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11 12	UNITED STATES DI NORTHERN DISTRICT OF CALIFOR		
13 14 15 16 17 18 19 20	RAUL SIQUEIROS, TODD AND JILL CRALLEY LARRY GOODWIN, GABRIEL DEL VALLE, SO SMITH, WILLIAM DAVIS, JR., JOHN GRAZIAN JOSHUA BYRGE, and RUDY SANCHEZ, and MANUEL FERNANDEZ, individually and on behall others similarly situated, Plaintiffs, v. GENERAL MOTORS LLC, Defendant.	COTT NO,	Case No. 3:16-cv-07244-EMC GENERAL MOTORS LLC'S ANSWER TO SEVENTH AMENDED CLASS ACTION COMPLAINT
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ANSWER TO SEVENTH AMENDED COMPLAINT, NO. 3:15-CV-07244-EMC

& MORING LLP
ATTORNEYS AT LAW

General Motors LLC ("GM") for answer to plaintiffs' Seventh Amended Complaint herein, admits, alleges and denies as follows:

I. NATURE OF THE CASE

- 1-2. Answering paragraphs 1 and 2 thereof, admits that plaintiffs purport to bring this action on behalf of a class, classes, or subclasses of owners and lessees of model year 2011 through 2014 GM vehicles equipped with Generation IV Vortec 5300 engines ("Subject Vehicles"); denies that any class or subclass has been or may properly be certified; further denies that the Subject Vehicles' engines were or are "defective."
 - 3. Denies the allegations of paragraph 3 thereof.
 - 4. Admits the allegations of paragraph 4 thereof.
 - 5. Denies the allegations of paragraph 5 thereof.
- 6. Admits the allegations of paragraph 6 thereof, except admits and alleges that the date of the Old GM bankruptcy petition was June 1, 2009; further admits and alleges that GM only acquired the Old GM assets and only assumed the Old GM liabilities specified in the sale agreement that was consummated on July 10, 2009.
 - 7-11. Denies the allegations of paragraphs 7 through 11 thereof.
- 12. Denies the allegations of paragraph 12 thereof, except admits and alleges that (1) the Oil Life Monitoring System is not designed to and does not measure oil level and (2) the Oil Life Monitoring System uses inputs such as engine revolutions and temperature to estimate expected (and normal) deterioration of oil quality over time and thus indicate when a regular oil change is recommended.
- 13. Denies the allegations of paragraph 13 thereof, except admits and alleges that the oil pressure gauge and warning light indicate when oil *pressure* is too low and do not measure oil *levels* in the engine; however, low oil levels can trigger low oil pressure warnings.
 - 14-15. Denies the allegations of paragraphs 14 and 15 thereof.
- 16. Denies the allegations of paragraph 16 thereof, except admits and alleges that it introduced the Generation V Vortec 5300 engine in some model year 2014 vehicles, that this

engine included an engine oil level indicator; further, admits and alleges that during production of model year 2010 and 2011 Subject Vehicles GM introduced an AFM shield and a new valve cover with a relocated and baffled PCV orifice.

- 17-18. Denies the allegations of paragraphs 17 and 18 thereof, except admits and alleges that it issued Technical Service Bulletins that speak for themselves.
- 19-20. Denies the allegations of paragraphs 19 and 20 thereof; admits and alleges that any and all issues concerning defects in materials and workmanship in the engines of Subject Vehicles, including issues resulting from high oil consumption, were covered by GM's five-year, 100,000-mile (whichever comes first) powertrain warranties which offered free-of-charge repairs and adjustments for vehicles presented to GM dealers during the warranty period.

II. JURISDICTION AND VENUE

- 21. Answering paragraph 21 thereof, GM admits that plaintiffs have alleged the amount in controversy and diversity of citizenship required to establish subject matter jurisdiction under 28 U.S.C. § 1332(d); GM denies that it is liable to plaintiffs in the amount alleged or at all.
- 22. GM denies the allegations of paragraph 22 thereof, except admits and alleges that the Court has personal jurisdiction of claims by plaintiffs who either reside in or purchased their Subject Vehicles in the State of California.
- 23. Answering paragraph 23, insofar as some of its allegations are legal conclusions no response is required; otherwise GM denies the allegations for want of sufficient information or knowledge to form a belief as to the truth thereof, except admits and alleges that GM has sold Subject Vehicles within this District.

III. PARTIES

- 24-79. Denies the allegations of paragraphs 24 through 79 thereof on the ground that it lacks sufficient information or knowledge to form a belief as to the truth of these allegations.
 - 80. Admits the allegations of paragraph 80 thereof.

