Todd M. Friedman (SBN 216752) 1 Electronically FILED by Superior Court of California, County of Los Angeles 9/19/2023 1:03 PM David W. Slayton, Executive Officer/Clerk of Court, Adrian R. Bacon (SBN 280332) LAW OFFICES OF TODD M. FRIEDMAN, P.C. 2 21031 Ventura Blvd Suite 340 3 Woodland Hills, CA 91364 Phone: 323-306-4234 By R. Lozano, Deputy Clerk 4 Fax: 866-633-0228 tfriedman@toddflaw.com 5 abacon@toddflaw.com Attorneys for Plaintiff 6 SUPERIOR COURT OF THE STATE OF CALIFORNIA 7 COUNTY OF LOS ANGELES 8 MICHAEL DOTSON, individually, and on Case No. 23STCV22621 9 behalf of all others similarly situated, **CLASS ACTION COMPLAINT** 10 Plaintiff, Violation of False Advertising Law (Cal. 11 VS. Business & Professions Code §§ 17500 et seq.); 12 Violation of Unfair Competition Law ANGI INC. d/b/a ANGI'S LIST (2) (Cal. Business & Professions Code 13 Defendant. §§ 17200 et seq.); Breach of Warranty in Violation of Song-14 Beverly Consumer Warranty Act (Cal. Civil Code §§ 1790 et seq.); 15 Jury Trial Demanded 16 17 18 19 20 21 22 23 24 25 26 27 28 CLASS ACTION COMPLAINT

Plaintiff MICHAEL DOTSON ("Plaintiff"), individually and on behalf of all others similarly situated, alleges as follows:

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# NATURE OF THE ACTION

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1. Plaintiff brings this class action Complaint against Defendant ANGI INC. (hereinafter "Defendant") to stop Defendant's practice of falsely advertising and making warranties for their professional referral services that they do not honor and to obtain redress for a class of consumers ("Class Members") who were misled, within the applicable statute of

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limitations period, by Defendant.

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Defendant's referral services ("the Class Services"), whereby Defendant warrants that

Defendant advertised to consumers that a warranty would accompany the use of

11 12 consumers have Angi's Happiness Guarantee to cover up to the full purchase price, plus limited damage protection, and that Defendant's contractors are screened and "Angi Certified" ensure

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that consumer are connected with qualified home service professionals.

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3. Warranties are of particular value to consumers because they provide a guarantee of the value of a good after it is purchased. This is particularly true for referral services which

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link consumers with professionals who will perform work in consumers' homes.

17 18 4. Plaintiff and other consumers similarly situated were exposed to these advertisements through print and digital media.

19 20 5. Defendant misrepresented and falsely advertised and represented to Plaintiff and others similarly situated by failing to disclose in either its advertisements or the contract itself that Defendant would not honor the warranty.

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6. Defendant's misrepresentations to Plaintiff and others similarly situated induced them to purchase Defendant's Class Services.

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7. Defendant took advantage of Plaintiff and similarly situated consumers unfairly and unlawfully.

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#### JURISDICTION AND VENUE

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8. This class action is brought pursuant to California Code of Civil Procedure §

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382.

- 9. This court has personal jurisdiction over Defendant, because Defendant does business within the State of California and County of Los Angeles
- 10. Venue is proper in this Court because Defendant does business *inter alia* in the county of Los Angeles and a significant portion of the conduct giving rise to Plaintiff's Claims happened here.

# THE PARTIES

- 11. Plaintiff Michael Dotson is a citizen and resident of the State of California, County of Los Angeles.
- 12. Defendant ANGI, INC. is a corporation that does business in California, that is incorporated in Delaware and headquartered in Denver, Colorado.
- 13. Plaintiff is informed and believes, and thereon alleges, that each and all of the acts and omissions alleged herein were performed by, or is attributable to, Defendant and/or its employees, agents, and/or third parties acting on its behalf, each acting as the agent for the other, with legal authority to act on the other's behalf. The acts of any and all of Defendant's employees, agents, and/or third parties acting on its behalf, were in accordance with, and represent, the official policy of Defendant.
- 14. Plaintiff is informed and believes, and thereon alleges, that said Defendants are in some manner intentionally, negligently, or otherwise responsible for the acts, omissions, occurrences, and transactions of each and all their employees, agents, and/or third parties acting on their behalf, in proximately causing the damages herein alleged.
- 15. At all relevant times, Defendant ratified each and every act or omission complained of herein. At all relevant times, Defendant, aided and abetted the acts and omissions as alleged herein.

