class members were similarly situated and were comparably injured through Defendant's wrongful conduct as set forth herein. Further, there are no defenses available to Defendants that are unique to Plaintiff.
- 35. Adequacy of Representation. Plaintiff will fairly and adequately protect the interests of the Class. Plaintiff has retained counsel that is highly experienced in complex consumer class action litigation, and Plaintiff intends to vigorously prosecute this action on behalf of the Class. Furthermore, Plaintiff has no interests that are antagonistic to those of the Class.
- 36. **Superiority.** A class action is superior to all other available means for the fair and efficient adjudication of this controversy. The damages or other financial detriment suffered by individual Class members are relatively small compared to the burden and expense of individual litigation of their claims against Defendant. It would, thus, be virtually impossible for the Class or Subclass on an individual basis, to obtain effective redress for the wrongs committed against them. Furthermore, even if Class or Subclass members could afford such individualized litigation, the court system could not. Individualized litigation would create the danger of inconsistent or contradictory judgments arising from the same set of facts. Individualized

litigation would also increase the delay and expense to all parties and the court system from the issues raised by this action. By contrast, the class action device provides the benefits of adjudication of these issues in a single proceeding, economies of scale, and comprehensive supervision by a single court, and presents no unusual management difficulties under the circumstances.

- 37. In the alternative, the Class may also be certified because:
 - (a) the prosecution of separate actions by individual Class members would create a risk of inconsistent or varying adjudications with respect to individual Class members that would establish incompatible standards of conduct for the Defendant;
 - (b) the prosecution of separate actions by individual Class members would create a risk of adjudications with respect to them that would, as a practical matter, be dispositive of the interests of other Class members not parties to the adjudications, or substantially impair or impede their ability to protect their interests; and/or
 - (c) Defendant has acted or refused to act on grounds generally applicable to the Class as a whole, thereby making appropriate final declaratory and/or injunctive relief with respect to the members of the Class as a whole.

COUNT I Breach Of Contract (On Behalf Of The Class)

- 38. Plaintiff hereby incorporates by reference the allegations contained in all preceding paragraphs of this complaint.
 - 39. Plaintiff brings this claim individually and on behalf of the members of the Class

against Defendant.

- 40. Through the admission agreement and payment of tuition and fees, Plaintiff and each member of the Class entered into a binding contract with Defendant.
- 41. As part of the contract, and in exchange for the aforementioned consideration,
 Defendant promised to provide certain services, all as set forth above. Plaintiff and Class
 members fulfilled their end of the bargain when they paid monies due for Spring Semester 2020
 tuition. Tuition for Spring Semester 2020 was intended to cover in-person educational services
 from January through May 2020. In exchange for tuition monies paid, Class members were
 entitled to in-person educational services through the end of the Spring Semester.
- 42. Defendant has failed to provide the contracted for services and has otherwise not performed under the contract as set forth above. Defendant has retained monies paid by Plaintiff and the Class for their Spring Semester 2020 tuition and fees, without providing them the benefit of their bargain.
- 43. Plaintiff and members of the Class have suffered damage as a direct and proximate result of Defendant's breach, including but not limited to being deprived of the education, experience, and services to which they were promised and for which they have already paid.
- 44. As a direct and proximate result of Defendant's breach, Plaintiff and the Class are entitled to damages, to be decided by the trier of fact in this action, to include but no be limited to reimbursement of certain tuition, fees, and other expenses that were collected by Defendant for services that Defendant has failed to deliver. Defendant should return the pro-rated portion of any Spring Semester 2020 tuition and fees (or at minimum a portion thereof) for education services not provided since Seton Hall shut down on March 11, 2020.

45. Defendant's performance under the contract is not excused due to COVID-19. Indeed, Defendant should have refunded the pro-rated portion of any education services not provided. Even if performance was excused or impossible, Defendant would nevertheless be required to return the funds received for services it will not provide.