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IV. FACTUAL ALLEGATIONS

- 81. Denies the allegations of paragraph 81 thereof, except admits and alleges that it introduced the Gen III Vortec 5300 engine on certain model year 1999 vehicles.
 - 82-83. Admits the allegations of paragraphs 82 and 83 thereof.
 - 84. Denies the allegations of paragraph 84 thereof.
- 85-87. Admits the allegations of paragraphs 85 through 87 thereof, except admits and alleges that the date of Old GM's bankruptcy filings was June 1, 2009; further admits and alleges that GM only acquired the Old GM assets and only assumed the Old GM liabilities specified in the sale agreement that was consummated on July 10, 2009.
- 88. Denies the allegations of paragraph 88 thereof, except admits that it manufactured and distributed for retail sale or lease by authorized dealers model year 2010 through 2014 Subject Vehicles equipped with Generation IV Vortec 5300 engines.
 - 89. Denies the allegations of paragraph 89 thereof.
- 90-92. Admits the allegations of paragraphs 90 through the first sentence of paragraph 92 thereof; denies the second sentence of paragraph 92 thereof, except admits and alleges that the primary purpose of the compression rings is to withstand combustion pressures and hold combustion gases in the combustion chambers (balanced against friction and wear attributes); admits and alleges that the image in paragraph 92 is not representative of a Gen III, IV or V piston assembly.
- 93-97. Denies the allegations of paragraph 93 through 97 thereof, except admits and alleges that the Generation V Vortec engines incorporated numerous design changes, primarily to accommodate direct fuel injection ("SIDI"), a product improvement; denies that any of these design changes is admissible as evidence to show that the engines of the Subject Vehicles were defective. *See* Rule 407, Federal Rules of Evidence.
 - 98. Denies the allegations of paragraph 98 thereof.
 - 99. Admits the allegations of paragraph 99 thereof.

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- 100-102. Denies the allegations of paragraph 100 through 102 thereof, except admits and alleges that it issued TSB #10-06-001, which speaks for itself and instructed dealers to install a deflector over the AFM oil pressure relief valve; denies that engines with the deflector installed will require piston and ring replacement as "the ultimate fix."
 - 103. Denies the allegations of paragraph 103 thereof.
- 104. Answering paragraph 104 thereof, denies that its allegations accurately and completely describe the purpose and operation of the PCV system; admits that the PCV system is not intended to "vacuum" liquid oil from the valvetrain.
- 105-106. Denies the allegations of paragraph 105 through 106 thereof, except admits and alleges that it issued TSB #10-06-001, which speaks for itself and instructed dealers to replace the left rocker arm cover with a redesigned part; specifically denies that engines with the new part installed will require piston and ring replacement as "the ultimate fix."
 - 107. Denies the allegations of paragraph 107 thereof.
- 108. Denies the allegations of paragraph 108 thereof, except admits the allegations of the first three sentences of this paragraph; admits and alleges (a) that the Oil Life Monitoring System is not designed or intended to, and does not, measure oil levels or alert drivers when oil levels are low and (b) that as stated in the Owners Manuals for the Subject Vehicles, it is the owners' responsibility to monitor engine oil levels by periodic "dipstick" checks.
- 109. Denies the allegations of paragraph 109 thereof, except admits and alleges (a) that the Subject Vehicles include an oil pressure gauge and warning light that will alert the driver when oil *pressure* is low and (b) that low oil *levels* are only one of several potential causes of low oil pressure.
- 110-112. Denies the allegations of paragraphs 110 through 112 thereof; specifically denies that the low oil pressure warning does not illuminate prior to any imminent danger of a safety hazard such as engine shutdown or fire.
 - 113-117. Denies the allegations of paragraphs 113 through 117 thereof.

118-122.	Denies the allegations of paragraphs 118 through 122 thereof, except
admits that its Owners	s Manuals provide warnings such as the warnings quoted in paragraphs 119-
120 thereof.	

