1 2 3 4 5 6 7 8 9 10 11 12 13 14	DAVID CAMPBELL SMITH (SBN 130618) dsmith@innercitylaw.org ALEXANDRA M. IRONS (SBN 161093) airons@innercitylaw.org LAURA MATTER (SBN 322918) lmatter@innercitylaw.org INNER CITY LAW CENTER 1309 E. Seventh Street Los Angeles, CA 90021 Telephone: (213) 891-2880 Facsimile: (213) 891-2888  JOHN J. KUCERA (SBN 274184) jkucera@bsfllp.com SIMON LEEN (SBN 332033) sleen@bsfllp.com JOSHUA Y. QUAYE (SBN 325480) jquaye@bsfllp.com BOIES SCHILLER FLEXNER LLP 2029 Century Park East, Suite 1520 Los Angeles, CA 90067 Telephone: (213) 629-9040 Facsimile: (213) 629-9022 Attorneys for Plaintiffs	Superior Court of California County of Los Angeles 02/07/2024  David W. Slayton, Executive Officer / Clerk of Court By: M. Rodriguez Deputy
<ul><li>15</li><li>16</li></ul>		
	SUPERIOR COURT OF T	HE STATE OF CALIFORNIA
17	FOR THE COUNT	Y OF LOS ANGELES
18 19 20 21 22 23 24 25	MILAGRO PAZ UMANZOR, an individual; ELMER ISAIAS ORELLANA UMANZOR, an individual; JASON ORELLANA, by and through his guardian <i>ad litem</i> MILAGRO PAZ UMANZOR; BELYNDA ORELLANA, by and through her guardian <i>ad litem</i> MILAGRO PAZ UMANZOR; MARIBEL GARCIA, an individual; JUAN FRANCISCO GARCIA GILL, an individual; URIEL GARCIA, by and through his guardian <i>ad litem</i> MARIBEL GARCIA; JUAN FRANCISCO GARCIA, JR., by and through his guardian <i>ad litem</i> MARIBEL GARCIA; LUZELENA GARCIA, by and through her guardian <i>ad litem</i> MARIBEL	Assigned to: HON. JOSEPH LIPNER Dept.: 72  UNLIMITED JURISDICTION  FIRST AMENDED COMPLAINT FOR  INJUNCTIVE RELIEF AND  DAMAGES FOR:  1. NEGLIGENCE 2. NEGLIGENT FAILURE TO PROVIDE HABITABLE
<ul><li>26</li><li>27</li><li>28</li></ul>	GARCIA; OZIEL GARCIA, by and through his guardian <i>ad litem</i> MARIBEL GARCIA; EVELYN GARCIA, by and through her guardian <i>ad litem</i> MARIBEL GARCIA; ANGELICA MARIA TORRES, an individual; HUGO DE LA CRUZ, an individual; KIARA	) PREMISES ) 3. BREACH OF IMPLIED ) WARRANTY OF HABITABILITY ) 4. PREMISES LIABILITY )  DED COMPLAINT

1 2	DE LA CRUZ, an individual; KARINA DE LA CRUZ, an individual; LUIS GARCIA DELGADO, an individual; BRIAN DE LA CRUZ TORRES en individual; MARIA	<ul> <li>5. VIOLATION OF UNFAIR         COMPETITION LAW 17200 et         seq.</li> <li>6. BREACH OF COVENANT OF</li> </ul>	
3	CRUZ TORRES, an individual; MARIA MAGDALENA DELGADO, an individual;	QUIET ENJOYMENT	
4	JOEL PINTO, an individual; EDGAR CUEVAS, an individual; DAVID AVILA, an	7. NUISANCE (PROPERTY DAMAGE)	
5	individual; and ISABEL ACEVES DELGADO, an individual.	8. NUISANCE (PERSONAL INJURIES)	
6	Plaintiffs,	9. COLLECTION OF RENT ON UNTENANTABLE DWELLING	
7	vs. )	10. INVASION OF PRIVACY 11. CONSTRUCTIVE EVICTION 12. RETALIATION	
8	SYLVESTER MALONE, an individual; DOROTHY N. MALONE, an individual;	13. INTENTIONAL INFLICTION OF EMOTIONAL DISTRESS	
9	SOLA IMPACT FUND II, LP, a Delaware	14. NEGLIGENT INFLICTION OF	
10	Limited Partnership; SOLA IMPACT FUND II GG, LLC, a Delaware Limited Liability	EMOTIONAL DISTRESS 15. VIOLATION OF LOS ANGELES	
11	Company; SOLA RENTALS, INC., a Delaware Corporation doing business in California; SOLA	TENANT ANTI-HARASSMENT ORDINANCE	
12	MANAGEMENT, LLC, a Delaware Limited Liability Company; SOLA IMPACT RENTAL )	DEMAND FOR JURY TRIAL	
13	COMPANY, INC., a Delaware Corporation doing business in California; MARTIN		
14	MUOTO, in his individual and official capacity as owner and General Partner of Sola Impact		
15	Fund II, LP, owner and Manager-Member of Sola Impact Fund II GG, LLC, Owner and Chief Executive Officer of Sola Rentals, Inc., Owner		
16	and Manager-Member of Sola Management,		
17	LLC, and Owner and Chief Executive Officer of Sola Impact Rental Company, Inc.; and DOES 1-100 INCLUSIVE,		
18	Defendants.		
19	Detendants.		
20			
21	The above-captioned Plaintiffs, and each of them, allege upon personal knowledge with respect to		
22	themselves and their own acts, and upon information and belief as to all other matters, as follows:		
23	INTRODUCTORY	ALLEGATIONS	
24	1. Through this action, Plaintiffs – inclu	nding young children – seek injunctive relief and	
25	damages for the slum housing conditions that they have been forced to endure because of Defendants'		
26	persistent neglect of and failure to adequately maintain the Building where they reside. Plaintiffs		
27	("Plaintiffs" refers collectively to the individuals identified herein) are mostly impoverished tenants		

residing at 720-722 West 79<sup>th</sup> Street, Los Angeles, CA 90044, Assessor's Parcel Number 6032-027-020

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(the "Building" or the "Property").

- 2. Defendants' ("Defendants" refers collectively to the individuals and entities identified herein) failure to fulfill their duties as residential property owners and managers has created appalling living conditions. Plaintiffs and their children are exposed to health and safety threats on a daily basis. Among the most serious violations negatively impacting Plaintiffs are long-term infestations of rats and cockroaches, severe water damage destabilizing the walls and ceilings, rampant mold, unsecured gate and front door to the Building, and actual mushrooms growing in their homes due to pervasive moisture conditions. When Plaintiffs attempt to remedy these atrocious conditions themselves, they suffer more trauma, such as being forced to remove rat carcasses and rat fetuses from traps in their homes.
- 3. The deplorable living conditions have robbed Plaintiffs of their quiet enjoyment of and sense of safety in their own homes. Defendants have mostly ignored Plaintiffs' complaints and pleas for repairs and remediation of the terrible conditions. Defendants also routinely flout orders from government agencies to correct the issues. Consequently, Plaintiffs and their children have been exposed to persistent health and safety hazards, which have caused them to endure extreme stress from living day-to-day in uninhabitable conditions. Plaintiffs also suffer from physical injuries and illness such as countless bug bites on their bodies, nose bleeds, rashes, and respiratory issues.
- At all relevant times herein, each Defendant owned, operated, managed, or was responsible for maintaining the Building. Rather than maintain the Building in a livable condition, however, Defendants only seek to profit from it by collecting rent from Plaintiffs residing in the uninhabitable conditions.
- 5. The Property, a four-unit residential property constructed in 1921, is located in the City of Los Angeles. The Building is subject to the provisions of the Los Angeles Rent Stabilization Ordinance ("LARSO"), Los Angeles Municipal Code ("LAMC") sections 151.00 et seq. and its ancillary provisions.
- 6. At all relevant times herein, each Defendant owned, operated, managed, and/or was responsible for maintaining the Building. Defendants have known that the Property has been repeatedly cited by the Los Angeles Housing and Community Investment Department and the Los Angeles County Department of Public Health ("DPH") for municipal and health and safety code violations, with orders to repair the premises.

7. Defendants have or had actual and constructive knowledge that the Building has not been, and is not, habitable. Notwithstanding Defendants' knowledge of the unsafe and unhealthy conditions endangering Plaintiffs, and despite having the opportunity and the means, as well as the legal obligation to correct these conditions, each Defendant failed and refused to take all necessary corrective measures throughout the Property.

8. This action seeks damages to compensate Plaintiffs for the substantial harms that they have suffered – and continue to suffer. The filing of this lawsuit is necessary to force Defendants to fix the conditions at the Property, to do so in a manner that does not create additional harm to Plaintiffs, and to provide safe and decent housing as required by law. In light of the egregious nature of Defendants' conduct – which can only be characterized as willful, oppressive, and malicious – Plaintiffs seek punitive damages. Plaintiffs also seek injunctive relief to require the current owners and managers to heed governmental orders, to bring the Property into compliance with the law, and to ensure habitable living conditions.

## THE PARTIES

## PLAINTIFFS AND THEIR TENANCIES AT THE BUILDING

- 9. Plaintiff Milagro Paz Umanzor is an individual, who at all times mentioned herein, has resided in Unit 1 of the Building and has been a tenant from approximately June 2014 to the present pursuant to a valid lease agreement.
- 10. Plaintiff Elmer Isaias Orellana Umanzor is an individual, who at all times mentioned herein, has resided in Unit 1 of the Building and has been a tenant from approximately June 2014 to the present pursuant to a valid lease agreement.
- 11. Plaintiff Jason Orellana is a minor who is participating in this action by and through his guardian ad litem, Milagro Paz Umanzor. Plaintiff Orellana is an individual, who at all times mentioned herein, has resided in Unit 1 of the Building and has been a tenant from approximately June 2014 to the present pursuant to a valid lease agreement.
- 12. Plaintiff Belynda Orellana is a minor and is participating in this action by and through her guardian ad litem, Milagro Paz Umanzor. Plaintiff Orellana is an individual, who at all times mentioned herein, has resided in Unit 1 of the Building and has been a tenant from approximately June 2014 to the present pursuant to a valid lease agreement.

