

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF CALIFORNIA

AMEDEE GEOTHERMAL VENTURE I,
Plaintiff,
v.
LASSEN MUNICIPAL UTILITY
DISTRICT,
Defendant.

No. 2:11-cv-02483-MCE-DAD

MEMORANDUM AND ORDER

Through the present action, Plaintiff Amedee Geothermal Venture I (“Amedee Geothermal”), a California Limited Partnership, seeks redress against Defendant Lassen Municipal Utility District (“LMUD”) for damages allegedly arising from Defendant’s reduction of the voltage of the electricity it provided Plaintiff’s power plant, from 34.5 kv to 12.47 kv. Specifically, Plaintiff’s Second Amended Complaint alleges the reduction of the electricity voltage amounted to an unconstitutional deprivation and taking of property without due process in violation of the Fourteenth Amendment of the U.S. Constitution, (Second Amended Compl. (“SAC”) 5:7–26, ECF No. 13), and an unconstitutional seizure of property in violation of the Fourth Amendment of the U.S. Constitution, (*id.* at 6:1–8). Plaintiff also asserts several state law claims for, in essence, breach of contract, tortious interference, and negligence. (See *id.* at ¶¶ 27–67.)

1 Presently before the Court are three Cross-Motions for Summary Judgment: two
2 filed by Plaintiff Amedee Geothermal, (ECF No. 76, 78), which Defendant LMUD
3 opposes, (ECF No. 85); and one filed by Defendant LMUD, (ECF No. 77), which Plaintiff
4 opposes, (ECF No. 84). For the following reasons, Defendant’s Motion for Summary
5 Judgment (ECF No. 77) is GRANTED as to Plaintiff’s federal claims, and Plaintiff’s
6 Motions for Partial Summary Judgment (ECF Nos. 76, 78) are DENIED as moot.¹

7
8 **BACKGROUND²**

9
10 Plaintiff Amedee Geothermal is a private entity that runs a geothermal power plant
11 in the Amedee area of Lassen County. (SAC ¶ 3.) Defendant Lassen Municipal Utility
12 District (LMUD) is a local government agency that procures and distributes electrical
13 power within its service area. (Id. ¶ 4.) As such, Plaintiff Amedee Geothermal relies on
14 Defendant to provide it the electrical power it needs to operate the motors at its
15 geothermal power plant which it then uses to generate geothermal electricity. (Id. ¶ 6.)
16 Moreover, Amedee Geothermal relies on LMUD’s transmission lines to deliver the
17 electricity its geothermal power plant generates to Pacific Gas & Electric, Co. (“PG&E”).
18 (Pl. AGVI’s Statement of Disputed & Undisputed Facts (“Pl.’s SUF”) ¶ 2, ECF No. 84-1.)

19 The controversy in this case centers on the terms of two agreement between
20 Lassen Municipal Utility District and Amedee Geothermal executed in 1987 and 1988.
21 Under the terms of these agreements, essentially, LMUD agreed to supply Amedee
22 Geothermal the electricity it needed, and to transmit the electricity the geothermal power
23 plant produced to PG&E, in exchange for a fee. (See generally SAC, Exs. A & B, ECF
24 Nos. 13-1, 13-2.) These terms are not in dispute. (See Separate Statement of Facts in
25 Supp. of Def.’s Mot. for Summ. J. (“Def.’s SUF”) ¶¶ 7–8.)

26
27 ¹ Finding that oral argument would not be of material assistance, the Court previously ordered this
matter submitted on the briefs. E.D. Cal. L.R. 230(g).

28 ² The following facts are undisputed unless otherwise noted.

1 The parties dispute, however, whether the agreements required LMUD to
2 continuously supply Amedee Geothermal 34.5 kv electricity, and a controversy arose in
3 2009 when LMUD converted the electricity supply line from 34.5 kv to 12.47 kv. (Def.'s
4 SUF ¶ 34.) Naturally, Plaintiff asserts that by changing the voltage, the Utility District
5 breached its contractual obligations under the agreement, (SAC ¶¶ 27–29); whereas,
6 Defendant counters the agreement did not obligate the Utility District to continuously
7 provide electricity at the particular 34.5 kv level. (Def.'s Mot. for Summ. J. 23:17–24:7,
8 ECF No. 77-1.) For reasons set forth below, the particulars of this contract dispute are
9 not decided in this order.