# PLAINTIFF'S FACTS

16. In or around February 2023 Plaintiff hired a contractor through Defendant named Steven G. using Defendant's application.

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- 17. Plaintiff hired Steven G. through Defendant's application because Defendant advertised that its contractors were "Angi Certified" to ensure they were qualified professionals, and because of Defendant's Happiness Guarantee.
- 18. Defendant explicitly advertises its Angi Certification and Happiness Guarantee on its website: https://www.angi.com/how-it-works.htm
- 19. Plaintiff hired Steven G. through Defendant in reliance on the aforementioned representations.
- 20. Steven G. went to Plaintiff's home to perform an installation of an Electrical Vehicle Charger ("EVC") in Plaintiff's garage.
- 21. Once EVC was installed, Plaintiff requested that Steven G. needed to obtain a permit for the EVC so that Plaintiff could have the EVC inspected by the Los Angeles Department of Water and Power.
- 22. Plaintiff must have the EVC inspected and approved by the L.A. Department of Water and Power to obtain a meter for his EVC and to use it.
- 23. Steven G. told Plaintiff that he was in a rush, and could not handle the permit issue at that time.
- 24. Steven G. then told Plaintiff to obtain the permit himself using Steven's license number: 997624. Steven G. then gave Plaintiff information for a LAC Electric, who he claimed was his employer.
- 25. Steven G. subsequently sent Plaintiff a bill for the work performed that did not comply with the L.A. Department of Power requirements for inspection.
- 26. Plaintiff attempted contact Steven G. for two weeks without ever receiving a response.
- 27. Plaintiff attempted to resolve the issue with LAC Electric, but was informed that Steven G. had not worked for LAC Electric for five years and was using LAC Electric's license number without authorization.
  - 28. As a result, Plaintiff has suffered damages including the loss of money paid for

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the EVC installation including, but not limited to, \$600.00.

- 29. Plaintiff requested, pursuant to the warranty, that Defendant honor the warranty and resolve this issue for Plaintiff.
- 30. Defendant refused refund the cost of the installation, thereby refusing to honor its warranty, and instead offered to send Plaintiff a new contractor at cost to Plaintiff to reinstall or remove the EVC.
- 31. Plaintiff had no reasonable way of knowing that Steven G. was not employed by a company and was using a license number without authorization rather, i.e., Plaintiff had no reasonable opportunity to find out that Defendant did not honor its warranty that contractors are Angi Certified to ensure that consumers would be linked with qualified professionals.
- 32. Defendant was aware that Plaintiff could not have reasonably known that it would not honor the warranty.
- 33. Had Plaintiff known that Defendant would not honor the warranty, Plaintiff would not have purchased the contracting services through Defendant.
- 34. Such sales tactics employed on Defendant rely on falsities and have a tendency to mislead and deceive a reasonable consumer.
- 35. Plaintiff is informed, believes, and thereupon alleges that such representations were part of a common scheme to mislead consumers and incentivize them to purchase Services from Defendant.
- 36. Plaintiff reasonably believed and relied upon Defendant's representations in its advertisement.
- 37. Plaintiff materially changed his position in reliance on Defendant's representations and was harmed thereby.
- 38. Plaintiff would not have purchased the Services or any similarly advertised services through Defendant had Defendant disclosed that it would not honor its warranties.
- 39. Had Defendant properly marketed, advertised, and represented that it would not honor warranties stated in its advertisements, Plaintiff would not have purchased the Service or

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any similarly advertised services through Defendant.

40. Defendant benefited from falsely advertising and representing its Services. Defendant benefited on the loss to Plaintiff and provided nothing of benefit to Plaintiff in exchange.

# CLASS ACTION ALLEGATIONS

41. Plaintiff brings this action on behalf of himself and all others similarly situated, as members of the proposed class (the "Class"), defined as follows:

All consumers within California, who, between the applicable statute of limitations and the date of class certification, utilized Defendant's Class Services.