- 13. Plaintiff Maribel Garcia is an individual, who at all times mentioned herein, has resided in Unit 2 of the Building and has been a tenant from approximately January 2010 to the present pursuant to a valid lease agreement.
- 14. Plaintiff Juan Francisco Garcia Gill is an individual, who at all times mentioned herein, has resided in Unit 2 of the Building and has been a tenant from approximately January 2010 to the present pursuant to a valid lease agreement.
- 15. Plaintiff Uriel Garcia is an individual, who at all times mentioned herein, has resided in Unit 2 of the Building and has been a tenant from approximately January 2010 to the present pursuant to a valid lease agreement.
- 16. Plaintiff Juan Francisco Garcia, Jr. is a disabled minor and is participating in this action by and through his guardian ad litem, Maribel Garcia. Plaintiff Garcia is an individual, who at all times mentioned herein, has resided in Unit 2 of the Building and has been a tenant for approximately a decade pursuant to a valid lease agreement.
- 17. Plaintiff Luzelena Garcia is a minor and is participating in this action by and through her guardian ad litem, Maribel Garcia. Plaintiff Garcia is an individual, who at all times mentioned herein, has resided in Unit 2 of the Building and has been a tenant from approximately January 2010 to the present pursuant to a valid lease agreement.
- 18. Plaintiff Oziel Garcia is a minor and is participating in this action by and through his guardian ad litem, Maribel Garcia. Plaintiff Garcia is an individual, who at all times mentioned herein, has resided in Unit 2 of the Building and has been a tenant since birth on February 6, 2011 to the present pursuant to a valid lease agreement.
- 19. Plaintiff Evelyn Garcia is a minor and is participating in this action by and through her guardian ad litem, Maribel Garcia. Plaintiff Garcia is an individual, who at all times mentioned herein, has resided in Unit 2 of the Building and has been a tenant since birth on January 11, 2013 to the present pursuant to a valid lease agreement.
- 20. Plaintiff Angelica Maria Torres is an individual, who at all times mentioned herein, has resided in Unit 3 of the Building and has been a tenant from approximately October 2016 to the present pursuant to a valid lease agreement.

- 21. Plaintiff Hugo De La Cruz is an individual, who at all times mentioned herein, has resided in Unit 3 of the Building and has been a tenant from approximately October 2016 to the present pursuant to a valid lease agreement.
- 22. Plaintiff Kiara De La Cruz is an individual, who at all times mentioned herein, has resided in Unit 3 of the Building and has been a tenant from approximately June 2018 to the present pursuant to a valid lease agreement.
- 23. Plaintiff Karina De La Cruz is an individual, who at all times mentioned herein, has resided in Unit 3 of the Building and has been a tenant from approximately October 2016 to the present pursuant to a valid lease agreement.
- 24. Plaintiff Luis Garcia Delgado is an individual, who at all times mentioned herein, has resided in Unit 3 of the Building and has been a tenant from approximately December 2018 to the present pursuant to a valid lease agreement. Plaintiff Delgado previously resided in Unit 2 of the Building as a tenant from approximately January 2010 to December 2018.
- 25. Plaintiff Brian De La Cruz Torres is an individual, who at all times mentioned herein, has resided in Unit 3 of the Building and has been a tenant from approximately October 2016 to the present pursuant to a valid lease agreement.
- 26. Plaintiff Maria Magdalena Delgado is an individual, who at all times mentioned herein, has resided in Unit 722 of the Building and has been a tenant from approximately June 2005 to the present pursuant to a valid lease agreement.
- 27. Plaintiff Joel Pinto is an individual, who at all times mentioned herein, has resided in Unit 722 of the Building and has been a tenant from approximately June 2005 to the present pursuant to a valid lease agreement.
- 28. Isabel Aceves Delgado is an individual, who at all times mentioned herein, has resided in Unit 722 of the Building and has been a tenant from approximately June 2005 to the present pursuant to a valid lease agreement.
- 29. Plaintiff Edgar Cuevas is an individual, who at all times mentioned herein, has resided in Unit 722 of the Building and has been a tenant from approximately June 2005 to the present pursuant to a valid lease agreement.

30. Plaintiff David Avila is an individual, who at all times mentioned herein, has resided in Unit 722 of the Building and has been a tenant from approximately June 2005 to the present pursuant to a valid lease agreement.

## **DEFENDANTS AND THEIR RESPECTIVE INTERESTS IN THE BUILDING**

- 31. On information and belief, Defendant Sylvester Malone ("Defendant Sylvester Malone") is an individual and a citizen of the State of California. He held himself out as an owner of the Property for more than a decade. On or around September 13, 2018, Defendant Sylvester Malone transferred his interest in the Property to SOLA Impact Fund II, LP for \$535,000. Plaintiffs allege that at all relevant times until the date of transfer, Defendant Sylvester Malone was an owner and manager of the Property, exercised real or apparent authority regarding it, and was therefore responsible for maintaining it in a lawful and habitable condition, but failed and/or refused to do so.
- 32. On information and belief, Defendant Dorothy N. Malone ("Defendant Dorothy Malone") is an individual and a citizen of the State of California. She held herself out as an owner of the Property for more than a decade. On or around September 13, 2018, Defendant Dorothy Malone transferred her interest in the Property to SOLA Impact Fund II, LP for \$535,000. Plaintiffs allege that at all relevant times until the date of transfer, Defendant Dorothy Malone was an owner and manager of the Property, exercised real or apparent authority regarding it, and was therefore responsible for maintaining it in a lawful and habitable condition, but failed and/or refused to do so.
- 33. On information and belief, Defendant SOLA Impact Fund II, LP ("Defendant SOLA LP") is a Delaware limited partnership, doing business in California. Plaintiffs further allege that Defendant SOLA LP holds title to the Property and/or has had ownership of the Property since on or about September 13, 2018. Plaintiffs allege that at all relevant times mentioned herein, Defendant SOLA LP was an owner and/or manager of the Property, exercised real or apparent authority regarding it, and was therefore responsible for maintaining it in a lawful and habitable condition, but failed and/or refused to do so.
- 34. On information and belief, Defendant Sola Impact Fund II GG, LLC ("Defendant SOLA LLC") is a Delaware limited liability company, doing business in California. Plaintiffs further allege that Defendant SOLA LLC holds title to the Property and/or has had ownership of the Property since on or about September 13, 2018. Plaintiffs allege that at all relevant times mentioned herein, Defendant SOLA

LLC was an owner and/or manager of the Property, exercised real or apparent authority regarding it, and was therefore responsible for maintaining it in a lawful and habitable condition, but failed and/or refused to do so.

- 35. On information and belief, Defendant SOLA Rentals, Inc. ("Defendant SOLA Rentals") is a Delaware corporation, doing business in California. Plaintiffs allege that at all relevant times mentioned herein, Defendant SOLA Rentals was an owner and/or manager of the Property, exercised real or apparent authority regarding it, and was therefore responsible for maintaining it in a lawful and habitable condition, but failed and/or refused to do so.
- 36. On information and belief, Defendant SOLA Management, LLC ("Defendant SOLA Management") is a Delaware limited liability company, doing business in California. Plaintiffs allege that at all relevant times mentioned herein, Defendant SOLA Management was an owner and/or manager of the Property, exercised real or apparent authority regarding it, and was therefore responsible for maintaining it in a lawful and habitable condition, but failed and/or refused to do so.
- 37. On information and belief, Defendant SOLA Impact Rental Company, Inc. ("Defendant SOLA Impact") is a Delaware corporation, doing business in California. Plaintiffs allege that at all relevant times mentioned herein, Defendant SOLA Impact was an owner and/or manager of the Property, exercised real or apparent authority regarding it, and was therefore responsible for maintaining it in a lawful and habitable condition, but failed and/or refused to do so.
- 38. On information and belief, Defendant Martin Muoto is an individual and a citizen of the State of California. He has held himself out as an owner of the Property. He has also held himself out as owner and General Partner of Defendant SOLA LP; owner and Manager-Member of Defendant SOLA LLC; owner and Chief Executive Officer of Defendant SOLA Rentals; owner and Manager-Member of Defendant SOLA Management; and owner and Chief Executive Office of Defendant SOLA Impact. Plaintiffs allege that at all relevant times, Defendant Muoto was an owner and manager of the Property, exercised real or apparent authority regarding it, and was therefore responsible for maintaining the Building in a lawful and habitable condition, but failed and/or refused to do so.
- 39. On information and belief, there are numerous overlapping "SOLA" business entities, each of which is owned, in whole or in part, by Defendant Muoto. Plaintiffs reserve the right to addend, amend,

or DOE in the correct SOLA business entity or other entity once ascertained.

- 40. On information and belief, Plaintiffs allege that Defendants were owners, persons, or entities actually or apparently responsible for the management and maintenance of the Building during Plaintiffs' tenancies.
- 41. Plaintiffs are ignorant of the true names and capacities of Defendants sued as DOES 1 through 100, inclusive, and therefore sue these Defendants by such fictitious names and capacities. Plaintiffs are informed and believe, and thereupon allege, that each Defendant fictitiously named as a DOE is legally responsible, negligently or in some other actionable manner, for the acts and failures to act as alleged herein, and thereby proximately and legally caused the injuries and damages to Plaintiffs as alleged. Plaintiff will seek leave of court to amend this complaint to allege such names and/or capacities of such fictitiously-named Defendants as soon as they are ascertained.

#### **VENUE**

42. Venue is proper in Los Angeles County because it is the County in which the Property is located and where a substantial part of the events giving rise to the claims for relief occurred.

## FACTUAL ALLEGATIONS

- 43. At all times mentioned herein, Defendants, and each of them, were subject to common law and statutory duties requiring them to provide Plaintiffs with a safe and tenantable residence that complied with all habitability requirements imposed by state, county, and local laws including, but not limited to, California Civil Code section 1941.1 and Health and Safety Code section 17920.3. Notwithstanding these non-waivable and non-delegable duties, Defendants have breached, and continue to breach, their duties of care to Plaintiffs. Defendants' gross failures to maintain the habitability of the Property have adversely impacted the health and safety of Plaintiffs, their children, and the larger community.
- 44. On information and belief, each Defendant either owned, operated, managed, and/or was responsible for maintaining the Property while dangerous conditions existed. On information and belief, Defendants and their officers, directors, and managing agents directly, or through their agents, observed and were aware of these uninhabitable and hazardous conditions. Yet, they intentionally refused to take corrective action and ratified their employees' and agents' failures to take corrective action.
  - 45. For years, Defendants have neglected to properly maintain the Building by failing to

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26 27 28 perform routine and regular maintenance on the Building. Consequently, Defendants have allowed the Building to fall into severe disrepair, leading to major systemic problems endangering Plaintiffs' health and safety. Children are growing up - and have grown up - in the deplorable conditions traumatized by, among other things, long-term infestations of cockroaches and rodents.

