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Attorneys for Plaintiff

**UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA**

JOEY SCHIMMEL, individually and on
behalf of all others similarly situated,

Plaintiff,

vs.

MERCEDES BENZ USA, LLC, and DOES
MBUSA 1 through 10, inclusive,

Defendants.

Case No.

CLASS ACTION

COMPLAINT FOR:

**(1) VIOLATION OF CALIFORNIA
BUSINESS AND PROFESSIONS
CODE, SECTION 17200, et seq.**

**(2) VIOLATION OF THE CONSUMERS
LEGAL REMEDIES ACT, CAL. CIV.
CODE SECTION 1770, et seq.**

JURY TRIAL DEMANDED

1 Plaintiff Joey Schimmel (“Plaintiff”), individually and on behalf of all other members of
2 the public similarly situated, brings this action against Defendant Mercedes Benz USA, LLC
3 (“Defendant” or “MBUSA”), upon information and belief, except as to his own actions, the
4 investigation of his counsel, and facts that are a matter of public record. The term “Vehicle”
5 shall refer to the used 2010 Mercedes E350 vehicle purchased by Plaintiff, VIN
6 WDDHF5GB0AA144431. Plaintiff alleges as follows:

7 **INTRODUCTION**

8 1. Dating back to 2009, MBUSA has distributed Partial Zero Emissions Vehicles
9 (“PZEV”), as defined by California Code of Regulations (“CCR”) Title 13, Section 1962.1, to
10 consumers in the state of California. MBUSA has received Zero Emissions Vehicle (“ZEV”)
11 credits from the state of California relating to the distribution of the PZEV vehicles. In exchange
12 for MBUSA receiving ZEV credits, MBUSA was and is required to extend the California
13 emissions warranty as defined by CCR Title 13, Section 2037 and 2038, relating to the PZEV
14 vehicles, to 15-years or 150,000 miles.

15 2. This consumer class action arises out of MBUSA’s failure to properly identify
16 and pay for all of the parts and labor that should correctly be covered for 15-years or 150,000
17 miles, pursuant to CCR Title 13, Section 1962.1, 2035, 2037 and 2038, (“California Emissions
18 Warranty”), relating to 2009 through 2017 MBUSA PZEV vehicles. As a result, Plaintiff and
19 members of the Class and Subclass are paying out of pocket for repairs that should be covered
20 under the California Emissions Warranty. Plaintiff’s claims apply to all Model Year 2009-2017
21 MBUSA PZEV vehicles which qualify for coverage pursuant to the California Emissions
22 Warranty (“Class Vehicles”).

23 3. MBUSA has violated, and continues to violate, California law in that MBUSA
24 fails to cover under the California Emissions Warranty all of the parts and labor costs relating to
25 the diagnosis and repairs of all defective emissions components that MBUSA is required to
26 cover for Class Vehicles, for 15-years or 150,000 miles whichever occurs first, as required by
27 CCR Title 13, Section 1962.1, 2035, 2037, and 2038.

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1 9. MBUSA has unilaterally defined and wrongfully limited the parts of the Class
2 Vehicles that should properly be identified as parts covered by the California Emissions
3 Warranty, and covered for 15-years/150,000 miles under CCR Title 13 Section 1962.1.

4 10. Section 1962.1 requires that, relating to Class Vehicles, any warranted part, as
5 defined by the CCR, that when defective would cause the vehicle's on-board diagnostic
6 malfunction indicator light to illuminate, increase emissions or that would result in the vehicle
7 not being able to pass a California smog check must be covered for 15-years/150,000 miles.
8 However, MBUSA's California Emissions Warranty for the Class Vehicles identifies only a
9 handful of emissions parts that MBUSA contends qualify for the California Emissions
10 Warranty's 15-year/150,000-mile warranty coverage. That list, generated by MBUSA, for its
11 own financial benefit to save warranty costs, is woefully inadequate and incomplete and fails to
12 identify, or provide extended warranty coverage for, *all* of the emissions related parts that, in
13 fact, qualify for extended 15-year/150,000-mile coverage under Section 1962.1.

14 11. MBUSA is acting as alleged herein in order to limit its warranty exposure. By
15 narrowly self-defining the parts that are required to be covered under the California Emissions
16 Warranty, MBUSA is able to reduce the amount of money that MBUSA spends on warranty-
17 related repairs, knowing that most if not all dealerships or consumers will not investigate or
18 understand what components should actually and correctly be covered under the California
19 Emissions Warranty as required by the California Code of Regulations.