- 123. Denies the allegations of paragraph 123 thereof, except admits and alleges that design activity for the Gen V Vortec 5300 engine began approximately five years before 2011.
- 124-125. Denies the factual allegations and legal characterizations of paragraphs 124 and 125 thereof, except admits that the "carcomplaints" website includes oil consumption complaints about vehicles manufactured by Old GM that were equipped with Gen IV Vortec 5300 engines.
- 126-129. Denies the allegations of paragraphs 126 through 129 thereof, except admits and alleges that the Technical Service Bulletins it issued and online complaints posted following July 10, 2009 speak for themselves.
- 130-155. Denies the allegations of paragraphs 130 through 155 thereof, except admits that the complaints quoted therein (mostly concerning vehicles manufactured by Old GM) were posted on the websites identified therein, and most of them were posted after most plaintiffs bought their Subject Vehicles.
- 156-177. Denies the allegations of paragraphs 156 through 177 thereof, except admits that these paragraphs partially quote GM advertising, brochures and annual reports.
- 178. Denies the allegations of paragraph 178 thereof, except admits that Mr. Ludington sent the letter alleged therein.
- 179. Denies the allegations of paragraph 179 thereof, except admits that plaintiffs' counsel sent the letter alleged therein.
- 180. Denies the allegations of paragraph 180 thereof, except admits and alleges that it sent the November 29, 2016 letter therein alleged, which speaks for itself.

V. TOLLING OF THE STATUTES OF LIMITATION

- Denies the allegations of paragraph 181 and 182 thereof.
- 183-189. Denies the allegations of paragraphs 183 through 189 thereof.

1	190-192. Denies the allegations of paragraphs 190 through 192 thereof.
2	VI. CLASS ACTION ALLEGATIONS
3	193-196. Answering paragraphs 193 through 196 thereof, GM admits that plaintiffs
4	purport to bring this action as a class action on behalf of a nationwide and statewide classes as
5	specified therein; but admits and alleges that no class can be certified or maintained because
6	plaintiffs cannot satisfy the requirements of Rules 23 of the Federal Rules of Civil Procedure.
7	197. Answering paragraph 197 thereof, GM states that it does not contest the
8	numerosity requirement.
9	198-199. Denies the allegations of paragraphs 198 and 199.
10	200. Denies the allegations of paragraph 200 thereof on the ground that it lacks
11	sufficient information or knowledge to form a belief as to the truth of these allegations.
12	Denies the allegations of paragraphs 201 and 202 thereof.
13	VII. CLAIMS FOR RELIEF
14	A. <u>Individual Claim</u>
15	COUNT 1 (Magnuson Moss Warranty Act)
16	203. Answering paragraph 203 thereof, repeats and incorporates by reference its
17	admissions, allegations and denials in paragraphs 1 through 202 hereof; further, admits and
18	alleges that all plaintiffs' breach of express warranty claims asserted as part of Count 1 have been
19	dismissed under Rule 12(b)(6) and that the Count 1 claim of plaintiff Goodwin has been
20	dismissed in its entirety under Rule 12(b)(6).
21	204. Admits the allegations of paragraph 204
22	205. Denies the allegations of paragraph 205 thereof, except admits and alleges that the
23	Court has jurisdiction under 28 U.S.C. § 1332(d).
24	206. Denies the allegations of paragraph 206 thereof on the ground of lack of sufficient
25	information or knowledge to form a belief as to the truth of these allegations.
26	207-209. Paragraphs 207 through 209 are legal conclusions as to which no response
27	is required.
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- 210. Denies the allegations of paragraph 210 thereof, except admits and alleges that GM issued a limited new vehicle warranty that offered to repair defects in materials and workmanship if vehicles were presented to an authorized dealership for repairs during the warranty period; further admits and alleges that the GM limited new vehicle warranties included the language partially quoted in paragraph 210; otherwise, the complete terms of the GM warranty speak for themselves.
- 211. Answering paragraph 211, admits that its limited warranty is a "written warranty" within the meaning of 15 U.S.C. § 2301(6) and that any implied warranty of merchantability arising under state law is an "implied warranty" pursuant to 15 U.S.C. § 2301(7); admits and alleges that GM did not issue any implied warranty of merchantability to purchasers of used vehicles.
- 212. Denies the allegations of paragraph 212 thereof on the ground of lack of sufficient information or knowledge to form a belief as to the truth of these allegations.
- 213-214. Denies the allegations of paragraphs 213 and 214 thereof, except admits that Mr. Ludington sent the letter alleged therein.
 - 215. Denies the allegations of paragraph 215 thereof.
- 216. Answering paragraph 216 thereof, admits that plaintiffs allege the amounts in controversy required to be alleged under the Magnuson Moss Act; denies that GM is liable to plaintiffs, or any of them, in the amounts alleged or at all.
 - 217. Denies the allegations of paragraph 217 thereof.
- 218. Answering the allegations of paragraph 218 thereof, admits that plaintiffs purport to seek all damages permitted by law; specifically denies that plaintiffs or purported class members are entitled to any damages or other monetary or equitable relief, including damages for claimed diminution in value.