- 46. Defendants have lined their own pockets with Plaintiffs' rental payments by skimping on necessary repairs and regular maintenance to the Building. Indeed, Defendants' profits-over-people motives are readily evinced by the "for sale" listing in 2018 which described the Building as "Great income, needs work, sold as-is." Defendants have callously taken advantage of Plaintiffs' impoverishment. Defendants know that Plaintiffs would experience inordinate difficulty in finding alternative, safer apartments given the affordable housing crisis in Los Angeles.
- 47. As a result of Defendants' acts and omissions, Plaintiffs have been exposed to serious health and safety hazards, as well as the stress of living day-to-day in uninhabitable conditions. Plaintiffs repeatedly complained to Defendants and/or their agents about the uninhabitable conditions in the Building and requested repairs, to no avail.
- 48. Since at least 2009, the Housing and Community Investment Department of Los Angeles ("HCIDLA") and the Los Angeles County Department of Public Health ("DPH") have been issuing Notice and Orders to Comply ("NTC") to Defendants for numerous violations of housing and health and safety laws at the Building.
- 49. In March 2009, HCIDLA issued a NTC to Defendants Sylvester Malone and Dorothy Malone (the "Malone Defendants") for, among other things: (1) failure to maintain building, structure, premises, or portion thereof in conformity with the code regulations and department approvals in effect at time of construction (Unit 722); (2) failure to maintain windows, doors, cabinets, and frames operable and in good repair (Units 1, 3); (3) failure to properly install and maintain required lighting fixtures (Unit 722); (4) failure to maintain required plumbing trap, trap arm, and/or tailpiece free from defect (Units 1, 2, 722); and (5) failure to maintain an approved appliance venting system (Unit 2).
- 50. In June 2013, HCIDLA issued a NTC to the Malone Defendants for, among other things: (1) failure to provide and/or maintain approved emergency escape or rescue windows and/or approved means of emergency egress (Unit 2); (2) failure to maintain plaster, drywall walls, and ceilings in a smooth

and sanitary condition (Units 1, 722); (3) failure to maintain required window and/or door insect screens (Unit 1); (4) Failure to properly secure loose plumbing fixtures (Units 1, 2, 3, 722); and (5) a zoning violation.

- 51. In 2015, the DPH notified the Malone Defendants of the following conditions in Plaintiffs' units: (1) infestations of rodents; (2) infestations of cockroaches; (3) mold; and (4) gaps around Plaintiffs' doors where insects and vermin could enter their homes.
- 52. In March 2017, HCIDLA issued a NTC to the Malone Defendants for, among other things: (1) failure to provide and maintain the required permanently wired, with battery back-up, smoke detectors in all sleeping rooms, and areas adjacent to sleeping rooms (Units 1, 2, 722); (2) failure to maintain safe and sanitary floor coverings (Unit 722); (3) using a fuse or circuit breaker that exceeds the rated ampacity of the conductor (Unit 722); (4) failure to maintain required plumbing trap, trap arm, and/or tailpiece free from defect (Units 1, 2); (5) failure to maintain an approved appliance venting system (Units 1, 2, 722); (6) failure to paint all exposed building surfaces to maintain exterior weatherproofing; (7) failure to maintain portions of the building that are dilapidated due to dry rot or insect infestation; and (8) unapproved open storage of trash and personal items.
- 53. In June 2019, the DPH issued a Notice to Abate to Defendant SOLA LP (owned by Defendant Muoto) regarding the following unhealthy conditions in Plaintiffs' units: (1) holes in units; (2) mold; (3) infestation of rats; and (4) deteriorated floors. Defendants failed to abate these conditions and the DPH issued new Notices to Abate in October 2019 and December 2019. In addition to the foregoing unhealthy conditions, those notices included: (1) cockroach infestations; (2) holes in ceilings; and (3) the presence of a dangerous beehive on the Property. All of these dangerous conditions still exist at the Property and are worsening.
- 54. In August 2019, HCIDLA issued a NTC to Defendant SOLA LP for, among other things: (1) failure to provide and maintain the required permanently wired smoke detectors in all sleeping rooms and areas adjacent to sleeping rooms (Units 2, 3, 722); (2) failure to maintain required window and/or door insect screens (Units 3, 722); (3) failure to maintain the building in conformity with code regulations (Unit 2, 722); (4) failure to maintain windows, doors, cabinets, and frames operable and in good repair (Units 2, 3); (5) failure to maintain safe and sanitary floor coverings (Units 3, 722); (6) failure to maintain

plaster, drywall walls, and ceilings in a smooth and sanitary condition (Units 2, 3, 722); (7) failure to maintain electrical service, switches, and outlets in good repair (Units 2, 3, 722); (8) failure to maintain the plumbing system free from defective faucets or fixtures (Unit 2); (9) failure to maintain required heating appliance (Unit 722); (10) failure to clean and maintain yards free from rubbish, debris, and excessive vegetation; (11) failure to maintain stairway surfaces; (12) failure to properly maintain portions of the building that are dilapidated due to dry rot or insect infestation; and (13) failure to provide and maintain required guard/handrail.

- 55. In October 2019, HCIDLA issued another NTC to Defendant SOLA LP for, among other things: (1) failure to provide and/or maintain approved emergency escape or rescue windows and/or approved means of emergency egress (Unit 2); (2) failure to provide and maintain the required permanently wired smoke detectors in all sleeping rooms and areas adjacent to sleeping rooms (Unit 1); (3) failure to maintain windows, doors, cabinets, and frames operable, clean and sanitary and in good repair (Units 1, 2); (4) Failure to maintain safe and sanitary floor covering (Unit 1); (5) Failure to maintain plaster/drywall walls/ceilings in a smooth and sanitary condition (Units 1, 3); (6) Failure to maintain the required switch/receptacle cover plates, grounding means, in good repair (Unit 1); and (7) failure to maintain all plumbing drains and waste lines clear of blockages(s) (Unit 1).
- 56. On information and belief, HCIDLA and the DPH have issued other NTCs to Defendants about similar violations at the Property. Each time, the government agencies provided ample time to Defendants to eliminate all of the violations. However, Defendants either failed to eliminate the majority of the hazardous, unlawful conditions in the allotted time period and/or made shoddy repairs that only temporarily "fixed" the issues.
- 57. Despite repeated notices from government agencies and numerous complaints by Plaintiffs, Defendants have failed to maintain the Building in a habitable condition. As a result, Plaintiffs and their children live in deplorable conditions with widespread mold, faulty plumbing, malfunctioning electricity, crumbling walls, leaking pipes and ceilings, and holes in the walls where pests invade their homes. Water damage is pervasive throughout the Building and may be destabilizing its structure. Astonishingly, the chronic moisture has resulted in mushrooms growing inside Plaintiffs' homes.
  - 58. Defendants' failure to maintain the Building has also led to massive infestations of

cockroaches, rodents, bedbugs, and other pests, thereby creating nightmarish living conditions. As a result of the long-term infestations, Plaintiffs have been forced to discard countless personal items, including, but not limited to: furniture; appliances; shoes; clothing; bedding; and food. Plaintiffs also regularly spend their own limited funds on insecticides, cleaning products, and traps to attempt to combat the infestations.

- 59. Over the years, Plaintiffs including babies and toddlers have suffered from injuries such as, but not limited to, insect bites covering their bodies, scarring from bites, headaches, nosebleeds, respiratory problems, and rashes. These and other health problems have been directly caused and/or exacerbated by the pest infestations.
- 60. On numerous occasions, Plaintiffs have captured and killed rats and mice in their homes by setting traps. Children are regularly exposed to the live rodents and their dead carcasses. The stress of living in such a deplorable environment has caused Plaintiffs to experience illness, sadness, fearfulness, worry, anger, disgust, and shame. Plaintiffs who are parents suffer additional feelings of desperation and helplessness as they cannot protect their children from the dangers.
- 61. Notwithstanding Defendants' knowledge that these unsafe and unhealthy conditions endanger Plaintiffs' health, safety and welfare, and despite having the opportunity and the means, as well as the legal obligation, to correct these conditions, each Defendant failed and refused to take necessary corrective measures throughout the Property.
  - 62. SOLA LP became the owner of the Property in September 2018.
- 63. Shortly after SOLA LP became the Property owner, SOLA LP, by and through its agents, including Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., and/or Martin Muoto (collectively, the "SOLA Defendants") made "cash for keys" offers to Plaintiffs in each unit of the Property. The "cash for keys" offers severely undervalued the cost to Plaintiffs of losing their long-term tenancies and relocating. SOLA LP, by and through its agents, made the "cash for keys" offers in person and pressured Plaintiffs to accept the offers by making intimidating and coercive statements, such as by suggesting that Plaintiffs would be forced to move if they did not accept the offers.
  - 64. None of the Plaintiffs' households accepted the SOLA LP's "cash for keys" offers.
  - 65. On information and belief, SOLA LP made the "cash for keys" offers to Plaintiffs because

it wanted Plaintiffs to leave the Property so it could bring in new tenants and increase the rent at the Property.

- 66. On information and belief, because none of Plaintiffs' households accepted the "cash for keys" offers, SOLA LP failed to complete repairs and maintenance at the Property.
- 67. SOLA LP completed no or minimal repair and maintenance work at the Property from the time it acquired the Property in September 2018 until December 2021, when it undertook major work without proper notice to Plaintiffs.
- 68. In the late afternoon of Friday, December 17, 2021, SOLA LP, by and through its agents, began doing extensive, though largely cosmetic, renovation work at the Property. For instance, it removed toilets and bathrooms sinks from several of the units. It also blocked the Property's driveway with construction debris, leaving some Plaintiffs essentially trapped at the Property.
- 69. SOLA LP did not provide Plaintiffs proper notice that it intended to begin this work at the Property.
- 70. SOLA LP did not offer Plaintiffs adequate alternate lodging while it completed work at the Property that rendered Plaintiffs' units uninhabitable for approximately a week, leading up to the Christmas holiday.
- 71. Uninhabitable conditions persisted at the Property even after SOLA LP undertook renovation work at the Property in December 2021, such as, for instance, plumbing and water leaks.
- 72. SOLA LP damaged or destroyed Plaintiffs' personal belongings during the repairs by, for example, breaking furniture and disposing of appliances that Plaintiffs had purchased.
- 73. From the time that SOLA LP acquired the Property, and continuing to present, SOLA LP, by and through its agents, has engaged in other conduct intended to coerce Plaintiffs to surrender their tenancies or to interfere with Plaintiffs' comfort and peace at the Property. Such conduct included but is not limited to penalizing Plaintiffs for long-accepted behavior, towing and threatening to tow Plaintiffs' cars from the Property, requiring them to remove furniture from their porches upon short notice, and making harassing statements to Plaintiffs.
- 74. As a result of SOLA LP's actions set forth above, Plaintiffs experienced stress, sadness, fearfulness, worry, anger, disgust, and shame.

