

1 Consumer Warranty Act (“Song-Beverly Act”), Cal. Civ. Code §§ 1791.1 and 1792, *et seq.*, the
2 Magnuson-Moss Warranty Act (“Magnuson-Moss Act”), 15 U.S.C. § 2303, *et seq.*, and Cal. Comm.
3 Code § 2313 against defendant General Motors LLC (“GM”) in this Court. Aguilar invokes this
4 Court’s jurisdiction on the basis of federal question under the Class Action Fairness Act of 2005
5 (“CAFA”). This Court granted in part with leave to amend GM’s motion to dismiss Aguilar’s first
6 amended complaint pursuant to Fed. R. Civ. P. 8(a)(2), 9(b), and 12(b)(6) for failure to state a claim.
7 For the reasons discussed below, this Court GRANTS IN PART GM’s motion to dismiss Aguilar’s
8 second amended complaint.

9 BACKGROUND

10 A. Background

11 In 2009, General Motors Corporation (“Old GM”) entered bankruptcy. Prior to bankruptcy,
12 Old GM manufactured, distributed, and serviced previous model years of the GMC Acadia, Chevrolet
13 Traverse, and Buick Enclave that are substantially similar, if not identical, to the model years at issue.
14 Old GM sold its business assets to GM.

15 GM manufactures, distributes, and services the 2009 through 2012 GMC Acadia, Chevrolet
16 Traverse, and Buick Enclave (“class vehicles”). The class vehicles share the Lambda crossover
17 platform, including the same steering system. Aguilar claims that steering system in these vehicles is
18 defective. Specifically, he claims that the steering defect causes steering system failure that results in
19 steering wheel locking, loss of power steering while in motion, steering wheel instability, knocking,
20 bumping or grinding noises while turning, and/or total steering wheel failure. The Acadia and
21 Traverse are sold with a three-year/36,000 mile bumper-to-bumper express written warranty, and the
22 Enclave carries a five-year/50,000 mile bumper-to-bumper warranty. Each class vehicle also carries a
23 five-year/100,000 mile “Drivetrain” express written warranty.

24 On or around May 7, 2010, Aguilar purchased a 2010 Chevrolet Traverse from an authorized
25 Chevrolet dealer in Clovis, California.

26 On or around August 24, 2010, at approximately 8,935 miles, Aguilar took the vehicle to the
27 Clovis dealership after experiencing vibrations and loud noises in the steering wheel and general
28 instability in the steering column during the normal course of driving. The dealership replaced the CV

1 joint band accompanying boot in an effort to repair the issue.

2 Aguilar experienced the same noises and took his vehicle to a different authorized Chevrolet
3 dealership for repairs on or around October 14, 2010 at approximately 11,217 miles. The dealership
4 replaced the intermediate steering shaft.

5 Aguilar continued to experience the noises from the steering system, and brought his vehicle
6 back to the dealership in Clovis on or around October 27, 2010 at approximately 11,796 miles. The
7 dealership replaced the rack gear.

8 On or around December 22, 2011, at approximately 30,489 miles, Aguilar again brought his
9 vehicle to the Chevrolet dealership in Clovis. The repair order states that Aguilar complained of loud
10 noises from the power steering, that the vehicle is pulling to the left when driving, and will cause the
11 steering wheel to hesitate when turning. The dealership replaced the power steering pump and the
12 power steering gear assembly.

13 Aguilar alleges that his vehicle continues to suffer from the steering defect that results in loss
14 of power steering, hard steering, forceful pulling to the left and right, and loss of steering control, as if
15 the front end of the vehicle is floating or gliding while driving. Aguilar further asserts that GM merely
16 replaces the defective steering system parts with the same defective components, and that the repairs
17 are a temporary mask to ensure that the steering defect will manifest outside of the class vehicles'
18 express warranty period.