- 42. As used herein, the term "Class Members" shall mean and refer to the members of the Class described above.
- 43. Excluded from the Class are Defendant, its affiliates, employees, agents, and attorneys, and the Court.
- 44. Plaintiff reserves the right to amend the Class, and to add additional subclasses, if discovery and further investigation reveals such action is warranted.
- 45. Upon information and belief, the proposed class is composed of thousands of persons. The members of the class are so numerous that joinder of all members would be unfeasible and impractical.
- 46. No violations alleged in this complaint are contingent on any individualized interaction of any kind between class members and Defendant.
- 47. Rather, all claims in this matter arise from the identical, false, affirmative written statements that Defendant would provide warranties to the Class Members, when in fact, such representations were false.
- 48. There are common questions of law and fact as to the Class Members that predominate over questions affecting only individual members, including but not limited to:
  - (a) Whether Defendant engaged in unlawful, unfair, or deceptive business practices in advertising warranties with its Services to Plaintiff and other

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Class Members with no intention of honoring them; 1 2 (b) Whether Defendant made misrepresentations with respect to its 3 warranties for its Services; 4 (c) Whether Defendant profited from this advertisement; 5 (d) Whether Defendant violated California Bus. & Prof. Code § 17200, et 6 seq. California Bus. & Prof. Code § 17500, et seq., California Civ. Code 7 § 1750, et seq., California Civ. Code § 1790, et seq., and 15 U.S.C. § 8 2310, et seq.; Whether Plaintiff and Class Members are entitled to equitable and/or 9 (e) 10 injunctive relief; 11 (f) Whether Defendant's unlawful, unfair, and/or deceptive practices harmed Plaintiff and Class Members; and 12 The method of calculation and extent of damages for Plaintiff and Class 13 (g) Members. 14 15 49. Plaintiff is a member of the class he seeks to represent 50. The claims of Plaintiff are not only typical of all class members, they are 16 identical. 17 51. 18 All claims of Plaintiff and the class are based on the exact same legal theories. 19 52. Plaintiff has no interest antagonistic to, or in conflict with, the class. 53. 20 Plaintiff is qualified to, and will, fairly and adequately protect the interests of each Class Member, because Plaintiff was induced by Defendant's advertisement during the 21 22 Class Period. Defendant's unlawful, unfair and/or fraudulent actions concerns the same 23 business practices described herein irrespective of where they occurred or were experienced. Plaintiff's claims are typical of all Class Members as demonstrated herein. 24 25 54. Plaintiff will thoroughly and adequately protect the interests of the class, having 26 retained qualified and competent legal counsel to represent himself and the class. 27 55. Common questions will predominate, and there will be no unusual manageability 28 Page 6 CLASS ACTION COMPLAINT

issues.

#### FIRST CAUSE OF ACTION

# Violation of the California False Advertising Act

(Cal. Bus. & Prof. Code §§ 17500 et seq.)

- 56. Plaintiff incorporates by reference each allegation set forth above.
- 57. Pursuant to California Business and Professions Code section 17500, et seq., it is unlawful to engage in advertising "which is untrue or misleading, and which is known, or which by the exercise of reasonable care should be known, to be untrue or misleading...or...to so make or disseminate or cause to be so made or disseminated any such statement as part of a plan or scheme with the intent not to sell that personal property or those services, professional or otherwise, so advertised at the price stated therein, or as so advertised."
- 58. California Business and Professions Code section 17500, *et seq.*'s prohibition against false advertising extends to the use of false or misleading written statements.
- 59. Defendant misled consumers by making misrepresentations and untrue statements about its warranties, namely, Defendant made consumers believe that Defendant would honor the warranties for the Class Services listed in its advertisement even though this was not the case.
- 60. Defendant knew that its representations and omissions were untrue and misleading, and deliberately made the aforementioned representations and omissions in order to deceive reasonable consumers like Plaintiff and other Class Members.
- 61. As a direct and proximate result of Defendant's misleading and false advertising, Plaintiff and the other Class Members have suffered injury in fact. Plaintiff reasonably relied upon Defendant's representations regarding the warranties for Defendant's Services. In reasonable reliance on Defendant's false advertisements, Plaintiff and other Class Members purchased Class Services from Defendant believing that in case they would be covered by warranties providing for their refund, and that Defendant would honor the warranties. However, Defendant did not inform Class Members that Defendant would not perform the warranties that

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Defendant promises to honor, and that Defendant will therefore refuse to honor said warranties.