B. Claims Brought on Behalf of the Statewide Classes

1. Claims Brought Individually and on Behalf of the California Class

<u>COUNT 2 (California Consumer Legal Remedies Act)</u>

1	219. Answering paragraph 219 thereof, repeats and incorporates by reference its		
2	admissions, allegations and denials in paragraphs 1 through 218 hereof.		
3	220. Answering paragraph 220 thereof, admits that plaintiffs purport to bring this action		
4	on behalf of an alleged California class; denies that any class can be certified and states that the		
5	Court denied class certification for this claim on April 23, 2020.		
6	221-228. Denies the allegations of paragraphs 221 through 228 thereof.		
7	229. Denies the allegations of paragraph 229 thereof, except admits that plaintiffs'		
8	counsel sent the letter alleged therein.		
9	230. Denies the allegations paragraph 230 thereof, except admits and alleges that it		
10	sent the November 29, 2016 letter therein alleged, which speaks for itself.		
11	231. Answering paragraph 231 thereof, admits that Exhibit A is an executed venue		
12	affidavit.		
13	COUNT 3 (Song-Beverly Breach of Express Warranty)		
14	232-245. GM is not required to respond to paragraphs 232 through 245 because the		
15	Court has dismissed this Count under Rule 12(b)(6).		
16	COUNT 4 (Song-Beverly Breach of Implied Warranty)		
17	246. Answering paragraph 246 thereof, repeats and incorporates by reference its		
18	admissions, allegations and denials in paragraphs 1 through 245 hereof.		
19	247. Answering paragraph 247 thereof, admits that plaintiffs purport to bring this action		
20	on behalf of an alleged California class; denies that any class can be certified or maintained.		
21	248. Paragraph 248 is a legal conclusion as to which no response is required.		
22	249. Paragraph 249 is a legal conclusion as to which no response is required.		
23	250. Paragraph 250 is a legal conclusion as to which no response is required.		
24	251. Denies the allegations of paragraph 251 thereof, except admits and alleges that		
25	GM impliedly warranted merchantability to plaintiffs and others who purchased new Subject		
26	Vehicles.		
27	252. Admits the allegations of paragraph 252 thereof.		
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1	253-255. Denies the allegations of paragraphs 253 through 255 thereof.		
2	256. Denies the allegations of paragraph 256 thereof, except admits that Mr. Ludington		
3	sent the letter alleged therein.		
4	257-260. Denies the allegations of paragraphs 257 through 260 thereof; specifically		
5	denies that plaintiffs and purported class members are entitled to damages, other legal or		
6	equitable relief or costs and attorneys' fees.		
7	COUNT 5 (California Fraudulent Omission)		
8	261-270. GM is not required to respond to paragraphs 261 through 270 because the		
9	Court has dismissed this Count under Rule 56.		
10	COUNT 6 (California Unjust Enrichment)		
11	271-278. GM is not required to respond to paragraphs 271 through 278 because the		
12	Court has dismissed this Count under Rule 56.		
13	COUNT 7 (California Unfair Competition Law)		
14	279. Answering paragraph 279 thereof, repeats and incorporates by reference its		
15	admissions, allegations and denials in paragraphs 1 through 278 hereof.		
16	280. Answering paragraph 280 thereof, admits that plaintiffs purport to bring this action		
17	on behalf of an alleged California class; denies that any class can be certified and states that the		
18	Court denied class certification for this claim on April 23, 2020.		
19	281. Answering paragraph 281 thereof, admits and alleges that the statute partially		
20	quoted by plaintiffs speaks for itself.		
21	282-289. Denies the allegations of paragraphs 282 through 289 thereof; specifically		
22	denies that plaintiffs and purported class members are entitled to any monetary or equitable relief.		
23	2. <u>Claims Brought on Behalf of the Arkansas Class</u>		
24	COUNT 8 (Arkansas DTPA)		
25	290. Answering paragraph 290 thereof, repeats and incorporates by reference its		
26	admissions, allegations and denials in paragraphs 1 through 289 hereof.		
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- 291. Answering paragraph 291 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Arkansas class; denies that any class can be certified.
- 292. Answering paragraph 292 thereof, admits and alleges that the statutes partially quoted by plaintiffs speak for themselves.
- 293-300. Denies the allegations of paragraphs 293 through 300 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all and are not entitled to recover attorneys' fees, costs or other relief under the cited statute or otherwise.