19 Aguilar purports to bring this action on behalf of a nationwide class of all individuals who
20 purchased or leased a class vehicle manufactured or sold after July 10, 2009. Aguilar also proposes
21 two California sub-classes of the nationwide class. The CLRA sub-class consists of members of the
22 nationwide class who reside in California and are "consumers" within the meaning of Cal. Civ. Code §
23 1761(d). The implied warranty sub-class consists of members of the nationwide class who purchased
24 or leased their class vehicles in California. Aguilar seeks declaratory and injunctive relief, class
25 certification, compensatory, exemplary, statutory, and punitive damages, attorneys' fees and costs, and
26 pre- and post-judgment interest.

27 **B. Procedural History**

28 On March 22, 2013, Aguilar filed his original complaint against GM and General Motors

1 Company for violations of the CLRA, UCL, Song-Beverly Act, Magnuson-Moss Act, and Cal. Comm.
2 Code § 2313. GM and General Motors Company filed a motion to dismiss Aguilar’s original
3 complaint on May 17, 2013 for failure to state a claim for which relief can be granted. On June 4,
4 2013, Aguilar filed a first amended complaint against GM and General Motors Company. On June 19,
5 2013, upon the stipulation of the parties, this Court ordered the dismissal of defendant General Motors
6 Company. On July 25, 2013, this Court granted in part with leave to amend GM’s motion to dismiss
7 Aguilar’s first amended complaint. Aguilar filed a second amended complaint on August 14, 2013.
8 On August 28, 2013, GM filed the instant motion to dismiss Aguilar’s second amended complaint for
9 failure to state a claim. Aguilar filed an opposition on September 24, 2013, and GM filed a reply on
10 October 1, 2013.

11 **DISCUSSION**

12 **Motion to Dismiss**

13 **A. Standard under Fed. R. Civ. P. 12(b)(6)**

14 A motion to dismiss pursuant to Fed. R. Civ. P. 12(b)(6) is a challenge to the sufficiency of
15 the allegations set forth in the complaint. A dismissal under Rule 12(b)(6) is proper where there is
16 either a “lack of a cognizable legal theory” or “the absence of sufficient facts alleged under a
17 cognizable legal theory.” *Balisteri v. Pacifica Police Dept.*, 901 F.2d 696, 699 (9th Cir. 1990). In
18 considering a motion to dismiss for failure to state a claim, the court generally accepts as true the
19 allegations in the complaint, construes the pleading in the light most favorable to the party opposing
20 the motion, and resolves all doubts in the pleader's favor. *Lazy Y. Ranch LTD. v. Behrens*, 546 F.3d
21 580, 588 (9th Cir. 2008).

22 To survive a Fed. R. Civ. P. 12(b)(6) motion to dismiss, the plaintiff must allege “enough
23 facts to state a claim to relief that is plausible on its face.” *Bell Ail. Corp. v. Twombly*, 550 U.S. 544,
24 570 (2007). “A claim has facial plausibility when the plaintiff pleads factual content that allows the
25 court to draw the reasonable inference that the defendant is liable for the misconduct alleged.”
26 *Ashcroft v. Iqbal*, 129 S.Ct. 1937, 1949 (2009). “The plausibility standard is not akin to a ‘probability
27 requirement,’ but it asks for more than a sheer possibility that a defendant has acted unlawfully.” *Id.*
28 (citing *Twombly*, 550 U.S. at 556). “Where a complaint pleads facts that are merely consistent with a

1 defendant's liability, it stops short of the line between possibility and plausibility for entitlement to
2 relief” *Id.* (citing *Twombly*, 550 U.S. at 557).

3 “While a complaint attacked by a Rule 12(b)(6) motion to dismiss does not need detailed
4 factual allegations, a plaintiff's obligation to provide the ‘grounds’ of his ‘entitlement to relief’ requires
5 more than labels and conclusions, and a formulaic recitation of the elements of a cause of action will
6 not do.” *Twombly*, 550 U.S. at 555 (internal citations omitted). Thus, “bare assertions ... amount[ing]
7 to nothing more than a formulaic recitation of the elements ... are not entitled to be assumed true.”
8 *Iqbal*, 129 S.Ct. at 1951. A court is “free to ignore legal conclusions, unsupported conclusions,
9 unwarranted inferences and sweeping legal conclusions cast in the form of factual allegations.” *Farm*
10 *Credit Services v. American State Bank*, 339 F.3d 764, 767 (8th Cir. 2003) (citation omitted).