- 62. Plaintiff alleges that these false and misleading written representations made by Defendant constitute a "scheme with the intent not to sell that personal property or those services, professional or otherwise, so advertised at the price stated therein, or as so advertised."
- 63. Defendant advertised to Plaintiff and other putative class members, through written representations and omissions made by Defendant and its employees.
- 64. Defendant knew that they would not provide Plaintiff and Class Members with the warranties as they are advertised.
- 65. Thus, Defendant knowingly lied to Plaintiff and other putative class members in order to induce them to purchase the Class Services from Defendant.
- 66. The misleading and false advertising described herein presents a continuing threat to Plaintiff and the Class Members in that Defendant persist and continue to engage in these practices, and will not cease doing so unless and until forced to do so by this Court. Defendant's conduct will continue to cause irreparable injury to consumers unless enjoined or restrained. Plaintiff is entitled to preliminary and permanent injunctive relief ordering Defendant to cease their false advertising, as well as disgorgement and restitution to Plaintiff and all Class Members of Defendant's revenues associated with their false advertising, or such portion of those revenues as the Court may find equitable.

# SECOND CAUSE OF ACTION

# Violation of Unfair Competition Law

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

- 67. Plaintiff incorporates by reference each allegation set forth above.
- 68. Actions for relief under the unfair competition law may be based on any business act or practice that is within the broad definition of the UCL. Such violations of the UCL occur as a result of unlawful, unfair or fraudulent business acts and practices. A plaintiff is required to provide evidence of a causal connection between a defendant's business practices and the alleged harm--that is, evidence that the defendant's conduct caused or was likely to cause

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substantial injury. It is insufficient for a plaintiff to show merely that the defendant's conduct created a risk of harm. Furthermore, the "act or practice" aspect of the statutory definition of unfair competition covers any single act of misconduct, as well as ongoing misconduct.

#### UNFAIR

- 69. California Business & Professions Code § 17200 prohibits any "unfair ... business act or practice." Defendant's acts, omissions, misrepresentations, and practices as alleged herein also constitute "unfair" business acts and practices within the meaning of the UCL in that its conduct is substantially injurious to consumers, offends public policy, and is immoral, unethical, oppressive, and unscrupulous as the gravity of the conduct outweighs any alleged benefits attributable to such conduct. There were reasonably available alternatives to further Defendant's legitimate business interests, other than the conduct described herein. Plaintiff reserves the right to allege further conduct which constitutes other unfair business acts or practices. Such conduct is ongoing and continues to this date.
- 70. In order to satisfy the "unfair" prong of the UCL, a consumer must show that the injury: (1) is substantial; (2) is not outweighed by any countervailing benefits to consumers or competition; and, (3) is not one that consumers themselves could reasonably have avoided.
- 71. Here, Defendant's conduct has caused and continues to cause substantial injury to Plaintiff and members of the Class. Plaintiff and members of the Class have suffered injury in fact due to Defendant's decision to mislead consumers. Thus, Defendant's conduct has caused substantial injury to Plaintiff and the members of the Class.
- 72. Moreover, Defendant's conduct as alleged herein solely benefits Defendant while providing no benefit of any kind to any consumer. Such deception utilized by Defendant convinced Plaintiff and members of the Class that Defendant would provide them with a warranty and that Defendant would honor that warranty upon purchasing Defendant's Class Services. In fact, Defendant knew that they had no intention of providing the advertised warranties and thus unfairly profited. Thus, the injury suffered by Plaintiff and the members of the Class are not outweighed by any countervailing benefits to consumers.

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- 73. Finally, the injury suffered by Plaintiff and members of the Class is not an injury that these consumers could reasonably have avoided. After Defendant falsely represented the warranties, consumers changed their position by purchasing the warrantied Class Services, thus causing them to suffer injury in fact. Defendant failed to take reasonable steps to inform Plaintiff and class members that the advertisement was false. As such, Defendant took advantage of Defendant's position of perceived power in order to deceive Plaintiff and the Class. Therefore, the injury suffered by Plaintiff and members of the Class is not an injury which these consumers could reasonably have avoided.
- 74. Thus, Defendant's conduct has violated the "unfair" prong of California Business & Professions Code § 17200.

#### **FRAUDULENT**

- 75. California Business & Professions Code § 17200 prohibits any "fraudulent ... business act or practice." In order to prevail under the "fraudulent" prong of the UCL, a consumer must allege that the fraudulent business practice was likely to deceive members of the public.
- 76. The test for "fraud" as contemplated by California Business and Professions Code § 17200 is whether the public is likely to be deceived. Unlike common law fraud, a § 17200 violation can be established even if no one was actually deceived, relied upon the fraudulent practice, or sustained any damage.
- 77. Here, not only were Plaintiff and the Class members likely to be deceived, but these consumers were actually deceived by Defendant. Such deception is evidenced by the fact that Defendant did not provide Plaintiff with the warranty as advertised by Defendant. Plaintiff's reliance upon Defendant's deceptive statements is reasonable due to the unequal bargaining powers of Defendant against Plaintiff. For the same reason, it is likely that Defendant's fraudulent business practice would deceive other members of the public.
- 78. As explained above, Defendant deceived Plaintiff and other Class Members by representing the availability of the warranty Defendant sold.