COUNT 9 (Arkansas Breach of Express Warranty)

301-312. GM is not required to respond to paragraphs 301 through 312 because the Court has dismissed this Count under Rule 12(b)(6).

COUNT 10 (Arkansas Breach of Implied Warranty)

313-320. GM is not required to respond to paragraphs 313 through 320 because the Court has dismissed this Count under Rule 12(b)(6).

COUNT 11 (Arkansas Fraudulent Omission)

- 321. Answering paragraph 321 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 320 hereof.
- 322. Answering paragraph 322 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Arkansas class; denies that any class can be certified.
- 323-330. Denies the allegations of paragraphs 323 through 330 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 12 (Arkansas Unjust Enrichment)

- 331. Answering paragraph 331 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 330 hereof.
- 332. Answering paragraph 332 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Arkansas class; denies that any class can be certified.

333-338. Denies the allegations of paragraphs 333 through 338 thereof, and specifically denies that plaintiffs or other members of the purported class are entitled to any monetary or equitable relief.

3. Claims Brought on Behalf of the Idaho Class

COUNT 13 (Idaho CPA)

- 339. Answering paragraph 339 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 338 hereof.
- 340. Answering paragraph 340 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Idaho class; denies that any class can be certified.
- 341-342. Paragraphs 341 and 342 are legal conclusions as to which no response is required.
- 343. Answering paragraph 343 thereof, admits and alleges that the statute partially quoted by plaintiffs speaks for itself.
- 344-351. Denies the allegations of paragraphs 344 through 351 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all or are entitled to recover attorneys' fees, costs or other relief under the cited statute or otherwise.

COUNT 14 (Idaho Breach of Express Warranty)

352-363. GM is not required to respond to paragraphs 352 through 363 because the Court has dismissed this Count under Rule 12(b)(6).

COUNT 15 (Idaho Breach of Implied Warranty)

- 364. Answering paragraph 364 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 363 hereof.
- 365. Answering paragraph 365 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Idaho class; denies that any class can be certified.
 - 366. Paragraph 366 is a legal conclusion as to which no response is required.

367.	Answering paragraph 367	thereof, admits	and alleges	that the statutes	cited by
plaintiffs spea	ks for themselves.				

- 368. Denies the allegations of paragraph 368 thereof.
- 369. Denies the allegations of paragraph 369 thereof, except admits that Mr. Ludington sent the letter alleged therein.
- 370-371. Denies the allegations of paragraphs 370 and 371 thereof and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 16 (Idaho Fraudulent Omission)

- 372. Answering paragraph 372 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 371 hereof.
- 373. Answering paragraph 373 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Idaho class; denies that any class can be certified.
- 374-381. Denies the allegations of paragraphs 374 through 381 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 17 (Idaho Unjust Enrichment)

- 382. Answering paragraph 382 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 381 hereof.
- 383. Answering paragraph 383 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Idaho class; denies that any class can be certified.
- 384-389. Denies the allegations of paragraphs 384 through 389 thereof, and specifically denies that plaintiffs or other members of the purported class are entitled to any monetary or equitable relief.

4. <u>Claims Brought on Behalf of the Massachusetts Plaintiff Smith</u> <u>COUNT 18 (Massachusetts CPA)</u>

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426. Answering paragraph 426 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 425 hereof.

427-432. Denies the allegations of paragraphs 427 through 432 thereof, and specifically denies that plaintiff is entitled to any monetary or equitable relief.

5. Claims Brought on Behalf of the North Carolina Class COUNT 23 (North Carolina UDTPA)

- 433. Answering paragraph 433 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 432 hereof.
- 434. Answering paragraph 434 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged North Carolina class; denies that any class can be certified and states that the Court denied class certification for this claim on April 23, 2020.
- 435-440. Denies the allegations of paragraphs 435 through 440 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all or are entitled to recover attorneys' fees, costs or other relief under the cited statute or otherwise. COUNT 24 (North Carolina Breach of Express Warranty)
- 441-452. GM is not required to respond to paragraphs 441 through 452 because the Court has dismissed this Count under Rule 12(b)(6).

COUNT 25 (North Carolina Breach of Implied Warranty)

- 453. Answering paragraph 453 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 452 hereof.
- 454. Answering paragraph 454 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged North Carolina class; denies that any class can be certified or maintained.
 - 455. Paragraph 455 is a legal conclusion as to which no response is required.
- 456. Answering paragraph 456 thereof, admits and alleges that the statutes cited by plaintiffs speak for themselves.
 - 457. Denies the allegations of paragraph 457 thereof.