20 12. As a result of MBUSA's conduct, Plaintiff and Class members have paid and are
21 continuing to pay out of pocket for repairs that should be covered under the California
22 Emissions Warranty.

23 13. Plaintiff's theory does not depend on the premise that CARB was deceived by
24 the information that MBUSA submitted, or that CARB ever expressed a concern about
25 MBUSA's classification of components as being covered by the California Emissions Warranty.
26 Plaintiff is not accusing CARB of mismanagement or blaming CARB for MBUSA's inaccuracy.
27 MBUSA is alone is responsible for selecting and identifying to CARB the parts that MBUSA
28 has unilaterally identified as being covered by the California Emissions Warranty, as part of its

1 application for vehicle certification. That list may be correct as far as it goes or as far as CARB
2 may know. But, as Plaintiff alleges, the list of parts MBUSA submitted to CARB was
3 incomplete, as evidenced by Plaintiff's own experience.

4 **JURISDICTION AND VENUE**

5 14. This Court has original jurisdiction over the subject matter of this action
6 pursuant to 28 U.S.C. § 1332(d)(2)(A) because: (i) members of the Class are citizens of a state
7 different from that of MBUSA; and (ii) aggregating the claims of individual Class members,
8 the total matter in controversy exceeds the sum or value of \$5,000,000, exclusive of interests
9 and costs. Further, 28 U.S.C. § 1332(d)(5) does not apply because (i) MBUSA is not a state,
10 state official, or other governmental entity against whom the Court may be foreclosed from
11 ordering relief, and (ii) the number of members of the Class in the aggregate exceeds 100.

12 15. This Court has personal jurisdiction over MBUSA because MBUSA has
13 sufficient minimum contacts with California, having intentionally availed itself of the
14 California market so as to render the exercise of jurisdiction over it by this District Court
15 consistent with traditional notions of fair play and substantial justice.

16 16. Venue is proper in this Court pursuant to 28 U.S.C. §1391 because MBUSA
17 conducts business within the State of California, has failed to designate with the office of the
18 California Secretary of State a principal place of business in California, and a substantial part
19 of the events giving rise to the claims alleged herein occurred in this District.

20 **PARTIES**

21 17. Plaintiff Joey Schimmel is, and at all times relevant hereto has been, a resident
22 and citizen of the State of California, County of Ventura.

23 18. MBUSA was and is, upon information and belief, a Delaware limited liability
24 company doing business in California.

25 19. The true names and capacities of Defendants sued in this Complaint as Does 1
26 through 10, inclusive, are currently unknown to Plaintiff, and therefore Plaintiff sues such
27 Defendants by such fictitious names.

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1 the garage. Silver Star diagnosed the Vehicle, interrogating the data in the Vehicle. The data
2 identified a fault code which indicated that the Vehicle had a very fine leak in the evaporative
3 emissions control system. Silver Star physically inspected the Vehicle and found that the
4 Vehicle was leaking gas from the fuel delivery module on the right and left side. Silver Star
5 advised Plaintiff that the repair was not covered under warranty and provided Plaintiff with a
6 written estimate relating to the repair. The estimate indicated that the repair would cost
7 \$1,458.08. Plaintiff declined to pay for the repair. Silver Star charged Plaintiff \$79.96 to
8 diagnose the defect. Pursuant to CCR Title 13 Section 1962.1, 2035, 2037 and 2038, the defect
9 identified by Silver Star fell within the California Emissions Warranty. The cost to diagnose and
10 repair the defect should have been covered by MBUSA. MBUSA did not extend coverage
11 relating to the repairs. As a result, Plaintiff suffered damage.

12 26. On February 28, 2018, at 76,324 miles, Plaintiff presented the Vehicle to Silver
13 Star for repairs. At the time of presentation, the Vehicle was still covered under the California
14 Emissions Warranty. Plaintiff complained that there was a strong fuel smell from the Vehicle
15 after the Vehicle was filled up with gas. Silver Star referenced the prior diagnosis and proceeded
16 to replace the fuel delivery module and suction jet pump. The repair record indicates that the
17 Fuel Filter Unit, part # 221-470-17-90-28 was replaced. Plaintiff was charged for the repair.
18 Pursuant to CCR Title 13 Section 1962.1, 2035, 2037 and 2038, the defect identified by Silver
19 Star fell within the California Emissions Warranty. The cost to diagnose and repair the defect
20 should have been covered by MBUSA. MBUSA did not extend coverage relating to the repairs.
21 As a result, Plaintiff suffered damage.