10 Plaintiff filed suit in federal court, and asserted in its initial complaint various state
11 law contract claims for damages, but asserted no federal claims therein. (Compl. ¶¶ 22–
12 67, ECF No. 1.)³ After Defendant moved to dismiss the initial complaint for lack of
13 federal question subject matter jurisdiction, (ECF No. 8), Plaintiff filed its Second
14 Amended Complaint (the operative complaint) in which it therein asserts two federal
15 constitutional claims against the Lassen Municipal Utility District, (SAC ¶¶ 20–26, ECF
16 No. 13). These federal constitutional claims—for violation of the Fourth, Fifth, and
17 Fourteenth Amendments—then formed Plaintiff's asserted basis for federal question
18 subject matter jurisdiction, (see id. ¶ 1), and these claims are discussed in detail below.

20 STANDARD

21
22 The Federal Rules of Civil Procedure provide for summary judgment when “the
23 movant shows that there is no genuine dispute as to any material fact and the movant is
24 entitled to judgment as a matter of law.” Fed. R. Civ. P. 56(a); see also Celotex Corp. v.
25 Catrett, 477 U.S. 317, 322 (1986).⁴

26
27 ³ Plaintiff instead asserted federal question subject matter jurisdiction arose from the fact that “the
transmission of electric power is regulated by the Federal Energy Regulatory Commission (‘FERC’).”
(Compl. ¶ 1, ECF No. 1.)

28 ⁴ All further references to “Rule” or “Rules” are to the Federal Rules of Civil Procedure unless
otherwise noted.

1 One of the principal purposes of Rule 56 is to dispose of factually unsupported claims or
2 defenses. Celotex Corp., 477 U.S. at 325.

3 In a summary judgment motion, the moving party always bears the initial
4 responsibility of informing the court of the basis for the motion and identifying the
5 portions in the record “which it believes demonstrate the absence of a genuine issue of
6 material fact.” Celotex, 477 U.S. at 323. If the moving party meets its initial
7 responsibility, the burden then shifts to the opposing party to establish that a genuine
8 issue as to any material fact actually does exist. Matsushita Elec. Indus. Co. v. Zenith
9 Radio Corp., 475 U.S. 574, 586–87 (1986); First Nat’l Bank v. Cities Serv. Co., 391 U.S.
10 253, 288–89 (1968).

11 In attempting to establish the existence or non-existence of a genuine factual
12 dispute, the party must support its assertion by

13 citing to particular parts of materials in the record, including
14 depositions, documents, electronically stored information,
15 affidavits[,] or declarations ... or other materials; or showing
16 that the materials cited do not establish the absence or
presence of a genuine dispute, or that an adverse party
cannot produce admissible evidence to support the fact.

17 Fed. R. Civ. P. 56(c)(1). The opposing party must demonstrate that the fact in
18 contention is material, i.e., a fact that might affect the outcome of the suit under the
19 governing law. Anderson v. Liberty Lobby, Inc., 477 U.S. 242, 248, 251–52 (1986);
20 Owens v. Local No. 169, Ass’n of W. Pulp & Paper Workers, 971 F.2d 347, 355 (9th Cir.
21 1987).

22 The opposing party must also demonstrate that the dispute about a material fact
23 “is ‘genuine,’ that is, if the evidence is such that a reasonable jury could return a verdict
24 for the nonmoving party.” Anderson, 477 U.S. at 248. In other words, the judge needs
25 to answer the preliminary question before the evidence is left to the jury of “not whether
26 there is literally no evidence, but whether there is any upon which a jury could properly
27 proceed to find a verdict for the party producing it, upon whom the onus of proof is
28 imposed.”

1 Anderson, 477 U.S. at 251 (quoting Improvement Co. v. Munson, 81 U.S. 442, 448
2 (1871)) (emphasis in original). As the Supreme Court explained, “[w]hen the moving
3 party has carried its burden under Rule [56(a)], its opponent must do more than simply
4 show that there is some metaphysical doubt as to the material facts.” Matsushita, 475
5 U.S. at 586. Therefore, “[w]here the record taken as a whole could not lead a rational
6 trier of fact to find for the nonmoving party, there is no ‘genuine issue for trial.’” Id. at
7 587.