75. SOLA LP knew, before and during its actions, that the actions set forth above were likely to cause Plaintiffs stress, sadness, fearfulness, worry, anger, disgust, and shame.

## **CAUSES OF ACTION**

#### **FIRST CAUSE OF ACTION**

(Negligence By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)

(Negligence By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II
GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc.,
Martin Muoto)

- 76. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint contained in the preceding paragraphs, as if fully set forth herein.
- 77. During their residence at the Property, each Plaintiff was in a landlord-tenant relationship with Defendants, paying rent and occupying the premises, pursuant to valid lease agreement.
- 78. As lessors of a Property for the occupation of human beings, Defendants and/or their agents, owe a duty to Plaintiffs under Civil Code section 1941 to maintain the Property in a condition fit for human occupation, and to repair all subsequent dilapidations that render it untenantable.
- 79. Defendants have breached this duty by negligently failing to maintain the Property in a condition fit for human occupancy and by failing to repair all subsequent dilapidations thereof.
- 80. As a direct and proximate cause of the untenantable conditions they endure daily, Plaintiffs suffer illness, physical injury, and mental stress. Plaintiffs also suffer severe emotional distress, including, but not limited to, feelings of anxiety, sadness, anger, fearfulness, worry, disgust, helplessness, frustration, and shame. Plaintiffs suffer injuries, illness, mental stress, and emotional distress, in an amount to be determined according to proof, but which amount is within the jurisdictional requirements of this Court.
- 81. As a direct and proximate result of Defendants' negligent maintenance of the premises, the value of the leasehold held by each Plaintiff has been diminished. Consequently, each Plaintiff has been damaged in an amount to be proven at trial.
  - 82. Defendants' breach of their duties has been willful, malicious, and oppressive, amounting

to despicable conduct that subjected Plaintiffs to cruel and unjust hardship in conscious disregard of their rights, so as to entitle Plaintiffs to an award of punitive and exemplary damages. Plaintiffs are entitled to punitive and exemplary damages against Defendants, and Does 1 through 100, in an amount sufficient to punish them and deter them and others from engaging in similar conduct, as determined at trial.

## **SECOND CAUSE OF ACTION**

(Negligent Failure to Provide Habitable Premises By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)

(Negligent Failure to Provide Habitable Premises By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)

- 83. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint contained in the preceding paragraphs, as if fully set forth herein.
- 84. During their residence at the Property, each Plaintiff was in a landlord-tenant relationship with Defendants, paying rent and occupying the premises, pursuant to valid lease agreement.
- 85. Implied in each rental agreement in California, whether oral or written, is a warranty of habitability, which requires landlords to maintain rental premises in a habitable condition.
- 86. Under California Civil Code section 1941, Defendants, as owners and managers of the Property, have a duty to provide Plaintiffs with a habitable premises and repair all dilapidations that rendered the Property untenantable.
- 87. By virtue of the landlord-tenant relationship and oral or written lease agreements, Defendants also owe Plaintiffs a duty, as defined in applicable health and safety codes, to maintain the Property in a habitable condition. Instead, Defendants allowed the Property to fall into deplorable conditions, including, but not limited to, crumbling walls and ceilings, defective plumbing and fixtures, rampant mold, pervasive moisture, water damage, and long-term infestations of insects and rodents.
- 88. Defendants substantially breached this duty and the implied warranty of habitability by allowing the Property to slide into decrepitude and failing to correct the Property's substandard conditions.
  - 89. These substandard conditions were a result of Defendants' refusal to maintain the Property

in a habitable condition. Plaintiffs did not cause, create, or contribute to the defects, or interfere with any attempts by Defendants to correct the uninhabitable conditions.

- 90. At all times relevant herein, Defendants were aware of the obligation to maintain the Property in a habitable condition. Defendants negligently failed to properly maintain the Property, despite being notified by Plaintiffs, HCIDLA, and DPH that the Property was not in compliance with applicable housing, health, and safety codes. Defendants knew, or reasonably should have known, that permitting said defective conditions to exist threatened the physical, mental, and emotional health and well-being of each of the Plaintiffs, posed a serious threat and danger to their health and safety, and would cause Plaintiffs to suffer damages as result of this breach.
- 91. Each Plaintiff has been damaged by Defendants' conduct in an amount equal to rents due and paid by each Plaintiff during the life of each Plaintiff's tenancy, or in an amount to be proven at trial.
- 92. In addition, as a direct and proximate result of Defendants' conduct and the conditions outlined above, Plaintiffs have suffered and/or continue to suffer physical injury, illness, mental stress, and emotional distress, loss in the value of his or her leasehold, property damage, and other economic damage in an amount to be proven at trial, but which amount is within the jurisdictional requirements of this Court.

#### **THIRD CAUSE OF ACTION**

## (Breach of Implied Warranty of Habitability By All Plaintiffs Against All Defendants)

- 93. Plaintiffs re-allege and incorporate by reference each of the allegations of the complaint contained in the preceding paragraphs, as if fully set forth herein.
- 94. During their residence at the Property, each Plaintiff was in a landlord-tenant relationship with Defendants, paying rent and occupying the premises, pursuant to valid lease agreement.
- 95. Implied in each lease agreement in California, whether oral or written, is a warranty of habitability that requires landlords to maintain rental premises in a habitable condition.
- 96. By virtue of the landlord-tenant relationship and rental agreement, Defendants owed Plaintiffs a duty, as defined in applicable health and safety codes, to maintain the premises in a habitable condition.
  - 97. Defendants breached this duty and the implied warranty of habitability by allowing the

Property to persist in decrepitude and by failing to correct the Property's substandard conditions.

- 98. At all times relevant herein, Defendants were aware of the obligation to maintain the Property in a habitable condition. Defendants negligently failed to properly maintain the Property, despite being notified by HCIDLA and DPH, including the issuance of citations and Notices to Comply demonstrating that the Property was out of compliance with housing, health, and safety codes. Defendants knew, or reasonably should have known, that Plaintiffs would suffer damages as result of this breach.
- 99. Each Plaintiff has been damaged by Defendants' conduct in an amount equal to rents due and paid by each Plaintiff during the life of each Plaintiff's tenancy, or in an amount to be proven at trial. Defendants are liable to compensate Plaintiffs for these injuries.
- 100. In addition, as a direct and proximate result of Defendants' conduct and the conditions outlined above, Plaintiffs have suffered and/or continue to suffer physical injury, illness, mental stress, and emotional distress, loss in the value of his or her leasehold, property damage, and other economic damage in an amount to be proven at trial, but which amount is within the jurisdictional requirements of this Court.

## **FOURTH CAUSE OF ACTION**

(Premises Liability By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)

(Premises Liability By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)

- 101. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.
- 102. At all times relevant to this cause of action, the Defendants and their agents owned, leased, occupied, managed, or otherwise controlled the Property.
- 103. As landowners and managers of the Property, Defendants owed a duty of care under common law and California Civil Code section 1714 to exercise due care in the management of the Property so as to avoid foreseeable injury to others. This duty required them to comply with all building, fire, health, and safety codes, ordinances, regulations, and other laws applying to the maintenance and

operation of rental housing.

- 104. Defendants have breached their common law and statutory duties of care by failing to correct substandard conditions and failing to use ordinary care in managing the Property.
- 105. Defendants knew, or reasonably should have known, that Plaintiffs would be injured as a result of their breach of the common law and statutory duties of due care.
- 106. As a direct and proximate result of Defendants' negligent maintenance of the premises, the value of the leasehold held by each Plaintiff has been diminished. Consequently, each Plaintiff has been damaged in an amount to be proven at trial.
- 107. As a direct and proximate result of Defendants' conduct, Plaintiffs suffered and/or continue to suffer illness, physical injury, mental stress, severe emotional distress, feelings of anxiety, sadness, anger, fearfulness, worry, disgust, helplessness, frustration, and shame, in an amount to be determined according to proof, but which amount is within the jurisdictional requirements of this Court. Defendants are liable to compensate Plaintiffs for these injuries.
- 108. Unless Defendants are restrained by order of this Court, it will be necessary for Plaintiffs to commence many successive actions against Defendants to secure compensation for damages sustained, thus requiring a multiplicity of suits, while Plaintiffs continue to be threatened daily by the above-referenced conditions.
- 109. Unless Defendants are enjoined from continuing their course of conduct, Plaintiffs will suffer irreparable injury in that Plaintiffs will continue to be deprived of comfortable enjoyment of their leasehold and Property, and their health and safety will be irreparably harmed.
- 110. Plaintiffs have no plain, speedy, or adequate remedy at law, and injunctive relief is expressly authorized by sections 526 and 731 of the California Code of Civil Procedure.
- 111. Defendants' tortious breach of the duty of care has been willful, malicious, and oppressive, amounting to despicable conduct that subjected Plaintiffs to cruel and unjust hardship in conscious disregard of their rights, so as to entitle Plaintiffs to an award of punitive and exemplary damages. Plaintiffs are entitled to punitive and exemplary damages against Defendants in an amount sufficient to punish them and deter them and others from engaging in similar conduct. Plaintiffs are also entitled to recover their reasonable attorneys' fees incurred in bringing and litigating this matter and costs of the suit.