11 Moreover, a court “will dismiss any claim that, even when construed in the light most
12 favorable to plaintiff, fails to plead sufficiently all required elements of a cause of action.” *Student*
13 *Loan Marketing Ass'n v. Hanes*, 181 F.R.D. 629, 634 (S.D.Cal. 1998). In practice, “a complaint ...
14 must contain either direct or inferential allegations respecting all the material elements necessary to
15 sustain recovery under some viable legal theory.” *Twombly*, 550 U.S. at 562 (quoting *Car Carriers,*
16 *Inc. v. Ford Motor Co.*, 745 F.2d 1101, 1106 (7th Cir. 1984)).

17 To the extent that the pleadings can be cured by the allegation of additional facts, the
18 plaintiff should be afforded leave to amend. *Cook, Perkiss and Liehe, Inc. v. Northern California*
19 *Collection Serv. Inc.*, 911 F.2d 242, 247 (9th Cir. 1990) (citations omitted).

20 **B. Analysis**

21 **1. Failure to Disclose Causes of Action – CLRA and UCL**

22 In his first and second causes of action, Aguilar alleges that GM violated the CLRA and the
23 UCL’s fraudulent business practices prong in “knowingly and intentionally concealing material facts”
24 from Aguilar and the purported class by “failing to disclose and concealing the defective nature of the
25 steering system.” (Doc. 14, ¶¶ 82, 86, 103). Therefore, these claims sound in fraud.

26 **a. Fed. R. Civ. P. 9(b)**

27 “If the claim is grounded in fraud, the pleading of that claim as a whole must satisfy the
28 particularity requirement of Rule 9(b).” *Cardenas v. NBTY, Inc.*, 870 F. Supp. 2d 984, 993 (E.D. Cal.

2012) (citing *Kearns v. Ford Motor Co.*, 567 F.3d 1120, 1127 (9th Cir. 2009)). “[T]he Supreme Court of California has held that nondisclosure is a claim for misrepresentation in a cause of action for fraud, [and] it (as any other fraud claim) must be pleaded with particularity under Rule 9(b). *Kearns*, 567 F.3d at 1127. Moreover, “[t]he Ninth Circuit has specifically held that Rule 9(b)’s heightened pleading standards apply to claims for violations of the CLRA and UCL.” *Id.* at 992 (citing *Kearns*, 567 F.3d at 1125). “Rule 9(b) demands that the circumstances constituting the alleged fraud be specific enough to give defendants notice of the particular misconduct so that they can defend against the charge and not just deny that they have done anything wrong.” *Kearns*, 567 F.3d at 1124 (quoting *Bly-Magee v. California*, 236 F.3d 1014, 1019 (9th Cir. 2001) (internal quotations and ellipses omitted). “Averments of fraud must be accompanied by ‘the who, what, when, where, and how’ of the misconduct charged.” *Vess v. Ciba-Geigy Corp. USA*, 317 F.3d 1097, 1106 (9th Cir. 2003) (quoting *Cooper v. Pickett*, 137 F.3d 616, 627 (9th Cir. 1997)). “[A] plaintiff must set forth more than the neutral facts necessary to identify the transaction. The plaintiff must set forth what is false or misleading about a statement, and why it is false.” *In re GlenFed, Inc. Sec. Litig.*, 42 F.3d 1541, 1548 (9th Cir. 1994), *superseded by statute on other grounds*.