22 27. On December 29, 2020, at 133,454 miles, Plaintiff presented the Vehicle to
23 Silver Star for repairs. At the time of presentation, the Vehicle was still covered under the
24 California Emissions Warranty. Plaintiff complained that the check engine light was on and that
25 the Vehicle felt like it was running rough. Silver Star found that the coolant thermostat was
26 failing, causing the check engine light to come on. Silver Star also found that the intake
27 manifold tumble flaps were broken, causing the check engine light to come on. Silver Star
28 advised Plaintiff that Plaintiff would have to pay for the repairs. Plaintiff declined to pay for the

1 repairs. Plaintiff was charged a \$195.00 diagnostic fee. Pursuant to CCR Title 13 Section
2 1962.1, 2035, 2037 and 2038, the defect identified by Silver Star fell within the California
3 Emissions Warranty. The cost to diagnose and repair the defect should have been covered by
4 MBUSA. MBUSA did not extend coverage relating to the repairs. As a result, Plaintiff suffered
5 damage.

6 28. MBUSA's conduct violates California's unfair business practices statute,
7 California Business and Professions Code section 17200, *et seq.* (the "UCL"), and violates the
8 Consumers Legal Remedies Act, Civil Code section 1750, *et seq.*

9 29. Plaintiff and other members of the Class have suffered damage as a result of
10 MBUSA's wrongful conduct.

11 30. On January 8, 2021, pursuant to California Civil Code Section 1782, counsel for
12 Plaintiff sent MBUSA a letter, notifying MBUSA in writing of Plaintiff's claims under the
13 Consumers Legal Remedies Act relating to said MBUSA Warranty concealment. Said letter
14 provided MBUSA with an opportunity to take actions to remedy said unlawful practices.

15 31. On November 12, 2019, MBUSA's counsel sent a letter in response, indicating in
16 essence that MBUSA had done nothing wrong. The letter indicated that, "As a goodwill
17 gesture", MBUSA would arrange for the diagnosis and appropriate coverage of repairs to the
18 Vehicle if the coolant thermostat still needed repairs, and that MBUSA would also reimburse
19 Plaintiff for the February 28, 2018 replacement of the fuel filter unit. MBUSA did not offer to
20 reimburse Plaintiff for the diagnostic fees that had already been wrongfully charged to Plaintiff,
21 as identified herein, and did not agree to change its wrongful warranty practices, as requested by
22 Plaintiff in the January 8, 2021 notice. Furthermore, despite MBUSA's representation that
23 reimbursement would be made relating to the February 28, 2018 repair, no reimbursement has
24 been forthcoming.

25 32. By failing to provide a 15-year 150,000-mile warranty for repairs that are by
26 operation of law covered under the California Emissions Warranty, MBUSA has violated the
27 UCL and CLRA.

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PLAINTIFF’S CLASS ACTION ALLEGATIONS

33. Plaintiff re-alleges and incorporates by reference each allegation set forth above.

34. Plaintiff brings this class action pursuant to Federal Rules of Civil Procedure Rules 23(a), (b)(2) and (b)(3) on behalf of himself and members of the Class as defined below.

35. Excluded from the Class are Defendant, and its subsidiaries and affiliates; its current and former officers, directors, and employees (and members of their immediate families); and the legal representatives, heirs, successors or assigns of any of the foregoing.

36. All claims alleged herein arise under California law for which Plaintiff seeks relief authorized by California law.

37. Plaintiff’s proposed class (“Class Members”) consists of and is defined as follows:

All persons in California who, within the last four years, have been owners or lessees of Class Vehicles and who have paid for diagnosis, labor and parts relating to repairs that should have been covered under the California Emissions Warranty for 15-years or 150,000 miles (the “Class”).

38. Plaintiff’s proposed subclass consists of and is defined as follows:

All persons in California who, within the last four years, have been owners or lessees of Class Vehicles and who have paid for diagnosis, labor and parts relating to defective fuel delivery modules, defective suction jet pumps, defective fuel filter units, defective coolant thermostats and defective intake manifolds that should have been covered under the California Emissions Warranty for 15 -years or 150,000 miles (the “Subclass”).

39. On behalf of the Class and Subclass, Plaintiff seeks injunctive relief requiring MBUSA to identify all of the parts or components that should have been, and that should be, properly covered under the 15-year and 150,000 mile California Emissions Warranty relating to the Class Vehicles.

40. On behalf of the Class and Subclass, Plaintiff also seeks reimbursement for the money wrongfully paid by Plaintiff and the Class relating to repairs that should have been covered by MBUSA under the 15-year and 150,000 mile California Emissions Warranty during the Class period.

