1 SINGLETON SCHREIBER, LLP Electronically FILED by Superior Court of California, County of Los Angeles 12/19/2023 7:15 PM David W. Slayton, CHRISTOPHER R. RODRIGUEZ, SB# 212274 2 E-Mail: crodriguez@singletonschreiber.com ANDREW D. BLUTH, SB# 232387 3 E-Mail: abluth@singletonschreiber.com JOHN R. TERNIEDEN, SB# 330343 Executive Officer/Clerk of Court, By J. Covarrubias, Deputy Clerk 4 E-Mail: jternieden@singletonschreiber.com TRENT J. NELSON, SB# 340185 5 E-Mail: tnelson@singletonschreiber.com 1414 K Street, Suite 470 6 Sacramento, California 95814 Telephone: (916) 248-8478 7 Facsimile: (619) 255-1515 8 LAW OFFICES OF THOMAS LEARY, APC THOMAS A. LEARY, SB# 123792 9 3023 First Avenue San Diego, California 92103 10 Phone: (619) 291-1900 11 Attorneys for Plaintiffs 12 13 SUPERIOR COURT FOR THE STATE OF CALIFORNIA 14 COUNTY OF LOS ANGELES 15 16 No. 23STCV31038 SONDRA SWEENEY, an individual; HUE BANH, an individual; JESSICA DERIE, 17 an individual; ADAM SAUER, an individual; and SHARON MANIER, an 18 individual, on behalf of themselves and all CLASS ACTION COMPLAINT others similarly situated, 19 20 Plaintiffs, JURY TRIAL DEMANDED 21 V. PARAMOUNT GLOBAL, a Delaware 22 corporation; and DOES 1 through 100, inclusive. 23 Defendants. 24 25 **COMPLAINT** 26 Plaintiffs Sondra Sweeney; Hue Banh; Jessica Derie; Adam Sauer; and Sharon Manier, by 27 and through their undersigned counsel, on their own behalf and on behalf of all other entities and 28 PLAINTIFFS' CLASS ACTION COMPLAINT

persons similarly situated (residents of California only) (collectively, "Plaintiffs"), sue Paramount Global ("Paramount") and DOES 1 through 100 ("Doe Defendants") (Paramount and Doe Defendants are collectively referred to herein simply as the "Defendants") and for this Complaint, allege upon information and belief, and based on the investigation to date of their counsel, as follows:

INTRODUCTION

- 1. This is a class action brought for the benefit and protection of Plaintiffs, and all other similarly situated consumers who are residents of California and who have visited, used, or commenced transactions through the website paramount.com and/or any associated websites linked via paramount.com. (the "Platforms").
- 2. By way of this action, Plaintiffs, and all others similarly situated, seek damages, restitution, injunctive relief, public injunctive relief, and other relief necessitated by Defendants' unlawful and unfair actions in violation of California Civil Code section 1670.8 and California Business and Professions Code section 17200; Plaintiffs on behalf of themselves and all others similarly situated seek an order permanently enjoining Defendants from engaging in these ongoing unlawful and unfair practices, and civil penalties and damages available under California law.
- 3. Because of the current power of the internet and social media platforms to publicize a company's offerings of goods or services—and the potential harm to corporate interests when negative consumer statements "go viral"—Defendants have a significant incentive to minimize the negative publicity they receive, including in the form of negative online reviews and comments. Some companies have gone so far as to attempt to prohibit customers and potential customers from making negative statements about the goods or services they offer, to the detriment of consumers, potential consumers, and the public of the State of California. Fortunately, California Civil Code section 1670.8 was enacted to protect the right of California consumers to voice their opinions, observations, and experiences about the products and services delivered or offered to California consumers, as well as the citizens of the State of California. The California Legislature reasonably and correctly determined that such freedom is important to keep the public informed and keep large corporations honest about the quality of the goods or services they offer to consumers.