b. Duty to Disclose

“California courts have generally rejected a broad obligation to disclose[.]” *Wilson v. Hewlett-Packard Co.*, 668 F.3d 1136, 1141 (9th Cir. 2012). As relevant here, “a failure to disclose or concealment can constitute actionable fraud” where “the defendant had exclusive knowledge of material facts not known to the plaintiff” or where “the defendant actively conceals a material fact from the plaintiff[.]” *Falk v. Gen. Motors Corp.*, 496 F. Supp. 2d 1088, 1095 (N.D. Cal. 2007) (citing *LiMandri v. Judkins*, 52 Cal.App.4th 326, 337 (1997)). However, “a manufacturer is not liable for a fraudulent omission concerning a latent defect under the CLRA, unless the omission is ‘contrary to a representation actually made by the defendant, or an omission of a fact the defendant was obliged to disclose.’” *Wilson*, 668 F.3d at 1141 (quoting *Daugherty v. American Honda Motor Co.*, 144 Cal.App.4th 824 (Cal. Ct. App. 2006)). “A manufacturer's duty to consumers is limited to its warranty obligations absent either an affirmative misrepresentation or a safety issue.”¹ *Id.* (citing *Oestreicher v.*

¹ Aguilar alleges that the defects manifested within the warranty period. The Court will address those arguments in the

1 *Alienware Corp.*, 544 F.Supp.2d 964, 969 (N.D.Cal. 2008), *aff'd*, 322 Fed.Appx. 489, 493 (9th Cir.
2 2009).

3 **i. Material Facts**

4 As relevant here, a manufacturer's duty to disclose applies only to "material facts." *Falk*,
5 496 F. Supp. 2d at 1095. Aguilar advocates for the broader interpretation of "material facts" as facts
6 that, if they had been disclosed, would have resulted in a reasonable consumer behaving differently.
7 *Id.* GM argues for a narrower view that, to be actionable, an omission must be of a fact that GM was
8 obligated to disclose because of safety concerns. *Daugherty*, 144 Cal.App.4th at 835. Aguilar alleges
9 that a steering defect resulting in the potential failure of power steering, pulling to the left and right,
10 and loss of steering control while driving would be material to a reasonable consumer. Indeed, such
11 faulty steering systems could lead to unsafe conditions for both drivers and passengers, especially at
12 today's highway speeds. Therefore, Aguilar's allegations show that the alleged steering defect is a
13 material fact under both the broader and the narrower interpretation.

14 **ii. Knowledge at the Time of Sale**

15 "In order to give rise to a duty to disclose, a complaint must contain specific allegations
16 demonstrating the manufacturer's knowledge of the alleged defect *at the time of sale.*" *Donohue v.*
17 *Apple, Inc.*, 871 F. Supp. 2d 913, 927 (N.D. Cal. 2012) (emphasis in the original). GM argues that
18 Aguilar's alleged facts fail to show that GM had knowledge of the steering defect at the time of sale of
19 Aguilar's vehicle. As this Court previously noted, whether Aguilar has demonstrated this "is a close
20 question." *Id.* With the amended pleadings in the operative complaint, Aguilar adequately alleges
21 GM's knowledge of the steering defect at the time of sale.

22 Aguilar alleges that GM acquired its knowledge of the steering defect through sources
23 unavailable to Aguilar and the class members, including pre-release testing data, earlier model year
24 versions of the class vehicles equipped with similar steering systems, testing conducted in response to
25 reported complaints, and aggregate data from GM dealers, such as early consumer complaints to GM
26 through their dealers about the steering defect, dealer repair orders and high warranty reimbursement
27 rates. Aguilar further argues that consumers only became aware of the steering defect after purchase or

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discussion of Aguilar's warranty claims below.

1 lease when they actually experienced the problem. When accepted as true for the purposes of this Fed.
2 R. Civ. P. 12(b)(6) motion, Aguilar's material allegations suffice to show that GM had exclusive
3 knowledge of the alleged steering defect.

4 Aguilar alleges that GM had knowledge of the steering defect at the time of sale because the
5 class vehicles are substantially similar if not identical to the previous model years manufactured and
6 distributed by Old GM, and the previous model years possessed the same steering defect. Aguilar
7 submits a sampling of consumer complaints regarding steering problems for class vehicles and
8 previous model years that are dated prior to the date of sale of his vehicle. In addition, the pre-release
9 testing data that allegedly shows the steering defect necessarily would have given GM knowledge of
10 the steering defect prior to the date of sale. Moreover, as Aguilar points out, his ability to make more
11 detailed allegations as to the source and contents of GM's exclusive knowledge of the steering defect is
12 limited prior to discovery.