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1 41. Plaintiff reserves the right to redefine the Class and Subclass and to add
2 subclasses as appropriate based on further investigation, discovery, and specific theories of
3 liability.

4 42. Plaintiff reserves the right, based on further investigation and discovery, to
5 redefine or expand the Class and/or to add subclasses to include other warranted parts. Further,
6 per the terms of the warranty book, the “California Emission System Warranties apply to
7 vehicles registered in California, Connecticut, Delaware, Maine, Maryland, Massachusetts, New
8 Jersey, Oregon, Pennsylvania, Rhode Island, Vermont, and Washington.” Therefore, Plaintiff
9 reserves the right to expand the Class or subclass to include the same parts on vehicles
10 registered in states other than California.

11 43. As required by Fed. R. Civ. P. 23(a)(2) and (b)(3), there are questions of law and
12 fact common to the Class, and those common questions predominate over any questions
13 affecting only individual members. Among the common questions of law and fact include:

14 (a) Whether MBUSA has failed, and is failing, to comply with the California
15 Emissions Warranty relating to the Class Vehicles by failing to provide a 15-year
16 and 150,000 mile California Emissions Warranty coverage for all parts that
17 should be defined by MBUSA as warranted parts pursuant to the CCR.

18 (b) Whether MBUSA has failed, and is failing, to identify for Class Members and
19 dealerships all of the parts relating to Class Vehicles that should be identified as
20 covered under the 15-year and 150,000 mile California Emissions Warranty.

21 (c) Whether MBUSA has engaged in, and is engaging in, a systematic business
22 practice of intentionally failing to identify all of the parts of the Class Vehicles
23 that should be identified covered under the 15-year and 150,000 mile California
24 Emissions Warranty.

25 (d) Whether MBUSA has failed, and is failing, to identify all of the parts of the Class
26 Vehicles that should be identified covered by the 15-year and 150,000 mile
27 California Emissions Warranty in an effort to reduce the amount of money that
28 MBUSA spends on warranty related repairs.

- 1 (e) Whether MBUSA’s conduct of failing to identify all of the parts of the Class
2 Vehicles that should be identified as covered by the 15-year and 150,000 mile
3 California Emissions Warranty results in consumers suffering financial loss.
- 4 (f) Whether MBUSA’s conduct of failing to identify all of the parts of the Class
5 Vehicles that should be identified as covered by the 15-year and 150,000 mile
6 California Emissions Warranty results in wrongfully minimizing the amount of
7 money that MBUSA has to pay out in warranty claims.
- 8 (g) Whether MBUSA’s conduct of failing to identify all of the parts of the Class
9 Vehicles that should be identified as covered by the 15-year and 150,000 mile
10 California Emissions Warranty violates California law.
- 11 (h) Whether MBUSA has engaged in, and is engaging in, unlawful and unfair
12 business practices in violation of California Business & Professions Code section
13 17200, *et seq.* with regard to MBUSA’s failure to identify all of the warranted
14 parts of the Class Vehicles that should be covered by the 15-year and 150,000
15 mile California Emissions Warranty.
- 16 (i) Whether Plaintiff and Class members are entitled to injunctive relief regarding
17 MBUSA’s failure to identify all of the warranted parts of the Class Vehicles that
18 should be covered by the 15-year and 150,000 mile California Emissions
19 Warranty.
- 20 (j) The appropriate amount of restitution, or monetary penalties resulting from
21 MBUSA’s violations of California law.
- 22 (k) Whether MBUSA has engaged in, and is engaging, in concealment relating to
23 MBUSA’s failure to identify all of the warranted parts of the Class Vehicles that
24 should be covered by the 15-year and 150,000 mile California Emissions
25 Warranty.
- 26 (l) Whether MBUSA has violated and is violating the Consumers Legal Remedies
27 Act, Civil Code section 1750, *et seq.*, with regard to MBUSA’s failure to identify
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1 all of the warranted parts of the Class Vehicles which should be covered by the
2 15-year and 150,000 mile California Emissions Warranty.

3 44. Numerosity: As required by Fed. R. Civ. P. 23(a)(1), the members of the Class
4 are so numerous that joinder of all Class members would be unfeasible and impractical, and the
5 resolutions of their claims through the procedure of a class action will be of benefit to the
6 Parties and the Court. The membership of the entire Class is unknown to Plaintiff at this time;
7 however, the Class is estimated to be greater than one hundred (100) individuals and the identity
8 of such membership is readily ascertainable by inspection of Defendant's records.