- 4. Section 1670.8(a) provides as follows: "(1) A contract or proposed contract for the sale or lease of consumer goods or services may not include a provision waiving the consumer's right to make any statement regarding the seller or lessor or its employees or agents, or concerning the goods or services" and "(2) It shall be unlawful to threaten or seek to enforce a provision made unlawful under this section, or to otherwise penalize a consumer for making any statement protected under this section." Section 1670.8's protections are so important that the statute expressly provides that "any waiver of the provisions of this section is contrary to public policy, and is void and unenforceable."
- 5. In order to use and benefit from Defendants' Platforms, visitors and users of the Platforms are informed that they must agree to Paramount's Terms of Use ("Terms"). In fact, Paramount asserts that simply by visiting or using their Platforms, users have agreed to be bound by the Terms. Paramount's Terms specifically provide, "Your access and use of the Site is subject to these Terms of Use and all applicable laws. By accessing and browsing the Site, you accept, without limitation or qualification, these Terms of Service....If you do not agree with any of the following Terms of Use, please do not use this Site."
- 6. While conducting substantial business with California consumers, the Terms Defendants impose upon Paramount's customers and prospective customers clearly violate Section 1670.8. Pursuant to the Terms that Defendants impose upon their customers for the privilege of accessing the services offered and promoted on the Platforms, Defendants require users to agree that they "shall not use, allow, or enable others to use the Site, or knowingly condone use of the Site by others, in a manner that is, attempts to, or is likely to:...affect us [Paramount] adversely or reflect negatively on us [Paramount], the Site, our goodwill, name or reputation or cause duress, distress or discomfort to us...." The Terms further threaten visitors of the Platforms who consider violating the Terms in providing that "Paramount will determine your compliance with these Terms of Use in its sole discretion. Any violation of these Terms of Use may result in restrictions on your access to all or part of the Site...."
- 7. Defendants' conduct is unlawful, including among other reasons, because it is aimed to stifle California consumers' right to free speech, and the right of the California public to hear

lawful discourse. Defendants' strong-arm tactics to silence injured parties were and continue to be intentionally exercised to protect Defendants' self-promoting public image for commercial and other benefits. Defendants' unlawful business practices, purposefully designed to maintain and increase its consumers and prop up its stock price, all while denying public, consumers, and potential consumers accurate information so that they may make informed decisions as consumers.

8. By way of these provisions, Paramount seeks to have users waive their right as consumers to make negative statements regarding Paramount or its employees, agents, goods or services, and further threatens to penalize consumers for making such statements. These unlawful restrictions—imposed by Defendants against their own customers and prospective customers—is an important component of Paramount' business strategy, which relies upon the popularity of its product or service offerings nationwide to generate significant revenues and profits. But Defendants' efforts to silence their customers and prospective customers is clearly prohibited by California law, thereby subjecting Defendants to significant penalties, as described herein.

JURISDICTION AND VENUE

- 9. This Court has jurisdiction over the claims and causes of action asserted herein because such claims arise solely and specifically out of Defendants' unlawful business practices within the State of California, and relate to at least one statute—California Civil Code section 1670.8—that was designed to protect California's citizens, the application of which is exclusively a matter for the courts of this State.
- 10. Venue is proper in this Court because: Defendants transact business in California and in the County of Los Angeles based on Plaintiffs' use of the Platforms in this County; Defendants have committed unlawful acts in the County by and through the Platforms and associated business transactions within the County; and a substantial part of the events giving rise to the claims alleged herein occurred in this County, where at least one of the Plaintiffs reside.

THE PARTIES

11. At all relevant times, Plaintiff Sondra Sweeney was and has been a citizen of the State of California and a resident of Los Angeles County. Sweeney is an individual who visited and

- used the Platforms within the applicable limitations period in Los Angeles County in the State of
- At all relevant times, Plaintiff Hue Banh was and has been a citizen of the State of California. Banh is an individual who visited and used the Platforms within the applicable
- At all relevant times, Plaintiff Jessica Derie was and has been a citizen of the State of California. Derie is an individual who visited and used the Platforms within the applicable
- At all relevant times, Plaintiff Adam Sauer was and has been a citizen of the State of California. Sauer is an individual who visited and used the Platforms within the applicable limitations period in California.
- At all relevant times, Plaintiff Sharon Manier was and has been a citizen of the State 15. of California. Manier is an individual who visited and used the Platforms within the applicable limitations period in California.
- 16. Paramount is an entity that conducts business in the state of California with California citizens. Paramount develops, markets, and sells a wide variety of goods and services. Defendants operate in California and generate sales through the Platforms.
- The true names and/or capacities, whether individual, corporate, partnership, 17. associate, governmental, or otherwise, of the Doe Defendants, inclusive, and each of them, are unknown to Plaintiffs at this time, who therefore sues said Doe Defendants by such fictitious names. Plaintiffs are informed and believe, and thereon allege, that each defendant designated herein as a Doe Defendant caused injuries and damages proximately thereby to Plaintiffs as hereafter alleged, and that each Doe Defendant is liable to Plaintiffs for the acts and omissions alleged herein below, and the resulting injuries to Plaintiffs, and damages sustained by Plaintiffs. Plaintiffs will amend this Complaint to allege the true names and capacities of said Doe Defendants when that same is ascertained.