### FIFTH CAUSE OF ACTION

# (Violation of Cal. Bus. & Prof. Code Sections 17200 et seq. By All Plaintiffs Against All Defendants)

- 112. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.
- 113. The uninhabitable conditions at the Property arise from Defendants' failure to maintain and repair the Property as required by numerous state and municipal health, safety, and housing codes. Hence, Defendants' conduct has violated the health, safety, and housing codes as set forth herein.
- 114. By committing the acts alleged herein, Defendants have engaged in unfair and unlawful conduct prohibited under Business and Professions Code section 17200 *et seq*.
- 115. Each Plaintiff has suffered and/or continues to suffer irreparable harm due to Defendants' continuing violations of the aforementioned statutes. Each Plaintiff has been injured in fact and has suffered a loss of money and/or property as a result of Defendants' conduct, including, but not limited to: a decrease in the value of their leaseholds; overpayment of rent due to diminished value of the leaseholds; expenditures of money to purchase insecticides, poisons, and traps to combat vermin infestations; and other damages in an amount to be determined at trial, but which amount is within the jurisdictional requirements of this Court.
- 116. As a direct and proximate result of the above-mentioned acts and omissions, Defendants have been unjustly enriched at the expense of Plaintiffs, and Plaintiffs are entitled to restitution in an amount to be proven at trial.
- 117. Unless Defendants are restrained from doing so, Defendants will continue to engage in said unlawful and unfair business practices.
- 118. Continuing commissions and omissions by Defendants of the acts and omissions alleged will irreparably harm Plaintiffs, for which harm they have no plain, speedy, or adequate remedy at law.
- 119. An action for injunctive relief and restitution against all Defendants is specifically authorized by Business and Professions Code section 17203.
- 120. Defendants' unfair and illegal profit from charging rent from Plaintiffs; decreasing the value of Plaintiffs' leasehold interest in the Property; and saving resources from being spent on pest

prevention by forcing Plaintiffs to purchase insecticides, poisons, and traps, among other examples, violate Business and Professions Code section 17200 *et seq.*, and affect the public interest. Defendants' conduct in letting the Property fall into disrepair while continuing to profit off Plaintiffs has created blight in the community. Pursuant to California Code of Civil Procedure section 1021.5, Plaintiffs are thereby entitled to reasonable attorneys' fees, in an amount to be determined after trial.

121. As a direct and proximate result of the aforementioned acts and omissions, Defendants have been unjustly enriched at the expense of Plaintiffs, and Plaintiffs are entitled to restitution and the disgorgement of all earnings, profits, compensations, benefits, and other ill-gotten gains obtained by Defendants as a result of their conduct in violation of Business and Professions Code section 17200 *et seq.*, in an amount to be proven at trial

## **SIXTH CAUSE OF ACTION**

(Breach of the Covenant of Quiet Enjoyment – Civil Code Sections 1927, 1940.2, and 3304 By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone) (Breach of the Covenant of Quiet Enjoyment – Civil Code Sections 1927, 1940.2, and 3304 By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)

- 122. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.
- 123. Plaintiffs have held a leasehold interest and have been tenants of the Property while Defendants have owned and/or managed it.
- 124. California Civil Code section 1927 provides that, in a leasehold arrangement, the lessor is bound to secure the quiet possession of the property for the lessee during the term of the lease.
- 125. California Civil Code section 1940.2(a)(3) prohibits landlords from using, or threatening to use, force, making willful threats, or behaving menacingly in a way that interferes with a tenant's quiet enjoyment of the premises and that would create an apprehension of harm in a reasonable person.
- 126. At all times relevant herein, Defendants engaged in a pattern of unlawful, menacing, and harassing conduct. This conduct consists of acts and omissions including, but not limited to, Defendants' inaction to rid the Property of insects, rats, and other pests that infest the Property; refusing to make repairs

at the Property; and SOLA LP and its agents' and employees' harassing conduct and high-pressure cashfor-keys offers. This conduct would create an apprehension of harm in a reasonable person.

- 127. Defendants have a duty to abide by the statutory and implied covenants of quiet enjoyment. Defendants breached this duty and the implied covenant by their conduct. This egregious conduct included negligently failing to repair unsafe, unsanitary, and uninhabitable conditions at the premises; failing to provide adequate trash facilities; and failing to maintain the premises in a habitable condition.
- 128. Defendants knew, or reasonably should have known, that Plaintiffs would suffer damage as a result of this breach. Defendants were notified of the uninhabitable conditions by Plaintiffs and government agencies, including HCIDLA and DPH.
- 129. Unless Defendants are restrained by order of this Court, it will be necessary for Plaintiffs to commence many successive actions against Defendants to secure compensation for damages sustained, thus requiring a multiplicity of suits while Plaintiffs are threatened daily by the aforementioned conditions.
- 130. Unless Defendants are enjoined from continuing their course of conduct, Plaintiffs will suffer irreparable injury in that Plaintiffs will be deprived of the comfortable enjoyment of their home, and their health will be irreparably harmed, as detailed above.
- 131. Plaintiffs have no plain, speedy, or adequate remedy at law, and injunctive relief is expressly authorized by sections 526 and 731 of the California Code of Civil Procedure.
- 132. As a direct and proximate result of Defendants' breach of the covenant of quiet enjoyment, the value of each leasehold held by each Plaintiff has been diminished. Consequently, each Plaintiff was damaged in an amount equal to rental payments due and paid during each Plaintiff's leasehold or in an amount to be proven at trial. Additionally, Plaintiffs are entitled to statutory damages of \$2,000 for each violation pursuant to California Civil Code section 1940.2(b).
- 133. In addition, as a direct and proximate result of Defendants' conduct and the conditions outlined above, Plaintiffs have suffered damages related to illness, physical injury, mental stress, emotional stress, discomfort, annoyance, feelings of anxiety, fear, shame, disgust, loss in value of their leasehold, and property damage, in an amount to be determined according to proof, but which amount is within the jurisdictional requirements of this Court.

#### **SEVENTH CAUSE OF ACTION**

## (Nuisance By All Plaintiffs Against All Defendants for Property Damage)

- 134. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.
- 135. Plaintiffs have held a leasehold interest and have been tenants of the Property while Defendants have owned and/or managed it.
- 136. The conditions of the Building as described herein constitute a nuisance within, but not limited to, the meaning of Civil Code section 3479 *et seq*. in that these defective conditions are injurious to the health and safety of each Plaintiff, and substantially interfere with each Plaintiff's comfortable enjoyment of life at the Property.
- 137. Despite being required by law to abate the nuisance, Defendants failed and continue to fail to correct conditions rendering the Property a nuisance. For example, in addition to the conditions described above, Defendants knowingly failed and continue to fail to address, among other things, the pervasive cockroach and rodent infestation as well as leaks and water damage that may be destabilizing walls and ceilings in Plaintiffs' homes, thereby permitting the nuisances to exist.
- 138. Defendants knew, or reasonably should have known, that Plaintiffs would be injured as a result of their failures to abate the nuisance conditions.
- 139. As a direct and proximate result of Defendants' failure to abate the nuisance, each Plaintiff was deprived of the free use and enjoyment of the Property. The value of the leasehold held by each Plaintiff was diminished. Consequently, each Plaintiff was damaged in an amount equal to the rental payments due and paid during each Plaintiff's leasehold or in an amount to be proven at trial.
- 140. As a direct and proximate result of Defendants' failure to abate the nuisance, each Plaintiff has suffered and/or continues to suffer property damage, in an amount to be determined according to proof, but which amount is within the jurisdictional requirements of this Court.
  - 141. Defendants are liable to compensate Plaintiffs for these injuries.
- 142. Unless Defendants are restrained by order of this Court, it will be necessary for Plaintiffs to commence many successive actions against Defendants to secure compensation for damage sustained, thus requiring a multiplicity of suits while Plaintiffs are threatened daily by the aforementioned conditions.
  - 143. Unless Defendants are enjoined from continuing their course of conduct, Plaintiffs will

suffer irreparable injury in that Plaintiffs will continue to be deprived of comfortable enjoyment of their leaseholds and the Property.

- 144. Plaintiffs have no plain, speedy, or adequate remedy at law, and injunctive relief is expressly authorized by sections 526 and 731 of the California Code of Civil Procedure.
- 145. As described above, Defendants' failure to abate the nuisance is and was the result of practices and policies that prevented the allocation of resources necessary to maintain the Property in habitable condition, solely in an effort to maximize profits at Plaintiffs' expense.
- 146. Defendants' failure to abate the nuisance has been willful, malicious, and oppressive, amounting to despicable conduct that subjected Plaintiffs to cruel and unjust hardship in conscious disregard of their rights, so as to entitle Plaintiffs to an award of punitive and exemplary damages. Plaintiffs are entitled to punitive and exemplary damages against Defendants in an amount sufficient to punish them and deter them and others from engaging in similar conduct, as determined at trial.
- 147. Plaintiffs are also entitled to recover their reasonable attorneys' fees incurred in bringing and litigating this matter and costs of the suit herein.

## **EIGHTH CAUSE OF ACTION**

(Nuisance for Personal Injuries By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)

(Nuisance for Personal Injuries By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)

- 148. Plaintiffs re-allege and incorporate by reference each of the allegations of the complaint.
- 149. Plaintiffs have held a leasehold interest and have been tenants of the Property while Defendants have owned and/or managed it.
- 150. The conditions of the Building as described herein constitute a nuisance within, but not limited to, the meaning of Civil Code section 3479 *et seq*. in that these defective conditions are injurious to the health and safety of each Plaintiff, and substantially interfere with each Plaintiff's comfortable enjoyment of life at the Property.