9 45. Typicality: As required by Fed. R. Civ. P. 23(a)(3), Plaintiff's claims are typical
10 of the claims of all Class members since Plaintiff and all members of the Class suffered
11 damages as result of Defendant's concealment and wrongful conduct set forth herein.

12 46. Adequacy: As required by Fed. R. Civ. P. 23(a)(4), Plaintiff will fairly and
13 adequately protect the interests of the members of the Class. Plaintiff has no interests adverse or
14 antagonistic to those of the Class and has retained counsel competent and experienced in class
15 action litigation who will zealously prosecute this matter on behalf of the Class to its conclusion

16 47. Superiority: As required by Fed. R. Civ. P. 23(b)(3), the nature of this action
17 makes the use of class action adjudication superior to other methods. A class action will achieve
18 economies of time, effort, and expense as compared with separate lawsuits, and will avoid
19 inconsistent outcomes because the same issues can be adjudicated in the same manner and at the
20 same time for the entire class.

21 48. Defendant keeps extensive computerized records of its customers. Defendant has
22 one or more databases through which a significant majority of Class members may be identified
23 and ascertained, and it maintains contact information, including email and home mailing
24 addresses, through which notice of this action could be disseminated in accordance with due
25 process requirements.

26 49. Class certification of Plaintiff's claims is also appropriate pursuant to Fed. R.
27 Civ. P. 23(b)(2) because Defendant has acted or refused to act on grounds generally applicable
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1 to Plaintiff and the Class, making appropriate both declaratory and injunctive relief with respect
2 to Plaintiff and the Class.

3 **TOLLING OF THE STATUTE OF LIMITATIONS**

4 50. MBUSA has actively engaged in misleading, and dishonest conduct relating to
5 its failure to properly identify parts of the Class Vehicles that should be identified as covered
6 under the 15-year and 150,000 mile California Emissions Warranty. Despite acting diligently,
7 Plaintiff and the Class cannot be reasonably expected on their own to learn or discover what
8 parts and repairs of the Class Vehicles should be identified as warranted parts covered under the
9 15-year and 150,000 mile California Emissions Warranty. Therefore, the discovery rule is
10 applicable to the claims asserted by Plaintiff and members of the Class, and the statute of
11 limitations for bringing the claims set forth herein should be tolled.

12 51. MBUSA has actual and constructive knowledge that it is violating California law
13 by failing to identify all of the parts of the Class Vehicles that should be identified as warranted
14 parts, and by failing to provide a 15-year and 150,000 mile California Emissions Warranty
15 relating to said parts. MBUSA has concealed from Plaintiff and members of the Class that
16 MBUSA is violating California law as set forth herein.

17 52. Any applicable statute of limitation is tolled by MBUSA's knowledge, active
18 concealment, and wrongful conduct set forth herein. MBUSA is further estopped from relying
19 on any statute of limitation because of its concealment set forth herein.

20 **FIRST CLAIM FOR RELIEF**

21 **Violation of California Unfair Competition Law**

22 **(Cal. Bus. & Prof. Code §§ 17200, *et seq.*)**

23 53. Plaintiff re-alleges and incorporates by reference each allegation set forth above.

24 54. California Business and Professions Code section 17200, *et seq.* (the "UCL")
25 prohibits "any unlawful, unfair or fraudulent business act or practice." MBUSA has committed
26 acts of unfair competition proscribed by the UCL, including the acts and practices alleged
27 herein.

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Unfair Prong

63. MBUSA’s conduct violates the unfair prong of the UCL.

64. An act or practice is unfair if the consumer injury is substantial, is not outweighed by any countervailing benefits to consumers or to competition and is not an injury the consumers themselves could reasonably have avoided. An act or practice also is unfair if it offends an established public policy or is immoral, unethical, oppressive, unscrupulous or substantially injurious to consumers. An act or practice also is unfair if Plaintiff’s claims are “tethered” to specific constitutional, statutory or regulatory provisions. MBUSA’s conduct violates all of these definitions.

65. As alleged above, MBUSA engages and has engaged in a systematic business practice of intentionally failing to identify in the Class Vehicles’ warranty booklet at the time of distribution, and in resources provided to its dealerships, numerous parts of the Class Vehicles that MBUSA is obligated to identify as being covered by the 15-year 150,000 mile California Emissions Warranty by operation of law, including specifically the parts referenced in the subclass. MBUSA does this in an effort to reduce the amount of money that MBUSA spends on warranty-related repairs knowing that it would be very difficult if not impossible for most consumers to discover this unlawful conduct. If MBUSA complied with California law and properly identified all of the parts of the Class Vehicles that should be identified as covered under the California Emissions Warranty, then MBUSA dealerships would properly provide warranty coverage for said warranted parts.