13 Accepting as true the complaint's allegations and making reasonable inferences in his favor,
14 Aguilar sufficiently alleges that GM had knowledge of the steering defect in the class vehicles at the
15 time of sale of his vehicle. Because GM had knowledge of the steering defect, the steering defect
16 constituted material information, and GM did not disclose the defect, the Court DENIES GM's motion
17 to dismiss Aguilar's duty to disclose claims under the CLRA and the UCL.

18 **2. Other UCL Claims**

19 The UCL prohibits business practices which are unlawful, unfair, or fraudulent. Cal. Bus. &
20 Prof. Code § 17200.

21 **i. Unlawful**

22 The UCL "borrows violations of other laws and treats them as unlawful practices that the
23 [UCL] makes independently actionable." *Cel-Tech Commc'ns., Inc. v. Los Angeles Cellular Tel. Co.*,
24 20 Cal.4th 163, 180 (1999). Aguilar's unlawfulness claim is premised on GM's alleged violations of
25 the Song-Beverly Act, the Magnuson-Moss Act, and Cal. Comm. Code § 2313. As discussed below,
26 Aguilar sufficiently states a claim for violation of the Song-Beverly Act against GM. However,
27 Aguilar's express warranty claims against GM are subject to dismissal. Nonetheless, taking Aguilar's
28 allegations as true, Aguilar adequately alleges that GM has acted unlawfully. Therefore, the Court

1 DENIES GM’s motion to dismiss Aguilar’s claim for violation of the UCL’s prohibition of unlawful
2 business practices.

3 ii. **Unfair**

4 California courts traditionally have applied a balancing test in analyzing claims under the
5 UCL’s unfairness prong. Under this test, “the determination of whether a particular business practice
6 is unfair necessarily involves an examination of its impact on its alleged victim, balanced against the
7 reasons, justifications and motives of the alleged wrongdoer.” *Motors, Inc. v. Times Mirror Co.*, 102
8 Cal.App.3d 735, 740 (Cal. Ct. App. 1980); *see also, People v. Casa Blanca Convalescent Homes Inc.*,
9 159 Cal.App.3d 509, 530 (Cal. Ct. App. 1984) (stating that a practice in California is unfair “when it
10 offends an established public policy or when the practice is immoral, unethical, oppressive,
11 unscrupulous or substantially injurious to consumers.”). In *Cel-Tech*, however, the California
12 Supreme Court rejected that test for claims brought by competitors, and instead held that, “any finding
13 of unfairness ... [must] be tethered to some legislatively declared policy.” 20 Cal.4th at 185. However,
14 because *Cel-Tech* expressly limited its holding to competitor lawsuits, the appropriate test to
15 determine whether a practice is “unfair” in a consumer case under California law remains uncertain.
16 *See, Lozano v. AT & T Wireless Servs., Inc.*, 504 F.3d 718, 735 (9th Cir. 2007) (“California’s unfair
17 competition law, as it applies to consumer suits, is currently in flux.”).

18 Because it has been used more widely and analyzed more thoroughly by California courts,
19 this Court applies the traditional balancing test in this consumer claim. Here, Aguilar alleges that GM
20 sold class vehicles with a steering defect that could result in serious safety issues to consumers. This
21 defect could manifest, as it did in Aguilar’s vehicle, within the implied warranty period. Aguilar
22 further alleges that, where the defect manifested within the express warranty period, GM merely
23 replaced the steering components with the same defective parts to ensure that, when the defect again
24 manifests, it will fall outside of the express warranty period. Taking these allegations as true, Aguilar
25 sufficiently alleges that such business practices by GM, if proven, are “unscrupulous or substantially
26 injurious to consumers.” *Casa Blanca*, 159 Cal.App.3d at 530. Therefore, the Court DENIES GM’s
27 motion to dismiss Aguilar’s claim for violation of the UCL’s prohibition of unfair practices.