- 151. Despite being required by law to abate the nuisance, Defendants failed and continue to fail to correct conditions rendering the Property a nuisance. For example, in addition to the conditions described above, Defendants knowingly failed and continue to fail to address, among other things, the pervasive cockroach and rodent infestation as well as leaks and water damage that may be destabilizing walls and ceilings in Plaintiffs' homes, thereby permitting the nuisances to exist.
- 152. Defendants knew, or reasonably should have known, that Plaintiffs would be injured as a result of their failures to abate the nuisance conditions.
- 153. As a direct and proximate result of Defendants' failure to abate the nuisance, each Plaintiff was deprived of the free use and enjoyment of the Property. The value of the leasehold held by each Plaintiff was diminished. Consequently, each Plaintiff was damaged in an amount equal to the rental payments due and paid during each Plaintiff's leasehold or in an amount to be proven at trial.
- 154. As a direct and proximate result of Defendants' failure to abate the nuisance, each Plaintiff has suffered and/or continues to suffer physical injury, illness, mental stress, emotional distress, shame, feelings of anxiety, sadness, helplessness, frustration, discomfort, annoyance, and fear, in an amount to be determined according to proof, but which amount is within the jurisdictional requirements of this Court.
  - 155. Defendants are liable to compensate Plaintiffs for these injuries.
- 156. Unless Defendants are restrained by order of this Court, it will be necessary for Plaintiffs to commence many successive actions against Defendants to secure compensation for damage sustained, thus requiring a multiplicity of suits while Plaintiffs are threatened daily by the aforementioned conditions.
- 157. Unless Defendants are enjoined from continuing their course of conduct, Plaintiffs will suffer irreparable injury in that Plaintiffs will continue to be deprived of comfortable enjoyment of their leaseholds and the Property, and their health will be irreparably harmed, as fully detailed herein.
- 158. Plaintiffs have no plain, speedy, or adequate remedy at law, and injunctive relief is expressly authorized by sections 526 and 731 of the California Code of Civil Procedure.
- 159. As described above, Defendants' failure to abate the nuisance is and was the result of practices and policies that prevented the allocation of resources necessary to maintain the Property in habitable condition, solely in an effort to maximize profits at Plaintiffs' expense.
  - 160. Defendants' failure to abate the nuisance has been willful, malicious, and oppressive,

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amounting to despicable conduct that subjected Plaintiffs to cruel and unjust hardship in conscious disregard of their rights, so as to entitle Plaintiffs to an award of punitive and exemplary damages. Plaintiffs are entitled to punitive and exemplary damages against Defendants in an amount sufficient to punish them and deter them and others from engaging in similar conduct, as determined at trial.

Plaintiffs are also entitled to recover their reasonable attorneys' fees incurred in bringing 161. and litigating this matter and costs of the suit herein.

#### **NINTH CAUSE OF ACTION**

## (Collection of Rent on Substandard Dwelling –

## California Code of Civil Procedure Section 1942.4 By All Plaintiffs Against All Defendants)

- 162. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.
- 163. During their residence in the Property, each Plaintiff was in a landlord-tenant relationship with Defendants, paying rent and occupying the premises, pursuant to a valid rental agreement.
- 164. California Civil Code section 1942.4 prohibits a landlord from demanding and collecting rent if: the dwelling substantially lacks any of the standard characteristics necessary for habitation in a dwelling delineated in Civil Code section 1941.1 or Health and Safety Code section 17920.3; a public officer or employee responsible for the enforcement of any housing law has notified the landlord or their agent in writing of the obligation to repair the substandard conditions; the conditions have not been abated 35 days after the date of the service of the notice from the public employee; and the conditions were not caused by an act or omission of the tenant.
- The Property substantially lacks, and at all times relevant to this action, for the period of 165. time April 24, 2018 to the present, substantially lacked, the following standard characteristics, without limitation, necessary for habitation in a dwelling as delineated in Civil Code section 1941.1: effective waterproofing and weather protection of roof and exterior walls; plumbing and electrical equipment maintained in good working order; building kept in every part clean, sanitary, and free from all accumulations of debris, filth, rubbish, rodents and vermin; and walls and floors maintained in good repair.
- 166. Similarly, the Property substantially lacks, and, at all times relevant to this action, substantially lacked, the standard characteristics necessary for habitation in a dwelling as delineated in Health and Safety Code section 17920.3.

- 167. HCIDLA and DPH inspectors, who are public employees responsible for enforcing housing and health laws in Los Angeles, have inspected the Property. They have notified the Defendants in writing of their duty to correct the substandard conditions at the Property by issuing citations to Defendants.
- 168. The substandard conditions existed and were not abated 35 days beyond the date of service of the notices of citations. Defendants do not have good cause for the delay in correcting the cited violations.
- 169. The substandard conditions stated in the citations were not caused by any act or omission of Plaintiffs. Defendants, therefore, are in violation of Civil Code section 1942.4.
- 170. As a direct and proximate result of Defendants' conduct and the conditions outlined above, each Plaintiff has suffered and/or continues to suffer physical injury, illness, mental stress, emotional distress, shame, feelings of anxiety, sadness, helplessness, frustration, discomfort, annoyance, fear, loss in the value of his or her leasehold, property damage, and other economic damage in an amount to be determined according to proof, but which amount is within the jurisdictional requirements of this Court.
- 171. Additionally, each Plaintiff has been damaged by Defendants' conduct in an amount equal to rents due and paid by each Plaintiff during the life of each Plaintiff's tenancy, or in an amount to be proven at trial.
- 172. Each Plaintiff is entitled to actual damages sustained and to special damages of not less than \$100.00, and not more than \$5,000.00. Each Plaintiff is also entitled to reasonable attorneys' fees and costs, as determined at trial.

#### **TENTH CAUSE OF ACTION**

- (Invasion of Privacy By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)
- (Invasion of Privacy By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)
  - 173. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.

- 174. Defendants and their agents have invaded and continue to invade Plaintiffs' privacy by entering Plaintiffs' units without knocking, failing to provide adequate legal notice of entry, and/or failing to obtain Plaintiffs' consent to enter their units.
- 175. Civil Code section 1954 requires that a landlord give a tenant reasonable, written notice of intent to enter, and that such entry occur only during normal business hours unless there is an emergency.
- 176. In order to constitute an actionable invasion of privacy, the invasion must be "highly offensive" to a reasonable person and "sufficiently serious' and unwarranted as to constitute an 'egregious breach of the social norms'." *Hernandez, et al. v. Hillsides, Inc., et al.* (2009) 47 Cal. 4th 272, 295, *citing Shulman v. Group W Productions, Inc.* (1998) 18 Cal. 4th 200, 231 and *Hill v. National Collegiate Athletic Assn.* (1994) 7 Cal. 4th 1, 37.
- 177. Plaintiffs have a reasonable expectation of privacy in their homes. Plaintiffs use their apartments as their primary residences and, accordingly, store personal information and belongings there. Entering Plaintiffs' units without obtaining consent or providing adequate legal notice prevents Plaintiffs from feeling safe and secure in the only homes they know.
- 178. Defendants have inserted themselves between Plaintiffs and their homes, thereby intruding into Plaintiffs' privacy and their private affairs.
- 179. Further, by entering Plaintiffs' units without notice, Defendants have violated Civil Code section 1954.
- 180. As a direct and proximate result of Defendants' intrusion into Plaintiffs' private affairs, each Plaintiff has suffered and/or continues to suffer injuries, including, but not limited to: mental stress; emotional distress; discomfort; annoyance; feelings of anxiety; and loss of benefits. As a result, each Plaintiff has been damaged in an amount to be proven at trial, but which amount is within the jurisdictional requirements of this Court.
- 181. Defendants' conduct in invading Plaintiffs' privacy has been grossly reckless and oppressive, thereby entitling each Plaintiff to punitive damages, in an amount to be determined at trial. Unless Defendants are enjoined from continuing their course of conduct, Plaintiffs will continue to suffer irreparable injury as their privacy is invaded.
  - 182. Plaintiffs have no plain, speedy, or adequate remedy at law; therefore, injunctive relief is

expressly authorized by section 526 of the Code of Civil Procedure.

## **ELEVENTH CAUSE OF ACTION**

(Constructive Eviction, Willful Interruption of Services—Violation of California Civil Code §789.3 By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)

(Constructive Eviction, Willful Interruption of Services—Violation of California Civil Code §789.3 By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)

- 183. Plaintiffs re-allege and incorporate by reference the allegations set forth in the Complaint.
- 184. Defendants were and are the owners and landlords of the Property and/or the agents of the owners and landlords of the Property acting with authority to manage and control the Property. Plaintiffs were and are in landlord-tenant relationships with Defendants pursuant to valid rental agreements.
- 185. California Civil Code section 789.3 prohibits a landlord from willfully causing the interruption of utility services furnished to Plaintiffs, including, but not limited to, water, heat, light, electricity, gas, telephone, or refrigeration, whether or not the utility service is under the control of the landlord, with the intent to terminate occupancy.
- 186. Defendants have, at all times relevant to this action, willfully caused the interruption of utility services furnished to Plaintiffs, including, but not limited to, electric, heat, and water utility services.
- 187. As a direct and proximate result of Defendants' conduct and the conditions outlined above, each Plaintiff has suffered and/or continues to suffer illness, mental stress, emotional distress, shame, feelings of anxiety, sadness, helplessness, frustration, discomfort, annoyance, fear, and property damage, in an amount to be determined according to proof at trial.
- 188. Each Plaintiff is entitled to actual damages sustained and to special damages of not less than \$250.00 per violation, and not more than \$100.00 for each day of each violation. Each Plaintiff is also entitled to reasonable attorneys' fees and costs.
  - 189. Plaintiffs are also entitled to injunctive relief to prevent continuing or further interruption

of the basic utility services identified in Civil Code section 789.3.

## **TWELFTH CAUSE OF ACTION**

(Retaliation – Violation of California Civil Code §1942.5 By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)

(Retaliation – Violation of California Civil Code §1942.5 By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)

- 190. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.
- 191. Defendants were and are the owners and landlords of the Property acting with authority to manage and control the Property. Plaintiffs were and are in landlord-tenant relationships with Defendants pursuant to valid lease agreements. Plaintiffs have held leasehold interests and have been tenants of the Property at all relevant times while Defendants have owned and/or managed it.
- 192. Plaintiffs are informed and believe that Defendants violated Civil Code section 1942.5(a) by retaliating within 180 days of various events, including, but not limited to, Plaintiffs' complaints to HCIDLA and DPH and their multiple requests for repairs and return of lost or diminished services made to Defendants and their agents.
- 193. Defendants retaliated against Plaintiffs by eliminating or reducing services at the Property, refusing to remedy conditions rendering Plaintiffs' units uninhabitable, and attempting to constructively evict Plaintiffs. SOLA LP and its agents and employees also retaliated against Plaintiffs by failing to perform repairs and maintenance after Plaintiffs' did not accept its cash-for-keys offers and by engaging in other harassing conduct.
- 194. As a direct and proximate result of Defendants' retaliatory conduct, each Plaintiff has suffered and/or continues to suffer illness, mental stress, emotional distress, shame, feelings of anxiety, sadness, helplessness, frustration, discomfort, annoyance, fear, and property damage, in an amount to be determined according to proof at trial.
- 195. Each Plaintiff is entitled to actual damages, punitive damages in an amount of not less than \$100, but no more than \$2,000 for each retaliatory act where Defendants been guilty of fraud, oppression,

or malice with respect to that act, and reasonable attorney's fees.