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458. Denies the allegations of paragraph 458 thereof, except admits that Mr. Ludington sent the letter alleged therein.

459-460. Denies the allegations of paragraphs 459 and 460 thereof and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 26 (North Carolina Fraudulent Omission)

- 461. Answering paragraph 461 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 460 hereof.
- 462. Answering paragraph 462 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged North Carolina class; denies that any class can be certified and states that the Court denied class certification for this claim on April 23, 2020.
- 463-470. Denies the allegations of paragraphs 463 through 470 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 27 (North Carolina Unjust Enrichment)

471-478. GM is not required to respond to paragraphs 471 through 478 because the Court has dismissed this Count under Rule 56.

6. <u>Claims Brought on Behalf of the Pennsylvania Class</u>

COUNT 28 (Pennsylvania UTPCPA)

- 479. Answering paragraph 479 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 478 hereof.
- 480. Answering paragraph 480 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Pennsylvania class; denies that any class can be certified.
- 481-482. Paragraphs 481 and 482 are legal conclusions as to which no response is required.
- 483. Answering paragraph 483 thereof, admits and alleges that the statute partially quoted by plaintiffs speaks for itself.

484-489. Denies the allegations of paragraphs 484 through 489 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all or are entitled to recover attorneys' fees, costs, punitive or treble damages, an injunction or other relief under the cited statute or otherwise.

COUNT 29 (Pennsylvania Breach of Express Warranty)

490-503. GM is not required to respond to paragraphs 490 through 503 because the Court has dismissed this Count under Rule 12(b)(6).

COUNT 30 (Pennsylvania Breach of Implied Warranty)

- 504. Answering paragraph 504 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 503 hereof.
- 505. Answering paragraph 505 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Pennsylvania class; denies that any class can be certified.
 - 506. Paragraph 506 is a legal conclusion as to which no response is required.
 - 507. Paragraph 507 is a legal conclusion as to which no response is required.
 - 508. Admits the allegations of paragraph 508 thereof.
- 509. Answering paragraph 509 thereof, admits and alleges that the statutes cited by plaintiffs speak for themselves.
 - 510. Denies the allegations of paragraph 510 thereof.
- 511. Denies the allegations of paragraph 511 thereof, except admits that Mr. Ludington sent the letter alleged therein.
- 512-513. Denies the allegations of paragraphs 512 and 513 thereof and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 31 (Pennsylvania Fraudulent Omission)

514. Answering paragraph 514 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 513 hereof.

515. Answering paragraph 515 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Pennsylvania class; denies that any class can be certified.

516-523. Denies the allegations of paragraphs 516 through 523 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 32 (Pennsylvania Unjust Enrichment)

- 524. Answering paragraph 524 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 523 hereof.
- 525. Answering paragraph 525 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Pennsylvania class; denies that any class can be certified.
- 526-531. Denies the allegations of paragraphs 526 through 531 thereof, and specifically denies that plaintiffs or other members of the purported class are entitled to any monetary or equitable relief.

7. Claims Brought on Behalf of the Tennessee Class COUNT 33 (Tennessee CPA)

- Answering paragraph 532 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 531 hereof.
- 533. Answering paragraph 533 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Tennessee class; denies that any class can be certified.
- 534. Answering paragraph 534 thereof, admits and alleges that the statute partially quoted by plaintiffs speaks for itself.
- 535-542. Denies the allegations of paragraphs 535 through 542 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all or are entitled to recover attorneys' fees, costs or other relief under the cited statute or otherwise.

COUNT 34 (Tennessee Breach of Express Warranty)

& MORING LLP

543-554. GM is not required to respond to paragraphs 543 through 554 because the Court has dismissed this Count under Rule 12(b)(6).

COUNT 35 (Tennessee Breach of Implied Warranty)

- 555. Answering paragraph 555 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 554 hereof.
- 556. Answering paragraph 556 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Tennessee class; denies that any class can be certified.
 - 557. Paragraph 557 is a legal conclusion as to which no response is required.
- 558. Answering paragraph 558 thereof, admits and alleges that the statutes cited by plaintiffs speak for themselves.
 - 559. Denies the allegations of paragraph 559 thereof.
- 560. Denies the allegations of paragraph 560 thereof, except admits that Mr. Ludington sent the letter alleged therein.
- 561-562. Denies the allegations of paragraphs 561 and 562 thereof and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 36 (Tennessee Fraudulent Omission)

- 563. Answering paragraph 563 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 562 hereof.
- 564. Answering paragraph 564 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Tennessee class; denies that any class can be certified.
- 565-572. Denies the allegations of paragraphs 565 through 572 thereof, and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all.