66. Further, MBUSA’s conduct is unfair because it intentionally refuses to provide warranty coverage for the sole purpose of wrongfully limiting its warranty claims, with no regard for the fact that the public is being forced to pay for repairs which should be covered under the 15-year and 150,000 mile California Emissions Warranty. Plaintiff and members of the Class have suffered injury in fact and lost money or property as a result of MBUSA’s unfair business acts and practices as set forth in detail.

67. MBUSA’s failure to properly identify the all of the parts of the Class Vehicles that should be provided 15-year 150,000 miles California Warranty Coverage is a uniform,

1 systematic, and intentional business practice on the part of MBUSA to minimize the amount of
2 money that MBUSA has to pay out in warranty claims. This conduct violates California law.

3 68. As a direct and proximate result of MBUSA's acts and practices in violation of
4 the UCL, Plaintiff and members of the Class have paid out of pocket to repair or replace parts of
5 the Class Vehicles that should have been covered by MBUSA under the 15-year and 150,000
6 mile California Emissions Warranty. As a result, consumers have been forced to pay out of
7 pocket to repair or replace vehicle components that should be covered under warranty is clearly
8 unfair.

9 69. MBUSA's conduct does not benefit consumers or competition. Plaintiff and
10 members of the Class could not reasonably avoid the injury each of them suffered or will suffer,
11 which injury is substantial. MBUSA's conduct only benefits MBUSA, by MBUSA wrongfully
12 avoiding having to pay warranty claims which should be covered by the 15-year and 150,000
13 mile California Emissions Warranty.

14 70. The gravity of the consequences of MBUSA's conduct as described above
15 outweighs the justification, motive or reason therefor, is immoral, unethical and unscrupulous.

16 71. MBUSA's conduct also offends established public policy that is tethered to
17 legislatively declared policies as set forth in the laws detailed above, including California laws
18 and regulations regarding California's Emission Control System Warranty Requirements, or is
19 substantially injurious to the public, for the reasons set forth above.

20 72. To the extent that any definition of "unfair" requires a balancing test or weighing
21 various factors, such an inquiry is fact intensive and requires a full factual record as to
22 MBUSA's justification and motives for its conduct, and as to the impact of MBUSA's conduct
23 on Plaintiff and Class members.

24 73. MBUSA's acts of unfair competition as set forth above present a continuing
25 threat and will persist and continue to do so unless and until this Court issues appropriate
26 injunctive relief. Plaintiff also seeks attorneys' fees and costs pursuant to, *inter alia*, C.C.P. §
27 1021.5.

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Deceptive Prong

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74. Plaintiff's claim under this prong is predicated on omissions, not misrepresentations. While the warranty booklet for Class Vehicles claims to identify all of the parts covered under the 15-year and 150,000 mile California Emissions Warranty, the warranty booklet omits numerous parts that that should have been listed as covered by the 15-year and 150,000 mile California Emissions Warranty.

75. MBUSA engages in a uniform and systematic business practice of intentionally failing to identify in the MBUSA warranty booklet, and in resources provided to its dealerships, all of the parts of the Class Vehicles which should be covered under the 15-year and 150,000 mile California Emissions Warranty. This has intentionally misled consumers with regard to what parts are covered under the 15-year and 150,000 mile California emissions warranty, and reduced the amount of money that MBUSA spends on warranty-related repairs. If MBUSA complied with California law, and properly identified all parts of Class Vehicles as covered under the California Emissions Warranty which should be identified as such, then MBUSA dealerships would properly provide warranty coverage for said warranted parts.

76. MBUSA's wrongful conduct is a systematic and intentional business practice on the part of MBUSA to minimize the amount of money that MBUSA has to pay out in warranty claims. This conduct violates California law.

77. Said conduct is likely to deceive an ordinary consumer as MBUSA concealed this information from consumers and from MBUSA's dealerships, in an effort by MBUSA to minimize the amount of money that MBUSA has to pay out in warranty claims. One of the ways MBUSA misleads consumers relates to the information that MBUSA provides to consumers in the MBUSA warranty book. MBUSA intentionally omits information from the warranty book by intentionally failing to classify all of the parts of the Class Vehicles as parts that should be covered under the 15-year and 150,000 mile California emissions warranty.