#### **THIRTEENTH CAUSE OF ACTION**

(Intentional Infliction of Emotional Distress By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)

(Intentional Infliction of Emotional Distress By All Plaintiffs Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)

- 196. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.
- 197. During their residence in the Building, each Plaintiff was in a landlord-tenant relationship with Defendants, paying rent and occupying the premises, pursuant to a valid lease agreement.
- 198. Defendants' conduct was outrageous in the extreme. As landlords and managers of the Property, Defendants and/or their agents were in a position of authority which they consistently abused, by, among other things: knowingly failing and refusing to abate a dangerous and unhealthy nuisance; maintaining the Property in an unsafe and unhealthy condition; blatantly ignoring government orders to comply with building, health, and safety codes, ordinances, and other applicable laws, all the while knowing that the conditions at the Property were causing sickness, injury, and emotional distress to Plaintiffs. Defendants and their agents abused their position as landlords of low-income housing in an atrocious manner by refusing to make the Property safe and habitable, all while collecting rent from these low-income tenants. SOLA LP and its agents and employees also engaged in harassing conduct that caused Plaintiffs severe emotional distress.
- 199. Defendants and their agents knew that Plaintiffs were particularly vulnerable to the conditions in the Building. Defendants and their agents knew that Plaintiffs were low-income tenants with limited resources, tenants for whom locating comparably-priced rental housing was extremely difficult. Defendants knew that Plaintiffs' interest in holding on to low-income housing in Los Angeles' overly competitive rental market was great, and that interest would cause Plaintiffs to continue their tenancies in the Building despite its uninhabitable state. Second, Defendants knew that many Plaintiffs were monolingual Spanish speakers, and so would have difficulty accessing city and county resources to make

the Property's conditions known to the proper authorities. Defendants also knew that as low-income tenants, Plaintiffs would have great difficulty finding affordable replacement housing if they were evicted and were at significant risk of falling into homelessness.

- 200. Defendants failed to exercise their duty of care and displayed reckless disregard for the consequences of their conduct against Plaintiffs. Defendants have known of the Property's dilapidated state and have failed to seriously address the Building's deplorable conditions and long-term pest and rodent infestation or otherwise maintain the Building.
- 201. Defendants were aware that children lived in the Building. They knew that these children would be exposed to cockroaches, rats, bedbugs, and mold. They knew that the Building had unsecured windows and a malfunctioning gate, putting the tenants and their children at risk.
- 202. Defendants knew, or reasonably should have known, that their conduct would result in Plaintiffs suffering severe and extreme emotional distress. Defendants knew that Plaintiffs were particularly susceptible to injury through mental distress by virtue of the dilapidated condition of the Property and pervasive infestation of cockroaches and rodents.
- 203. As a direct and proximate result of Defendants' conduct, and that of their agents, each Plaintiff has suffered and/or continues to suffer severe emotional distress, including extreme mental stress, illness, physical injury, feelings of anxiety, sadness, anger, fearfulness, worry, disgust, and shame, all to each Plaintiff's damage in an amount to be determined at trial, but which amount is within the jurisdictional requirements of this Court.
- 204. By the aforesaid acts and omissions of Defendants, and each of them, Plaintiffs have been directly and legally caused to suffer damages as alleged herein. Defendants, and each of them, are liable to compensate Plaintiffs for these damages.
- 205. Defendants' actions were malicious and oppressive. Defendants imposed cruel and unjust hardship onto Plaintiffs by such actions in conscious disregard of Plaintiff's rights and safety. Plaintiffs are entitled to punitive and exemplary damages against Defendants in an amount sufficient to punish them and deter them and others from engaging in similar conduct, as determined at trial.

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#### FOURTEENTH CAUSE OF ACTION

(Negligent Infliction of Emotional Distress By Plaintiffs Jason Orellana, Belynda Orellana, Uriel Garcia, Juan Franciso Garcia, Jr., Luzelena Garcia, Oziel Garcia, Evelyn Garcia Against Defendants Sylvester Malone and Dorothy Malone)

(Negligent Infliction of Emotional Distress By All Plaintiffs Against Defendants SOLA Impact
Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA
Impact Rental Company, Inc., Martin Muoto)

- 206. Plaintiffs re-allege and incorporate by reference each of the allegations of the Complaint.
- 207. During their residence at the Property, each Plaintiff was in a landlord-tenant relationship with Defendants, paying rent and occupying the premises, pursuant to a valid lease agreement.
- 208. As owners and managers of the Property intended for the occupation of human beings, Defendants owed a duty to Plaintiffs to ensure that the Building was in a condition fit for human occupation, repair all subsequent dilapidations, and to rid the Property of health and safety concerns which rendered it untenantable.
- 209. Defendants breached this duty by failing to keep the Property in a condition fit for human occupancy and by failing to repair all subsequent dilapidations thereof.
- 210. As landlords and managers of the Property, Defendants and/or their agents were in a position of authority which they consistently abused, by, among other things: knowingly failing and refusing to abate a dangerous and unhealthy nuisance; maintaining the Property in an unsafe and unhealthy condition; blatantly ignoring government orders to comply with building, health, and safety codes, ordinances, and other applicable laws, all the while knowing that the conditions at the Property were causing sickness, injury, and emotional distress to Plaintiffs. Defendants and their agents abused their position as landlords of low-income housing in an atrocious manner by refusing to make the Property safe and habitable, all while collecting rent from these low-income tenants. SOLA LP and its agents and employees also engaged in harassing conduct that caused Plaintiffs severe emotional distress.
- 211. Defendants and their agents knew that Plaintiffs were particularly vulnerable to the conditions in the Building. Defendants and their agents knew that Plaintiffs were low-income tenants with limited resources, tenants for whom locating comparably-priced rental housing was extremely difficult.

Defendants knew that Plaintiffs' interest in holding on to low-income housing in Los Angeles' overly competitive rental market was great, and that interest would cause Plaintiffs to continue their tenancies in the Building despite its uninhabitable state. Second, Defendants knew that many Plaintiffs were monolingual Spanish speakers, and so would have difficulty accessing city and county resources to make the Property's conditions known to the proper authorities. Defendants also knew that as low-income tenants, Plaintiffs would have great difficulty finding affordable replacement housing if they were evicted and were at significant risk of falling into homelessness.

- 212. Defendants failed to exercise their duty of care and displayed reckless disregard for the consequences of their conduct against Plaintiffs. Defendants have known of the Property's dilapidated state and have failed to seriously address the Building's deplorable conditions and long-term pest and rodent infestation or otherwise maintain the Building.
- 213. Defendants knew, or reasonably should have known, that their conduct would result in Plaintiffs suffering severe and extreme emotional distress. Defendants knew that Plaintiffs were particularly susceptible to injury through mental distress by virtue of the dilapidated condition of the Property and pervasive infestation of cockroaches and rodents.
- 214. As a direct and proximate result of Defendants' conduct, and that of their agents, each Plaintiff has suffered and/or continues to suffer severe emotional distress, including extreme mental stress, illness, physical injury, feelings of anxiety, sadness, anger, fearfulness, worry, disgust, and shame, all to each Plaintiff's damage in an amount to be determined at trial, but which amount is within the jurisdictional requirements of this Court.
- 215. By the aforesaid acts and omissions of Defendants, Plaintiffs have been directly and legally caused to suffer damages as alleged herein. Defendants are liable to compensate Plaintiffs for these damages.
- 216. Defendants' actions were malicious and oppressive. Defendants imposed cruel and unjust hardship onto Plaintiffs by such actions in conscious disregard of Plaintiff's rights and safety. Plaintiffs are entitled to punitive and exemplary damages against Defendants in an amount sufficient to punish them and deter them and others from engaging in similar conduct, as determined at trial.

#### FIFTEENTH CAUSE OF ACTION

(Violation of Tenant Anti-Harassment Ordinance - LAMC § 45.30 et seq. - By All Plaintiffs
Against Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals,
Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto)

- 217. Plaintiffs re-allege and incorporate by reference every allegation of the Complaint as if fully set forth in this paragraph.
- 218. During their residence at the Property, each Plaintiff was in a landlord-tenant relationship with Defendants SOLA Impact Fund II, LP, Sola Impact Fund II GG, LLC, SOLA Rentals, Inc., Sola Management, LLC, SOLA Impact Rental Company, Inc., Martin Muoto (the "SOLA Defendants"), paying rent and occupying the premises, pursuant to a valid lease agreement.
- 219. The tenant anti-harassment provisions of Los Angeles Municipal Code (LAMC) section 45.33 prohibit a landlord from engaging in various acts of harassment that serve no lawful purpose and cause tenants detriment and harm. These acts include, but are not limited to:
  - a. Reducing or eliminating housing services required by a lease, contract, or law (45.33.1);
  - b. Failing to timely complete necessary repairs and maintenance, or failure to follow industry standards to minimize exposure to building materials with potentially harmful health impacts (45.33.2);
  - c. Threatening to or engaging in any act or omission which interferes with the tenant's
    - 1. right to use and enjoy the rental unit (45.33.8);
  - d. Engaging in other repeated acts or omissions that substantially interfere with a tenant's comfort or peace and are likely to or are intended to cause a tenant to surrender any right with relation to a tenancy (45.33.16).
- 220. The SOLA Defendants and their agents and employees have harassed Plaintiffs by, among other such conduct, violating LAMC section 45.33, including but not limited to subsections 1, 2, 8, and 16.
- 221. As a result of the SOLA Defendants' conduct, each Plaintiff has suffered and/or continues to suffer illness, physical injury, mental stress, emotional distress, loss in the value of his/her leasehold,

and property damage, in an amount to be determined according to proof at trial.

- 222. Plaintiffs are entitled to civil penalties of up \$10,000 per violation of LAMC 45.30 *et seq* pursuant to LAMC section 45.35.B.
- 223. Plaintiffs are entitled to recover their reasonable attorneys' fees and cost incurred in bringing and litigating this matter pursuant to LAMC section 45.35.B.
- 224. The SOLA Defendants' actions were malicious and oppressive. The SOLA Defendants imposed cruel and unjust hardship onto Plaintiffs by such actions in conscious disregard of Plaintiff's rights and safety. Plaintiffs are entitled to punitive and exemplary damages against the SOLA Defendants in an amount sufficient to punish them and deter them and others from engaging in similar conduct, as determined at trial.