28 **3. Warranty Causes of Action**

1 **i. Breach of Implied Warranty under Song-Beverly Act**

2 Aguilar claims that GM breached the implied warranty of merchantability under the Song-
3 Beverly Act by selling class vehicles that are not fit for their ordinary purpose of providing reasonably
4 reliable and safe transportation because the class vehicles suffered from the steering defect at the time
5 of sale and thereafter. GM argues that Aguilar’s Song-Beverly Act claim is untimely because the
6 maximum duration of the implied warranty is one year after the purchase date.

7 The Song-Beverly Act was enacted “to regulate warranties and strengthen consumer
8 remedies for breaches of warranty.” *Keegan v. Am. Honda Motor Co., Inc.*, 838 F. Supp. 2d 929, 944
9 (C.D. Cal. 2012). Under the Act, an implied warranty of merchantability guarantees that “consumer
10 goods meet each of the following: (1) Pass without objection in the trade under the contract
11 description; (2) Are fit for the ordinary purposes for which such goods are used; (3) Are adequately
12 contained, packaged, and labeled; (4) Conform to the promises or affirmations of fact made on the
13 container or label.” Cal. Civ.Code § 1791.1(a). “[T]he implied warranty of merchantability set forth
14 in § 1791.1(a) requires only that a vehicle be reasonably suited for ordinary use. It need not be perfect
15 in every detail so long as it provides for a minimum level of quality.” *Keegan*, 838 F. Supp. 2d at 945
16 (internal citation omitted). “The basic inquiry, therefore, is whether the vehicle was fit for driving.”
17 *Id. See, Carlson v. General Motors Corp.*, 883 F.2d 287, 297 (4th Cir. 1989) (“Since cars are designed
18 to provide transportation, the implied warranty of merchantability is simply a guarantee that they will
19 operate in a safe condition and substantially free of defects. Thus, where a car can provide safe,
20 reliable transportation, it is generally considered merchantable.”). “California courts ‘reject the notion
21 that merely because a vehicle provides transportation from point A to point B, it necessarily does not
22 violate the implied warranty of merchantability. A vehicle that smells, lurches, clanks, and emits
23 smoke over an extended period of time is not fit for its intended purpose.” *Keegan*, 838 F. Supp. 2d at
24 946 (quoting *Isip v. Mercedes-Benz USA, LLC*, 155 Cal.App.4th 19, 27 (Cal. Ct. App. 2007)).

25 Here, Aguilar claims that the class vehicles are unfit for the ordinary use of driving due to a
26 steering defect that can result in potential failure of power steering, pulling to the left and right, and
27 loss of steering control during the normal course of driving. Such a defect would render a vehicle unfit
28 for driving.

1 Further, GM’s argument that Aguilar’s implied warranty claim is untimely lacks merit on its
2 face. Aguilar has alleged that his vehicle experienced general instability in the steering column and
3 vibrations in the steering wheel, along with noises, within one year of purchasing his vehicle. As other
4 courts have recognized, “[w]hether a car provides a ‘minimum level of quality’ is not determined by
5 the manner in which it is operating at the time of sale.” *Cholakyan v. Mercedes-Benz USA, LLC*, 796
6 F. Supp. 2d 1220, 1243 (C.D. Cal. 2011). Aguilar also sought repairs for his vehicle for pulling to the
7 left when driving and steering wheel hesitation when turning in December 2011, about nineteen
8 months after purchasing his new vehicle. “A vehicle that operates for some time after purchase may
9 still be deemed ‘unfit for ordinary purposes’ if its components are so defective that the vehicle
10 becomes inoperable within an unacceptably short period of time.” *Id.*

11 Therefore, Aguilar has pleaded adequately a cause of action against GM for violation of the
12 implied warranty of merchantability under the Song-Beverly Act. The Court DENIES GM’s motion to
13 dismiss Aguilar’s third cause of action.