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FACTS COMMON TO ALL CLASS MEMBERS

- 18. At all relevant times, Defendants were and currently are in the business of advertising, promoting, marketing, selling, and distributing consumer products and services through the Platforms, which Platforms are targeted to, and accessible by the citizenry of California.
- 19. Paramount is well-aware that its public image is vital to maintaining and gaining customers. If the public sees content posted by users that may be insulting to Paramount, and/or any of its partners, and/or any its employees, and/or concerning any of its goods or services, then its current customers and/or prospective customers may shift to a competitor, ultimately resulting in loss of business and loss of revenue.
- 20. Thus, in order to maintain a positive public image, Paramount has engaged in an intentional business strategy to silence each and every customer or potential customer who visits its Platforms by purporting to bind users to its Terms—immediately upon accessing its Platforms.
- 21. Specifically, Paramount asserts that simply by visiting or using their Platforms, users have agreed to be bound by the Terms. Paramount's Terms specifically provide, "Your access and use of the Site is subject to these Terms of Use and all applicable laws. By accessing and browsing the Site, you accept, without limitation or qualification, these Terms of Service....If you do not agree with any of the following Terms of Use, please do not use this Site."
- 22. Defendants require users to agree that they "shall not use, allow, or enable others to use the Site, or knowingly condone use of the Site by others, in a manner that is, attempts to, or is likely to:...affect us [Paramount] adversely or reflect negatively on us [Paramount], the Site, our goodwill, name or reputation or cause duress, distress or discomfort to us...." The Terms further threaten visitors of the Platforms who consider violating the Terms in providing that "Paramount will determine your compliance with these Terms of Use in its sole discretion. Any violation of these Terms of Use may result in restrictions on your access to all or part of the Site...."
- 23. Defendants have sold and continues to sell millions of services or products to California consumers through the Platforms.

- 24. By engaging in the conduct alleged above, Defendants have and continue to engage in unlawful conduct that is contrary to public policy and in violation of California Civil Code section 1670.8.
- 25. Each of the Plaintiffs specifically identified herein, and millions more similarly situated persons in the State of California, have visited the Platforms—either as consumers or potential consumers—and thus have been subjected to the unlawful Terms.

CLASS ACTION ALLEGATIONS

- 26. Pursuant to California Code of Civil Procedure section 382, Plaintiffs bring this class action on their own behalf and on behalf of all other similarly situated consumers in California. The proposed class is defined as follows:
 - a. During the fullest period allowed by law, all persons residing in California who visited and used the Platforms ("Class").
- 27. Like Plaintiffs, all Class members are California residents who visited and used the Platforms and who were subject to the Terms that limit their right as consumers to make statements regarding Defendants, their employees or agents, or concerning the goods or services.
- 28. Excluded from the Class are assigned judges and members of their families within the first degree of consanguinity; Defendants; and Defendants' subsidiaries, affiliates, officers, and directors.
- 29. The requirements of Code of Civil Procedure section 382 are satisfied for the proposed Class.
- 30. The proposed Class is so numerous that individual joinder of all the members is impracticable because members of the Class number in the tens or hundreds of thousands. The precise number of Class members and their identities are unknown to Plaintiffs at this time but are objectively ascertainable and will be determined through appropriate discovery and other readily available means.
- 31. Defendants possess objective evidence as to the identity of each Class member and, to a reasonable degree of certainty, the harm suffered by each Class member, including without limitation web traffic data evidencing visits to the Platforms, sales receipts, phone numbers, names,

rewards accounts data, credit card data, customer service complaint forms/emails/date, and other evidence which objectively identifies class members.

- 32. Class members may be notified of the pendency of this action by mail, publication and/or through the records of Defendants.
- 33. There are common questions of law and fact affecting Plaintiffs and Class members. Common legal and factual questions include, but are not limited to:
- a. Whether each imposition of Defendants' Terms upon members of the Class constitutes a violation of the provisions of California Civil Code section 1670.8 and, if so, whether each such violation is a "willful, intentional, or reckless" violation;
- b. Whether Defendants' Terms are unlawful, contrary to public policy, void and/or unenforceable;
 - c. Whether Class members are entitled to civil penalties; and
- d. Whether, as a result of Defendants' misconduct alleged herein, Plaintiffs and Class members are entitled to injunctive, public injunctive, and/or monetary relief and, if so, the amount and nature of such relief.
- 34. Plaintiffs' claims are typical of the claims of the proposed Class because the rights of Plaintiffs and Class members were violated in the same manner by the same conduct.
- 35. Plaintiffs and Class members are all entitled to recover statutory penalties and other relief arising out of Defendants' violations of statutory law alleged herein.
 - 36. Plaintiffs will fairly and adequately represent and protect the interests of the Class.
- 37. Plaintiffs' interests do not conflict with the interests of the Class they seek to represent. Plaintiffs have retained counsel competent and experienced in prosecuting class actions, and Plaintiffs intend to vigorously prosecute this action.
- 38. The class mechanism is superior to other available means for the fair and efficient adjudication of the claims of Plaintiffs and Class members.
- 39. Given the relative value of statutory penalties available to any of the individual Class members, individual litigation is not practicable.