## PRAYER FOR RELIEF

WHEREFORE, Plaintiffs all pray for relief as follows:

## 1. As to the First Cause of Action for Negligence:

- a. For general, special and property damages of an amount to be determined at trial, according to proof;
- b. Special damages for physical injuries, emotional distress, and property damage and loss attributable to Defendants' negligence, including for rental payments due and paid during each Plaintiff's leasehold, or in an amount to be proven at trial; and
- c. Punitive damages in an amount to be proven at trial.

## 2. As to the Second Cause of Action for Negligent Failure to Provide Habitable Premises:

- a. For general and special damages of an amount to be determined at trial, according to proof;
- b. Special damages in an amount equal to rental payments due and paid during each Plaintiff's leasehold, or in an amount to be proven at trial; and
- c. Punitive damages in an amount to be proven at trial.

## 3. As to the Third Cause of Action for Breach of Implied Warranty of Habitability:

a. For general and special damages in an amount to be determined at trial, according

to proof; and

b. For special damages in an amount equal to rental payments due and paid during each Plaintiffs' leasehold, or in an amount to be proven at trial.

#### 4. As to the Fourth Cause of Action for Premises Liability:

- a. For general and special damages in an amount to be determined at trial, according to proof;
- Special damages for physical injuries, emotional distress, and property damage and loss, including for rental payments due and paid during each Plaintiff's leasehold, or in an amount to be proven at trial; and
- c. Exemplary and punitive damages in an amount to be proven at trial.

## 5. As to the Fifth Cause of Action for Unfair Competition Law:

- a. In accordance with Business and Professions Code section 17203, for restitution and the disgorgement of all earnings, profits, compensation, benefits, and other illgotten gains obtained by Defendants in an amount to be determined at trial, according to proof; and
- b. Temporary, preliminary, and permanent injunctive relief, requiring Defendants be enjoined from continuing their course of conduct and correct all existing code violations and uninhabitable conditions, pursuant to Business and Professions Code section 17203; and
- c. Reasonable attorneys' fees, pursuant to California Code of Civil Procedure section 1021.5, in an amount to be determined after trial.

#### 6. As to the Sixth Cause of Action for Breach of the Covenant of Quiet Enjoyment:

- a. For general and special damages in an amount to be determined at trial, according to proof;
- b. Temporary, preliminary, and permanent injunctive relief restraining and enjoining Defendants, their managers, agents, officers, employees, and all other persons acting on their behalf and at their direction, from violating any and all applicable codes, ordinances, regulations and laws;

- c. An order requiring Defendants to correct all existing violations and uninhabitable conditions within 60 days;
- d. An order enjoining the transfer of ownership of the Property, unless the owner of possessor takes the Property subject to any and all order the Court may make with regard to the Property;
- e. Special damages of \$2,000.00 for each violation pursuant to Civil Code section 1940.2;
- f. Punitive damages in an amount to be proven at trial; and
- g. Reasonable attorneys' fees and costs, pursuant to Civil Code section 3304.

## 7. As to the Seventh Cause of Action for Nuisance for Property Damage:

- a. For general and special damages in an amount to be determined at trial, according to proof;
- b. Special damages for property damage and loss, including for rental payments due and paid during each Plaintiff's leasehold, or in an amount to be proven at trial;
- c. Punitive damages in an amount to be proven at trial; and
- d. Temporary, preliminary, and permanent injunctive relief, requiring Defendants to abate any and all nuisances at the Property, as defined in Civil Code section 1941.1, which significantly or materially affect the health or safety of the occupants of the Building and which are uncorrected.

## 8. As to the Eighth Cause of Action for Nuisance for Personal Injuries:

- a. For general and special damages in an amount to be determined at trial, according to proof;
- b. Special damages for medical and related expenses, in an amount to be proven at trial;
- c. Punitive damages in an amount to be proven at trial; and
- d. Temporary, preliminary, and permanent injunctive relief, requiring Defendants to abate any and all nuisances at the Property, as defined in Civil Code section 1941.1, which significantly or materially affect the health or safety of the occupants of the

1	Building and which are uncorrected.		
2	9. As to the Ninth Cause of Action for Collection of Rent on Substandard Building:		
3	a. For actual damages according to Civil Code section 1942.4(b)(1);		
4	b. Retroactive rent abatement in an amount equal to rents due and paid by each		
5	Plaintiff during the life of each Plaintiff's tenancy, according to proof;		
6	c. Special damages, according to Civil Code section 1942.4 (b)(1), in an amount of at		
7	least \$100, but no more than \$5,000 per Plaintiff; and		
8	d. Reasonable attorney's fees and costs, pursuant to Civil Code section 1942.4(b)(2).		
9	10. As to the Tenth Cause of Action for Invasion of Privacy:		
10	a. For general and special damages in an amount to be determined at trial, according		
11	to proof.		
12	11. As to the Eleventh Cause of Action for Constructive Eviction and Willful Interruption		
13	of Services:		
14	a. For actual damages, according to Civil Code section 789.3(c)(1), in an amount to		
15	be determined at trial;		
16	b. Special damages in an amount to be determined at trial, but not less than \$250 for		
17	each violation, pursuant to Civil Code section 789.3(c)(2); and		
18	c. Reasonable attorneys' fees and costs, per Civil Code section 789.3(c)(3).		
19	12. As to the Twelfth Cause of Action for Retaliation:		
20	a. For general and special damages in an amount to be determined at trial, according		
21	to proof;		
22	b. Punitive damages in an amount of not less than \$100, but no more than \$2,000 for		
23	each retaliatory act where Defendants have been guilty of fraud, oppression, or		
24	malice with respect to that act per Civil Code 1942.5(h); and		
25	c. Reasonable attorney's fees, per Civil Code section 1942.5(h).		
26	13. As to the Thirteenth Cause of Action for Intentional Infliction of Emotional		
27	Distress:		
28	a. For general and special damages in an amount to be determined at trial, according		
	·		

1	to proof; and		
2	b. Punitive damages in an amount to be proven at trial.		
3	14. As to the Fourteenth Cause of Action for Negligent Infliction of Emotional Distress		
4	a. For general and special damages in an amount to be determined at trial, according		
5	to proof; and		
6	b. Punitive damages in an amount to be proven at trial.		
7	15. As to the Fifteenth Cause of Action for Violation of Tenant Anti-Harassment		
8	Ordinance:		
9	a. For general and special damages in an amount to be determined at trial according		
10	to proof;		
11	b. Civil penalty of up to \$10,000 for each violation pursuant to LAMC § 45.35.B;		
12	c. Reasonable attorneys' fees and costs, pursuant to LAMC § 45.35.B; and		
13	d. Punitive damages in an amount to be proven at trial.		
14	On All Causes of Action:		
15	1. For pre-judgment and post-judgment interest, pursuant to Civil Code sections 3288, 3289, an		
16	3291;		
17	2. Costs of suit incurred;		
18	3. Reasonable attorneys' fees, where allowed by law; and		
19	4. Such other relief as the Court may deem just and proper.		
20	DEMAND EOD HIDV TOLLL		
21	Plaintiffs demand a jury trial on all causes of action triable by jury.		
22	Training demand a jury that on an eauses of action tradic by jury.		
23			
24	DATED: February 2, 2024 Respectfully submitted,		
25	INNER CITY LAW CENTER		
26	By: alexandra m. Irons		
27	By: Alexandra Irons		
28	Attorneys for Plaintiffs		
	40		
	FIRST AMENDED COMPLAINT		

1	I, the undersigned, hereby declare as follows:		
2 3	I am a resident of the State of California, County of Los Angeles, am over the age of eighteen (18) year and am not a party to the within action. I am employed by Inner City Law Center and my business address is 1309 E. Seventh Street, Los Angeles, California 90021.		
4	On 2/7/2024, I served the following documents:		
5	FIRST AMENDED COMPLAINT		
<ul><li>6</li><li>7</li></ul>	on the interested parties in this action, by placing a true copy thereof, enclosed in a sealed envelope to be delivered as listed below:		
8	SEE ATTACHED LIST		
9 10	[X] BY ELECTRONIC MAIL: On this date, I personally transmitted the foregoing document(s) via my electronic service address ( <a href="mailto:rgomez@innercitylaw.org">rgomez@innercitylaw.org</a> ) to the e-mail address(es) of the person(s) on the attached service list pursuant to CRC Emergency Rule 12 Procedures.		
<ul><li>11</li><li>12</li></ul>	I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. This declaration was executed on the date of February 7, 2024 at Los Angeles, California.		
13			
14	Kiloun Tr.		
15	Rebecca Gomez, Declarant		
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<ul><li>19</li><li>20</li></ul>			
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## **SERVICE LIST**

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Milagro Paz Umanzor, et al. v. Sylvester Malone, et al. Los Angeles Superior Court Case No. 21STCV38616

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4	Traci S. Lagasse	Attorney for Defendants:
_	Artin Avetisove	
5	Courtney Ung	Sylvester Malone
6	Lagasse Branch Bell + Kinkead LLP	Dorothy N. Malone
	626 Wilshire Blvd., Suite 1000	4
7	Los Angeles, CA 90017 Telephone: (213)817-9152	tlagasse@lbbklaw.com aavetisove@lbbklaw.com
	Telephone. (213)817-9132	cung@lbbklaw.com
8		mchavez@lbbklaw.com
9		lrodriguez@lbbklaw.com
		dyee@lbbklaw.com
10		
11		
11	Thomas F. Vandenburg	Attorney for Defendants:
12	Alice Charkhchyan	
	WOOD, SMITH, HENNING & BERMAN, LLP	SOLA Impact Fund II, LP
13	505 N. Brand Blvd., Ste. 1100	SOLA Impact Fund II, GG, LLC
14	Glendale, CA 91203	SOLA Rentals, Inc.
14	Telephone: (818)551-6013	SOLA Management, LLC
15	Facsimile: (818)551-6050	SOLA Impact Rental Company, Inc.
1.6		
16		Martin Muoto, individual and official
17		capacity as owner and General Partner
		WY 1 1 0 111
18		TVandenburg@wshblaw.com ACharkhchyan@wshblaw.com
19		agaribay@wshblaw.com
19		mrubio@wshblaw.com
20		
	Douglas L. Day, Esq.	Attorney for Defendants:
21	STRATMAN & WILLIAMS-ABREGO	GOV 4 X X X X D
22	P.O. Box 258829	SOLA Impact Fund II, LP
	Oklahoma City, OK 73125-8829	SOLA Rentals, Inc.
23	Phone: (213) 615-2500	
24		la.legal@farmersinsurance.com
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25		