COUNT 37 (Tennessee Unjust Enrichment)

573. Answering paragraph 573 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 572 hereof.

574. Answering paragraph 574 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Tennessee class; denies that any class can be certified.

575-580. Denies the allegations of paragraphs 575 through 580 thereof, and specifically denies that plaintiffs or other members of the purported class are entitled to any monetary or equitable relief.

8. Claims Brought on Behalf of the Texas Class

COUNT 38 (Texas DTPCPA)

- 581. Answering paragraph 581 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 580 hereof.
- 582. Answering paragraph 582 thereof, admits that plaintiffs purport to bring this action on behalf of an alleged Texas class; denies that any class can be certified and states that the Court denied class certification for this claim on April 23, 2020.
- 583. Answering paragraph 583 thereof, admits and alleges that the statute cited by plaintiffs speaks for itself.
 - 584. Denies the allegations of paragraph 584 thereof.
- 585. Denies the allegations of paragraph 585 thereof, except admits that Mr. Ludington sent the letter alleged therein.
- 586-592. Denies the allegations of paragraphs 586 through 592 and specifically denies that plaintiffs or other members of the purported class have been damaged in any amount or at all or are entitled to recover attorneys' fees, costs or other relief under the cited statute or otherwise.

COUNT 39 (Texas Breach of Express Warranty)

593-604. GM is not required to respond to paragraphs 593 through 604 because the Court has dismissed this Count under Rule 12(b)(6).

COUNT 40 (Texas Breach of Implied Warranty)

605. Answering paragraph 605 thereof, repeats and incorporates by reference its admissions, allegations and denials in paragraphs 1 through 604 hereof.

1	606. Answering paragraph 606 thereof, admits that plaintiffs purport to bring this action
2	on behalf of an alleged Texas class; denies that any class can be certified or maintained.
3	607. Paragraph 607 is a legal conclusion as to which no response is required.
4	608. Answering paragraph 608 thereof, admits and alleges that the statutes cited by
5	plaintiffs speak for themselves.
6	609. Denies the allegations of paragraph 609 thereof.
7	610. Denies the allegations of paragraph 610 thereof, except admits that Mr. Ludington
8	sent the letter alleged therein.
9	Denies the allegations of paragraphs 611 and 612 thereof and specifically
10	denies that plaintiffs or other members of the purported class have been damaged in any amount
11	or at all.
12	COUNT 41 (Texas Fraudulent Omission)
13	613-622. GM is not required to respond to paragraphs 613 through 612 because the
14	Court has dismissed this Count under Rule 56.
15	COUNT 42 (Texas Unjust Enrichment)
16	623-630. GM is not required to respond to paragraphs 623 through 630 because the
17	Court has dismissed this Count under Rule 56.
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19	AS AND FOR ITS ADDITIONAL DEFENSES, GM ALLEGES:
20	First (Failure To State a Claim Upon Which Relief Can Be Granted)
21	1. The Seventh Amended Complaint and each of its Counts fail to state a claim upon
22	which relief can be granted.
23	Second (Lack of Personal Jurisdiction)
24	2. This Court lacks personal jurisdiction over the claims of non-California resident
25	plaintiffs (Counts 8 through 42).
26	Third (Statutes of Limitations – Implied Warranty Claims)
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3. The breach of implied warranty and Magnuson Moss claims of plaintiffs
Fernandez, Siqueiros, Cralley, Goodwin, Del Valle, Smith, Davis, Graziano and Byrge, (Counts
1, 4, 10, 15, 20, 25, 30, 35,) are barred by applicable state law statutes of limitations.

Fourth (Statutes of Limitations – Consumer Protection Act Claims)

4. The claims of plaintiffs Goodwin, Smith,-Sanchez, under state consumer protection statutes (Counts 8, 18, 38) are barred by applicable state law statutes of limitations.

Fifth (Statutes of Limitations – Fraudulent Omissions Claims)

5. On information and belief, the fraudulent omission claims of plaintiffs Fernandez, Siqueiros, Cralley, Goodwin, , Del Valle, Smith, Davis, Graziano, Byrge and Sanchez, (Counts 5, 11, 16, 21, 26, 31, 36, 41) are barred by applicable state statutes of limitations.

