

NOT FOR PUBLICATION

MAR 18 2014

MOLLY C. DWYER, CLERK U.S. COURT OF APPEALS

UNITED STATES COURT OF APPEALS

FOR THE NINTH CIRCUIT

JEANNE DRAKE; CARLY WHITE) No. 11-56918
DAVIS; DAWN ELMORE; ROGER)
STAGGS, individually and on behalf	D.C. No. 8:09-cv-01450-CJC-RNB
of all other persons similarly situated,	,)
-) MEMORANDUM [*]
Plaintiffs - Appellants,)
)
v.)
)
OPTION ONE MORTGAGE)
CORPORATION, a California)
corporation; SAND CANYON)
CORPORATION, a California)
corporation; H&R BLOCK, INC,)
a Missouri corporation,)
)
Defendants - Appellees.)
)

Appeal from the United States District Court for the Central District of California Cormac J. Carney, District Judge, Presiding

Submitted March 5, 2014**
Pasadena, California

^{*}This disposition is not appropriate for publication and is not precedent except as provided by 9th Cir. R. 36-3.

^{**}The panel unanimously finds this case suitable for decision without oral argument. Fed. R. App. P. 34(a)(2).

Before: FERNANDEZ, GRABER, and MURGUIA, Circuit Judges.

Jeanne Drake, Carly White Davis, Dawn Elmore and Roger Staggs

(collectively "Drake") appeal from the district court's grant of summary judgment
on their action for severance pay benefits against Option One Mortgage

Corporation, Sand Canyon Corporation and H&R Block, Inc. (collectively "Option
One"). We affirm.

In order to prevail, Drake was required to show that there was an implied-in-fact contract whose particular terms and conditions¹ provided for severance pay benefits when Option One employees transferred to the same or comparable jobs in a new entity that purchased an ongoing business segment from Option One. We agree with the district court that Drake did not present evidence that could permit "a reasonable jury [to] return a verdict" that under the "totality of the circumstances" there was an implied-in-fact contract of that nature. The district

¹See Guz v. Bechtel Nat'l, Inc., 24 Cal. 4th 317, 337, 8 P.3d 1089, 1101, 100 Cal. Rptr. 352, 365–66 (2000).

²<u>Anderson v. Liberty Lobby, Inc.</u>, 477 U.S. 242, 248, 106 S. Ct. 2505, 2510, 91 L. Ed. 2d 202 (1986); see also <u>Galen v. Cnty. of L.A.</u>, 477 F.3d 652, 658 (9th Cir. 2007).

³Foley v. Interactive Data Corp., 47 Cal. 3d 654, 681, 765 P.2d 373, 388, 254 Cal. Rptr. 211, 226 (1988); see also Guz, 24 Cal. 4th at 335–37, 8 P.3d at 1100–01, 100 Cal. Rptr. at 364–66; Scott v. Pac. Gas & Elec. Co., 11 Cal. 4th 454, (continued...)

court did not err.

Because, as the district court pointed out, Drake's other state law claims rely on the existence of an implied-in-fact contract claim, they fall with it. Similarly, because of the failure of the state law claims, we need not, and do not, take up the ERISA⁴ preemption issue,⁵ or the state law vesting issue.⁶

AFFIRMED.

³(...continued) 463–64, 904 P.2d 834, 838–39, 46 Cal. Rptr. 2d 427, 431–32 (1995).

⁴Employee Retirement Income Security Act of 1974, Pub. L. No. 93-406, 88 Stat. 829 (codified in part at 29 U.S.C. §§ 1001–1461).

⁵See Joseph Rosenbaum, M.D., Inc. v. Hartford Fire Ins. Co., 104 F.3d 258, 263 (9th Cir. 1996); Brooks v. Hilton Casinos Inc., 959 F.2d 757, 766 (9th Cir. 1992).

⁶See, e.g., <u>Lawson v. Lawson (In re Marriage of Lawson)</u>, 208 Cal. App. 3d 446, 450–52, 256 Cal. Rptr. 283, 285–87 (1986); <u>Chapin v. Fairchild Camera & Instrument Corp.</u>, 31 Cal. App. 3d 192, 198–99, 107 Cal. Rptr. 111, 115–16 (1973).