78. Plaintiff and the Class have justifiably relied on the information in the warranty booklet about what parts of the Class Vehicles should be covered under the 15-year 150,000

1 California Emissions Warranty have been deceived and suffered damage as a result of
2 MBUSA's intentional and wrongful conduct.

3 79. MBUSA is fully aware of its obligations pursuant to the CCR and purports to
4 comply with them. However, in derogation of its legal obligations, MBUSA willfully and
5 intentionally conceals from consumers, and from the MBUSA dealerships, all of the parts of
6 the Class Vehicles that should be covered by the 15-year 150,000 mile California Emissions
7 Warranty, in order to reduce the amount of money that MBUSA has to pay in warranty claims.

8 80. MBUSA is and was under a duty to disclose to consumers and to its dealerships
9 all of the parts of the Class Vehicles that should be covered under the 15-year 150,000 miles
10 California Emissions Warranty.

11 81. MBUSA is and was further under a duty to disclose to consumers and to its
12 dealerships all of the parts of the Class Vehicles which it is required to cover under the 15-year
13 and 150,000 mile California Emissions Warranty because:

- 14 (1) MBUSA is and was in a superior position to know the true state of facts about
15 the duration of the 15-year and 150,000 mile California Emissions Warranty
16 and which parts of the Class Vehicles should be covered;
- 17 (2) MBUSA has made partial disclosures about the extent of the 15-year and
18 150,000 mile California Emissions Warranty;
- 19 (3) MBUSA has actively concealed and failed to identify all of the parts of the Class
20 Vehicles that are covered under the 15-year and 150,000 mile California
21 emissions warranty; and,
- 22 (4) Members of the Class, including Plaintiff, have suffered actual loss due to
23 MBUSA's concealment and false representations.

24 82. The facts concealed and not disclosed by MBUSA to Plaintiff and members of
25 the Class are material. Had Plaintiff and members of the Class known the true extent of the 15-
26 year and 150,000 mile California Emissions Warranty, and had MBUSA been truthful to its
27 dealerships and members of the Class with regard to identifying all of the parts and repairs of
28 the Class Vehicles that are covered under the 15-year and 150,000 mile California Emissions

1 Warranty, Plaintiff and members of the Class would have been able to avoid spending money in
2 order to repair MBUSA vehicles sold and leased in California. As a result, Plaintiff and
3 members of the Class have suffered damage.

4 83. In order to minimize the amount of money that MBUSA spends on warranty
5 related repairs, MBUSA continues to conceal the parts of the Class Vehicles that should be
6 covered under the 15-year and 150,000 mile California Emissions Warranty.

7 84. Furthermore, MBUSA has refused to, and continues to refuse to provide 15-year
8 and 150,000 mile California Emissions Warranty coverage relating to all repairs of the Class
9 Vehicles which should be covered under said warranty pursuant to California law. This refusal
10 is intentional, willful, unfair, and unlawful.

11 **SECOND CLAIM FOR RELIEF**

12 **Violation of California Consumers Legal Remedies Act**

13 **(Cal. Civil Code §§ 1750 *et seq.*)**

14 85. Plaintiff re-alleges and incorporates by reference each allegation set forth above.

15 86. MBUSA has violated Section 1770 of the California Consumers Legal Remedies
16 Act, Cal. Civ. Code Section 1750, *et seq.* (the “CLRA”). The violation results from MBUSA’s
17 failure to keep its promise to the State of California, and members of the Class, including
18 Plaintiff, that it would honor the terms of the MBUSA warranty, and by doing so, that it would
19 honor the terms of the CCR. Furthermore, the MBUSA warranty booklet provided by MBUSA
20 to consumers, including Plaintiff, specifically references the California Emissions Warranty, and
21 both inferentially and specifically represents that it will honor the terms of the CCR, however
22 MBUSA has refused, and continues to refuse to honor the terms of the CCR, as stated herein.

23 87. Plaintiff is a consumer who was wrongfully required to pay for repairs which
24 should have been paid for by MBUSA pursuant to the CCR. The Vehicle was presented by
25 Plaintiff for repairs at MBUSA authorized repair facilities, in compliance with the terms and
26 conditions of the MBUSA warranty. The Vehicle required repairs which should have been
27 covered pursuant to the CCR, based upon the Vehicle’s mileage and age. MBUSA wrongfully
28

1 failed and refused to pay for the warranty repairs due to the unlawful pattern and practice set
2 forth herein. Thus, Plaintiff suffered damage.