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79. Thus, Defendant's conduct has violated the "fraudulent" prong of California Business & Professions Code § 17200.

#### **UNLAWFUL**

- 80. California Business and Professions Code Section 17200, et seq. prohibits "any unlawful...business act or practice."
- 81. As explained above, Defendant deceived Plaintiff and other Class Members by falsely representing warranties.
- 82. Defendant used false advertising, marketing, and misrepresentations to induce Plaintiff and Class Members to purchase Class Services from Defendant, in violation of California Business and Professions Code Section 17500, et seq. Had Defendant not falsely advertised, marketed, or misrepresented the warranties for its Services, Plaintiff and Class Members would not have purchased the warrantied Class Services from Defendant. Defendant's conduct therefore caused and continues to cause economic harm to Plaintiff and Class Members.
- 83. These representations by Defendant are therefore an "unlawful" business practice or act under Business and Professions Code Section 17200 et seq.
- 84. Defendant has thus engaged in unlawful, unfair, and fraudulent business acts entitling Plaintiff and Class Members to judgment and equitable relief against Defendant, as set forth in the Prayer for Relief. Additionally, pursuant to Business and Professions Code section 17203, Plaintiff and Class Members seek an order requiring Defendant to immediately cease such acts of unlawful, unfair, and fraudulent business practices and requiring Defendant to correct its actions.

### THIRD CAUSE OF ACTION

# Breach of Warranty In Violation of the Song-Beverly Consumer Warranty Act (Cal. Civ. Code § 1790, Et Seq.)

- 85. Plaintiff incorporates by reference each allegation set forth above.
- 86. Pursuant to Cal Civ. Code. §1793.2, Plaintiff has presented the issues with Defendant's Services to Defendant and/or other authorized service dealers of Defendant within

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Exhibit A, Page 22

1 the term of protection. 2 87. Defendant, through Seller and/or other authorized dealerships, have been unable 3 to repair said defects in a reasonable number of attempts. 4 88. Pursuant to Cal Civ. Code. §1793.2, Plaintiff is entitled to a refund of the full 5 purchase price of the services, including all collateral charges and finance charges, and/or a replacement EVC, plus all attorney fees and costs. 6 Defendant has willfully violated the provisions of this act by knowing of its 7 89. 8 obligations to refund Plaintiff, but failing to fulfill its warranty. 9 **MISCELLANEOUS** 90. Plaintiff and Class Members allege that they have fully complied with all 10 11 contractual and other legal obligations and fully complied with all conditions precedent to 12 bringing this action or all such obligations or conditions are excused. PRAYER FOR RELIEF 13 91. 14 Plaintiff, on behalf of himself and the Class, requests the following relief: An order certifying the Class and appointing Plaintiff as Representative 15 (a) of the Class; 16 (b) An order certifying the undersigned counsel as Class Counsel; 17 An order requiring Defendant, at its own cost, to notify all Class Members 18 (c) 19 of the unlawful and deceptive conduct herein; An order requiring Defendant to engage in corrective advertising 20 (d) regarding the conduct discussed above; 21 22 (e) Actual damages suffered by Plaintiff and Class Members as applicable from being induced to call Defendant under false pretenses; 23 24 (f) Punitive damages, as allowable, in an amount determined by the Court or 25 jury; Any and all statutory enhanced damages; 26 (g) 27 (h) All reasonable and necessary attorneys' fees and costs provided by 28 CLASS ACTION COMPLAINT

1	statute, common law or the Court's inherent power;
2	(i) Pre- and post-judgment interest; and
3	(j) All other relief, general or special, legal and equitable, to which Plaintiff
4	and Class Members may be justly entitled as deemed by the Court.
5	REQUEST FOR JURY TRIAL
6	92. Plaintiff requests a trial by jury as to all claims so triable.
7	Dated: September 18, 2023 Respectfully submitted,
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9	LAW OFFICES OF TODD M. FRIEDMAN, PC
10	By: /s/ Todd M. Friedman, Esq.
11	TODD M. FRIEDMAN, ESQ.
12	Attorney for Plaintiff
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