- 40. Individual Class members will not wish to undertake the burden and expense of individual cases.
- 41. In addition, individualized litigation increases the delay and expense to all parties and multiplied the burden on the judicial system. Individualized ligation also presents the potential for inconsistent or contradictory judgments.
- 42. In contrast, the class action device presents far fewer management difficulties and provides the benefits of single adjudication, economy of scale, and comprehensive supervision by a single court.
- 43. Questions of law and fact common to all Class members predominate over any questions affecting only individual Class members. Injuries sustained by Plaintiffs and Class members flow, in each instance, from a common nucleus of operative facts as set forth above.
- 44. In each case, Defendants' actions caused harm to all Class members as a result of such conduct. The resolution of these central issues will be the focus of the litigation and predominate over any individual issues.
- 45. Proposed Class counsel possesses the knowledge, experience, reputation, ability, skill, and resources to represent the Class and should be appointed lead counsel for the Class.

COUNT I— VIOLATION OF CIVIL CODE SECTION 1670.8

- 46. Plaintiffs re-allege and incorporate by reference Paragraphs 1 through 45 of their Complaint. Plaintiffs assert this first cause of action on behalf of themselves and all other similarly situated persons residing in California who visited or used the Platforms.
 - 47. Defendants are in the business of selling or leasing consumer goods or services.
 - 48. Plaintiffs and Class members visited and used the Platforms.
- 49. Pursuant to the Terms, Defendants require users to agree that they "shall not use, allow, or enable others to use the Site, or knowingly condone use of the Site by others, in a manner that is, attempts to, or is likely to:...affect us [Paramount] adversely or reflect negatively on us [Paramount], the Site, our goodwill, name or reputation or cause duress, distress or discomfort to us...." The Terms further threaten visitors of the Platforms who consider violating the Terms in providing that "Paramount will determine your compliance with these Terms of Use

1	in its sole discretion. Any violation of these Terms of Use may result in restrictions on your access
2	to all or part of the Site"
3	50. By visiting, using, or making purchases on the Platforms, Defendants purport to
4	have charged Plaintiffs and Class members with having read, understood, and agreed to be bound
5	by the Terms.
6	51. By way of the conduct alleged above, Defendants intentionally, willfully, o
7	recklessly sought to have Plaintiffs and the Class members waive their right as consumers to make
8	statements regarding Defendants, their employees or agents, or concerning the goods or services
9	which restriction is prohibited under California Civil Code 1670.8 and is contrary to public policy
10	52. Defendants have repeatedly violated California Civil Code 1670.8 in relation to each
11	of the Plaintiffs and Class members and their respective visits to and uses of the Platforms.
12	53. Defendants' conduct has caused Plaintiffs and Class members to suffer harm.
13	54. Plaintiffs and Class members are entitled to injunctive relief, including public
14	injunctive relief.
15	55. Plaintiffs and Class members are also entitled to civil penalties for Defendants
16	violations of Civil Code 1670.8.
17	PRAYERS FOR RELIEF
18	WHEREFORE, Plaintiffs, on behalf of themselves and the putative Class members, pray
19	for judgment as follows:
20	a. Determining that this action is a proper class action and certifying the Class, as defined
21	herein;
22	b. Appointing Plaintiffs as Class representatives;
23	c. Appointing the undersigned as Class counsel;
24	d. Finding Defendants liable to Plaintiffs and Class members for damages in such amount(s
25	as the Court or Jury may determine;
26	e. Awarding statutorily provided damages to Plaintiffs and Class members as appropriate;
27	f. Awarding pre- and post-judgment interest;
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1	g. Awarding injunctive relief, including public injunctive relief, as claimed herein or as the
2	Court may deem proper;
3	h. Awarding Plaintiffs, Class members attorney fees and all litigation costs as allowed by
4	law; and
5	i. Awarding such other and further relief as may be just and proper.
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7	DEMAND FOR JURY TRIAL
8	Plaintiffs hereby demand a trial by jury on all issues so triable.
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11	Dated: December 19, 2023 SINGLETON SCHREIBER, LLP
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13	By: Christopher R. Rodriguez
14	Attorneys for Plaintiffs
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16	LAW OFFICES OF THOMAS LEARY, APC
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18	By: Kleman G. Jeary
19	Thomas A. Leary Attorneys for Plaintiffs
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	PLAINTIFFS' CLASS ACTION COMPLAINT