3 88. MBUSA knows that it is violating the terms of the CCR, however MBUSA
4 intentionally violates the CCR in order to save money. Plaintiff and members of the Class are
5 generally unaware of the terms and scope of the CCR, thus MBUSA is able to get away with
6 said wrongful conduct. As a result, Plaintiff and members of the Class have suffered damage.
7 MBUSA engages in a systemic pattern of denying warranty claims relating to Class Vehicles
8 under the CCR relating to parts which are actually covered under the California Emissions
9 Warranty for 15-years or 150,000 miles.

10 89. Plaintiff and members of the Class have presented MBUSA vehicles to MBUSA
11 authorized repair facilities for repairs that should have been covered under the CCR, but
12 coverage has been wrongfully denied to them. As a result, Plaintiff and members of the Class
13 have thus suffered damage. Plaintiff brings this claim on behalf of himself and the Class.

14 90. MBUSA's conduct in warranting, advertising, leasing, selling and distributing
15 vehicles in the State of California, while at the same time knowingly and wrongfully failing to
16 honor the terms of the CCR, constitutes the following violations of Section 1770:

- 17 (a) MBUSA represents and has represented that the Class Vehicles sold and leased
18 in the State of California have characteristics or benefits which they did not have
19 (in violation of Section 1770(a)(5));
- 20 (b) MBUSA has falsely represented that the Class Vehicles sold and leased in the
21 State of California were of a particular standard, quality, or grade when they
22 were of another (in violation of Section 1770(a)(7)); and,
- 23 (c) MBUSA advertised the Class Vehicles that have been sold and leased in the State
24 of California with the intent not to sell them as advertised (in violation of Section
25 1770(a)(9)).

26 91. Civil Code section 1780(a) provides that any consumer who suffers damage as a
27 result of a violation of the CLRA may bring an action to recover: 1) actual damages, but in no
28 case shall the total award of damages in a class action be less than \$1,000; 2) an order enjoining

1 the methods, acts, or practices; 3) restitution of property; 4) punitive damages; and 5) any other
2 relief that the court deems proper.

3 92. Civil Code section 1781 provides that Plaintiff may pursue this case as a class
4 action.

5 93. Plaintiff requests injunctive relief pursuant to Civil Code 1782(d).

6 94. Plaintiff is entitled to attorney fees pursuant to Civil Code section 1780(e).

7 **PRAYER FOR RELIEF**

8 WHEREFORE, Plaintiff, on behalf of himself and all others similarly situated, prays for
9 relief and judgment against MBUSA as follows:

10 (a) An order certifying the proposed Class designating Plaintiff as named
11 representative of the Class, and designating the Plaintiff's Counsel as Class Counsel;

12 (b) A declaration that MBUSA is financially responsible for notifying all Class
13 members about the wrongful conduct set forth herein;

14 (c) An order enjoining MBUSA from further deceptive distribution, sales, and
15 lease practices, and to reimburse both Plaintiff and the Class for the money wrongfully paid
16 by Plaintiff and members of the Class relating to repairs to Class Vehicles which should have
17 been covered by MBUSA under the 15-year and 150,000 mile California Emissions Warranty;

18 (d) An award to Plaintiff and members of the Class of compensatory, exemplary,
19 and statutory damages, including interest, in an amount to be proven at trial;

20 (e) An award to Plaintiff and members of the Class of any repair costs they are
21 owed;

22 (f) A declaration that MBUSA must disgorge, for the benefit of the Class, all or
23 part of the ill-gotten profits it received as a result of the wrongful conduct set forth herein, or
24 make full restitution to Plaintiff and members of the Class;

25 (g) An award of attorneys' fees and costs, as allowed by law;

26 (h) An award of attorneys' fees and costs pursuant to California Code of Civil
27 Procedure § 1021.5;

28 (i) An award of pre-judgment and post-judgment interest;

- 1 (j) Leave to amend the Complaint to conform to the evidence produced at trial;
- 2 and
- 3 (k) Other relief as may be appropriate under the circumstances.

4 **DEMAND FOR JURY TRIAL**

5 Pursuant to Federal Rules of Civil Procure, Rule 38(b), Plaintiff hereby demands a trial
6 by jury as to all claims so triable.

7
8 Dated: June 18, 2021

Respectfully submitted,

9 **THE LAW OFFICE OF ROBERT STARR**

10
11 /S/
By: _____
12 Robert L. Starr

13 *Attorneys for Plaintiff*
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ClassAction.org

This complaint is part of ClassAction.org's searchable class action lawsuit database and can be found in this post: [Class Action Claims Mercedes Failed to Pay for Emissions-Related Repairs for PZEV Vehicles in California](#)
