

Discover Card Merchant Fees Litigation

General Case Description:

A proposed class action settlement has been reached to resolve three related lawsuits against Discover Financial Services. The lawsuits allege that since 2007, Discover misclassified certain consumer credit cards as commercial credit cards, resulting in merchants and other parties incurring excessive interchange fees. This misclassification issue, which began in 2007, placed certain credit card accounts into Discover's highest merchant and merchant acquirer price tier, leading to overcharges. While Discover denies the claims in the lawsuits, a settlement for \$1.2 billion has been reached. This settlement impacts businesses, merchants and others who are alleged to have incurred excessive interchange fees. Under the proposed settlement, Discover has agreed to pay a substantial sum to resolve claims related to card misclassification. Eligible Settlement Class Members who submit valid claims will receive payments from a settlement fund that Discover has agreed to establish, ranging from \$500 million to \$1.2 billion. The settlement payment for each claimant will be determined based on several factors. These include the total estimated interchange fee overcharge for each Discover merchant identifier (MID) associated with the claimant, how interchange fee charges for each MID were allocated among entities associated with the same MID, and the total aggregate dollar amount of all settlement payments.

Class Definition:

The "Settlement Class" is defined as: All End Merchants, Merchant Acquirers, and Payment Intermediaries involved in processing or accepting a Misclassified Card Transaction during the period from January 1, 2007 through December 31, 2023. Excluded from the Settlement Class are certain people and entities listed on Exhibit A to the Settlement Agreement.

Claim Filing Deadline: *Information Not Available*

Settlement Amount: \$1,200,000,000

Court Litigation Title: CAPP, Inc. v. Discover Financial Services; Lemmos Pizzeria, LLC v. Discover Financial Services; and Support Animal Holdings, LLC v. Discover Financial Services

Case Number: Case No. 1:23-CV-4676; Case No. 1:23-cv-14250; Case No. 1:23-cv-15297

Jurisdiction: United States District Court for the Northern District of Illinois

Dates of Eligibility: January 1st, 2007 to December 31st, 2023

Calendar:

Claim Filing Deadline: *Information Not Available*

Opt Out/Exclusion Deadline: *Information Not Available*

Objection Deadline: *Information Not Available*

Fairness Hearing: *Information Not Available*

Custom Event(s):

Information Not Available

Class Counsel(s):

The Kick Law Firm

Name: Taras Kick

Email: Taras@kicklawfirm.com

Phone: +1 (310) 395-2988

Dicello Levitt LLC

Name: Amy Keller

Email: -

Phone: +1 (888) 778-8800

Dicello Levitt LLC

Name: Nada Djordjevic

Email: ndjordjevic@dicellolevitt.com

Phone: 312.214.7900

Dilworth Paxson LLP

Name: Catherine Pratsinakis

Email: cpratsinakis@dilworthlaw.com

Phone: 215-575-7013

Dilworth Paxson LLP

Name: Nina Spizer

Email: nspizer@dilworthlaw.com

Phone: 215-575-7000

The Kick Law Firm

Name: Tyler Dosaj

Email: Tyler@kicklawfirm.com

Phone: +1 (310) 395-2988

The Kick Law Firm

Name: Greg Taylor

Email: Greg@kicklawfirm.com

Phone: +1 (310) 395-2988

Claims Administration: <https://www.discovermerchantsettlement.com/>

Administered by: Epiq Global

Settlement Email: *No Settlement General Email*

Settlement Phone: *No Settlement General Phone*

Settlement Mailing address:

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Claim Form Link:

No Claim Form Link

Eligible States:

AL, AK, AZ, AR, CA, CO, CT, DE, DC, FL, GA, HI, ID, IL, IN, IA, KS, KY, LA, ME, MD, MA, MI, MN, MS, MO, MT, NE, NV, NH, NJ, NM, NY, NC, ND, OH, OK, OR, PA, PR, RI, SC, SD, TN, TX, UT, VT, VA, WA, WV, WI, WY.

Case Last Update: March 19th, 2025