14 **ii. Breach of Express Warranty**

15 In his fourth and fifth causes of action, Aguilar alleges that GM breached its express written
16 warranty by extending the basic and Drivetrain warranties with the purchase or lease of each class
17 vehicle, selling class vehicles with the steering defect, “[r]efusing to honor the express warranty by
18 repairing or replacing, free of charge, the steering system or any of its components or programming
19 and instead charging for repair and replacement parts,” and “[p]urporting to repair the steering system
20 and its component parts by replacing the defective steering components with the same defective
21 components and/or instituting temporary fixes to ensure that the Steering Defect manifests outside of
22 the Class Vehicles’ express warranty period.” (Doc. 33, ¶¶ 140, 153).

23 Aguilar again alleges no facts to show that GM ever charged him or any class member for
24 repairs and parts during the express warranty period.

25 Also, California courts have made clear that an express warranty claim cannot be based on
26 “defects that lead to a malfunction after the term of the warranty.” *Daugherty v. Am. Honda Motor*
27 *Co., Inc.*, 144 Cal. App. 4th 824, 832 (2006). The plaintiff in *Mui Ho v. Toyota Motor Corp.* similarly
28 alleged that “[b]y replacing a defective part with another defective part in [Plaintiff Ho’s] vehicle in

1 January 2008 ... [TMS] breached its NVLW because it failed to ‘correct [the] defect’ under its
2 warranty.’ 931 F. Supp. 2d 987, 994 (N.D. Cal. 2013). The court, applying *Daugherty*’s reasoning,
3 held that “the fact that the problem arose again after the warranty period, in 2010 and 2012, cannot be
4 the basis of a breach of express warranty claim,” and dismissed the claim with prejudice *Id.* Here,
5 Aguilar alleges that GM violated the express warranty by replacing defective components with other
6 defective components such that the malfunction occurred outside the warranty period. As in *Mui Ho*,
7 this argument fails. GM complied with the warranty by repairing Aguilar’s vehicle during the
8 warranty period. The malfunction of Aguilar’s vehicle outside of the warranty period cannot serve as
9 the basis of a breach of express warranty claim. *See, Long v. Hewlett-Packard Co.*, 2007 WL 2994812
10 at *5 (N.D. Cal. July 27, 2007) *aff’d*, 316 F. App’x 585 (9th Cir. 2009) (holding that, where plaintiff
11 argued defendant violated express warranty by “replac[ing] one defective inverter with another,” “a
12 plaintiff cannot maintain a breach of warranty claim under California law for a product that is repaired
13 within the warranty period and fails again months after the warranty has expired.”).

14 Further, since Aguilar does not allege that GM otherwise violated the Magnuson-Moss Act,
15 his federal claim for breach of express warranty fails along with his state law claim. *Clemens v.*
16 *DaimlerChrysler Corp.*, 534 F.3d 1017 (9th Cir. 2008) (finding that claims under the Magnuson–Moss
17 Act stand or fall with express and implied warranty claims under state law, as the Act borrows state
18 law causes of action.).

19 Because Aguilar fails to make sufficient allegations to show that GM breached its express
20 written warranty, the Court GRANTS GM’s motion to dismiss Aguilar’s fourth and fifth causes of
21 action under the Magnuson-Moss Act and Cal. Comm. Code § 2313, respectively.

22 CONCLUSION AND ORDER

23 For the reasons discussed above, the Court

- 24 1. DISMISSES WITHOUT LEAVE TO AMEND Plaintiff Chris Aguilar’s fourth
25 cause of action under the Magnuson-Moss Act, and fifth cause of action under
26 Cal. Comm. Code § 2313;
- 27 2. DENIES Defendant General Motors LLC’s motion to dismiss Plaintiff Aguilar’s
28 first cause of action under the CLRA, second cause of action under the UCL, and

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third cause of action under the Song-Beverly Act; and

3. ORDERS Defendant General Motors LLC, no later than November 7, 2013, to file and serve a F.R.Civ.P. 7(a)(2) answer to the second amended complaint.

IT IS SO ORDERED.

Dated: October 16, 2013

/s/ Lawrence J. O'Neill
UNITED STATES DISTRICT JUDGE