Sixth (Statutes of Limitations – Unjust Enrichment Claims)

6. The unjust enrichment claims of plaintiffs Goodwin, Smith, and Graziano, (Counts 12, 22, 32) are barred by applicable state law statutes of limitations.

Seventh (Privity – Consumer Protection Act Claims)

7. The claim of plaintiff Del Valle under state consumer protection statutes (Count 13) are precluded for lack of privity with GM.

Eighth (Privity – Implied Warranty Claims)

8. The implied warranty claim of plaintiffs Del Valle (Count 15) is precluded for lack of privity with GM.

Ninth (Express Contracts and Adequate Legal Remedies – Unjust Enrichment Claims)

10. The unjust enrichment claims of plaintiffs Goodwin, Del Valle, Smith, Graziano, Byrge, (Counts 12, 17, 22, 32 and 37) are precluded by express contracts and adequate legal remedies.

Tenth (Preemption by Federal Law)

11. State regulation of motor vehicle safety issues via injunctive relief is preempted by federal law, specifically the National Traffic and Motor Vehicle Safety Act, 49 U.S.C. § 30101 *et*

seq. ("Act") and regulations issued by the federal expert safety agency, the National Highway and Traffic Safety Administration ("NHTSA") that govern the recall remedy provided by the Act and NHTSA regulations.

Eleventh (No Legal Duty To Adopt New Design Absent Unreasonable Safety Risks)

12. Manufacturers have potential liability based on alleged design defects only to plaintiffs who claim personal injury or property damage, or when the alleged defect poses an unreasonable safety risk. Plaintiffs are not alleging personal injury or property damage in this action and the alleged design defect in the Generation IV Vortec 5300 engine does not pose an unreasonable safety risk. GM therefore had no legal duty to adopt a different (unspecified) design for the Generation IV Vortec 5300 engine that, according to plaintiffs, would have been better for them financially given their own individual driving habits and vehicle usages:

"[A]lthough '[a] consumer should not be charged at the will of the manufacturer with bearing the risk of physical injury when he buys a product on the market,' the consumer nevertheless 'can . . . be fairly charged with the risk that the product will not match his economic expectations unless the manufacturer agrees that it will."

Cholyakan v. Mercedes-Benz USA, LLC, 796 F. Supp. 2d 1220, 1235 (C.D. Cal. 2011), citing Seely v. White Motor Co., 63 Cal. 2d 9, 18 (1965); see also Asghari v. Volkswagen Group of America, Inc., 42 F. Supp. 3d 1306, 1329, n. 80 (C.D. Cal. 2013) (collecting cases with similar holdings). Because plaintiffs' claims for relief rest upon claimed design defects, as to which GM owed plaintiffs no legal duty, they must all be dismissed.

<u>Twelfth (No Payment to GM – No Basis for UCL Restitution Claim)</u>

13. The claims of plaintiffs and members of the purported classes are barred because they did not pay sums representing all or part of the monetary recovery sought in this case to GM and therefore cannot claim restitution thereof from GM.

Thirteenth (Lack of Standing under State Statutes and Common Law)

14. The claims of some plaintiffs and putative class members who did not suffer injury and/or lose money or property as a result of any alleged violation of state statutes or implied warranties are barred for lack of standing.

Fourteenth (Lack of Injury to Support Implied Warranty Claims)

15. The implied warranty and Magnuson Moss Act claims of any purported member of the alleged classes whose vehicle has not manifested any alleged defect are barred by the lack of any injury or damage.

Fifteenth (Failure to Give GM Reasonable Notice and Opportunity to Repair)

16. The Magnuson Moss Act claim is barred by plaintiffs' failure to afford GM reasonable notice of and a reasonable opportunity to cure any alleged defect *after* advising GM that plaintiff was purporting to act on behalf of a class. *See* 15 U.S.C. § 2310(e).

Sixteenth (Accord and Satisfaction)

17. The claims of some plaintiffs and purported class members may be barred by the doctrine of accord and satisfaction.

Seventeenth (Compromise and Settlement)

18. The claims of some plaintiffs and purported class members may be barred by the terms of settlement agreements with GM.

Eighteenth (Release)

19. The claims of some plaintiffs and purported class members may be barred by valid releases.

Nineteenth (Due Process)

20. The certification of any class would violate GM's due process rights by allowing purported class members to assert claims without sustaining their burden of proof on the individual elements of their claims and by preventing GM from challenging the merits of their individual claims and asserting valid individual defenses.

Twentieth (Constitutional Limits on Punitive Damages)

ATTORNEYS AT LAW