COUNT II Unjust Enrichment (On Behalf Of The Class)

- 46. Plaintiff hereby incorporates by reference the allegations contained in all preceding paragraphs of this complaint.
- 47. Plaintiff brings this claim individually and on behalf of the members of the Class against Defendant.
- 48. Plaintiff and members of the Class conferred a benefit on Defendant in the form of monies paid for Spring Semester 2020 tuition and other fees in exchange for certain service and promises. Tuition for Spring Semester 2020 was intended to cover in-person educational services from January through May 2020. In exchange for tuition monies paid, Class members were entitled to in-person educational services through the end of the Spring Semester.
 - 49. Defendant voluntarily accepted and retained this benefit by accepting payment.
- 50. Defendant has retained this benefit, even though Defendant has failed to provide the education, experience, and services for which the tuition and fees were collected, making Defendant's retention unjust under the circumstances. Accordingly, Defendant should return the pro-rated portion of any Spring Semester 2020 tuition and fees (or at minimum a portion thereof) for education services not provided since Seton Hall shut down on March 11, 2020.
- 51. It would be unjust and inequitable for Defendant to retain the benefit, and Defendant should be required to disgorge this unjust enrichment.

COUNT III Conversion (On Behalf Of The Class)

- 52. Plaintiff hereby incorporates by reference the allegations contained in all preceding paragraphs of this complaint.
- 53. Plaintiff brings this claim individually and on behalf of the members of the Class against Defendant.
- 54. Plaintiff and members of the Class have an ownership right to the in-person educational services they were supposed to be provided in exchange for their Spring Semester 2020 tuition and fee payments to Defendant.
- 55. Defendant intentionally interfered with the rights of Plaintiff and the Class when it moved all classes to an online format and discontinued in-person educational services for which tuition and fees were intended to pay.
- 56. Plaintiff and members of the Class demand the return of the pro-rated portion of any Spring Semester 2020 tuition and fees (or at minimum a portion thereof) for education services not provided since Seton Hall shut down on March 11, 2020.
- 57. Defendant's retention of the fees paid by Plaintiff and members of the Class without providing the educational services for which they paid, deprived Plaintiff and Class members of the benefits for which the tuition and fees paid.
- 58. This interference with the services for which Plaintiff and members of the Class paid damaged Plaintiff and Class members in that they paid tuition and fees for services that will not be provided.
- 59. Plaintiff and Class members are entitled to the return of pro-rated portion of any Spring Semester 2020 tuition and fees for education services not provided since Seton Hall shut

down on March 11, 2020.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff, individually and on behalf of all others similarly situated, seeks judgment against Defendant, as follows:

- (a) For an order certifying the Class under Rule 23 of the Federal Rules of Civil Procedure and naming Plaintiff as representative of the Class and Plaintiff's attorneys as Class Counsel to represent the Class;
- (b) For an order finding in favor of Plaintiff and the Class on all counts asserted herein;
- (c) For compensatory and punitive damages in amounts to be determined by the Court and/or jury;
- (d) For prejudgment interest on all amounts awarded;
- (e) For an order of restitution and all other forms of equitable monetary relief;
- (f) For injunctive relief as pleaded or as the Court may deem proper; and
- (g) For an order awarding Plaintiff and the Class his reasonable attorneys' fees and expenses and costs of suit.

DEMAND FOR TRIAL BY JURY

Pursuant to Federal Rule of Civil Procedure 38(b), Plaintiff demands a trial by jury of any and all issues in this action so triable of right.

Dated: May 5, 2020 Respectfully submitted,

BURSOR & FISHER, P.A.

By: /s/ Philip L. Fraietta
Philip L. Fraietta

Joseph I. Marchese (pro hac vice app. forthcoming)

Philip L. Fraietta 888 Seventh Avenue New York, NY 10019

Telephone: (646) 837-7150 Facsimile: (212) 989-9163

Email: jmarchese@bursor.com pfraietta@bursor.com

BURSOR & FISHER, P.A.

Sarah N. Westcot *(pro hac vice* app. forthcoming) 2665 S. Bayshore Drive, Suite 220 Miami, FL 33133

Telephone: (305) 330-5512 Facsimile: (305) 676-9006 Email: swestcot@bursor.com

Attorneys for Plaintiffs