8 In resolving a summary judgment motion, the evidence of the opposing party is to
9 be believed, and all reasonable inferences that may be drawn from the facts placed
10 before the court must be drawn in favor of the opposing party. Anderson, 477 U.S. at
11 255. Nevertheless, inferences are not drawn out of the air, and it is the opposing party’s
12 obligation to produce a factual predicate from which the inference may be drawn.
13 Richards v. Nielsen Freight Lines, 602 F. Supp. 1224, 1244–45 (E.D.Cal.1985), aff’d,
14 810 F.2d 898 (9th Cir.1987).

16 ANALYSIS

17
18 Defendant moves for summary judgment on Plaintiff’s federal claims and asks
19 that the Court decline to continue to exercise supplemental jurisdiction over this case—
20 which, Defendant argues, is essentially a state law contract case. (Def.’s Mot. for
21 Summ. J. 1:15–19, ECF No. 77-1.) Plaintiff moves—in two separate motions—for partial
22 summary judgment on several of its state law claims. (ECF Nos. 76, 78.) For the
23 reasons stated below, the Court grants Defendant’s Motion for Summary Judgment as to
24 Plaintiff’s federal claims, declines to exercise supplemental jurisdiction over the
25 remaining state law claims, and denies Plaintiff’s motions for partial summary judgment
26 as moot.

27 ///

28 ///

1 **A. Defendant’s Monell Argument**

2 Defendant argues summary judgment should be granted on Plaintiff’s federal
3 constitutional claims because Plaintiff “has no evidence to show that any illegal conduct
4 of LMUD employees may fairly be said to represent LMUD’s official policy or that
5 execution of an LMUD policy or custom inflicted its injuries—a seizure and a taking,” and
6 therefore, “Monell does not give [Plaintiff] a Section 1983 cause of action against LMUD
7” (Def.’s Mot. for Summ. J. 11:6–12, ECF No. 77-1.)⁵ Plaintiff counters that its
8 proffered “evidence is clear that . . . LMUD itself . . . ‘implement[ed] or execute[d] a policy
9 statement, or decision officially adopted and promulgated by LMUD’s officers.’” (Pl.’s
10 Opp’n 5:14–18, ECF No. 84 (internal alteration omitted) (quoting Monell v. N.Y. City
11 Dep’t of Social Servs., 436 U.S. 658, 690 (1978)).) Specifically, Plaintiff contends “the
12 activity complained of . . . was perpetrated by the Board and Officers of LMUD.” (Id. at
13 5:19–20.) Defendant, for its part, concedes the LMUD Board had policymaking
14 authority, (Def.’s Reply 2 n.1, ECF No. 88 (“In this case, **the Board** is the final policy
15 maker for purposes of municipal liability” (emphasis in original))), but argues “none
16 of the evidence [Plaintiff] cites establishes or even creates a reasonable inference that
17 the line change was the result of any official policy of LMUD,” (id. at 2:19–22).

18 The Supreme Court has held that Monell “municipal liability may be imposed for a
19 single decision by municipal policymakers under appropriate circumstances. No one has
20 ever doubted, for instance, that a municipality may be liable under § 1983 for a single
21 decision by its properly constituted legislative body” Pembaur v. City of Cincinnati,
22 475 U.S. 469, 480 (1986). Moreover, the “official policy must [also] be ‘the moving force
23 of the constitutional violation’ in order to establish the liability of a government body
24 under § 1983.” Polk Cnty. v. Dodson, 454 U.S. 312, 326 (1981).

25 ///

26 _____
27 ⁵ Defendant also points out that Plaintiff has not specifically invoked a statutory private right of
28 action for its constitutional claims, such as 42 U.S.C. § 1983. Plaintiff does specifically invoke § 1983 in its
opposition to summary judgment, however, and its “claims will be construed as such even though the
complaint does not specifically invoke § 1983.” Salvatto v. Cnty. of Solano, No. 2:04-cv-0163 WBS GGH,
2007 WL 926788, at *2 n.2 (E.D. Cal. Mar. 27, 2007).

1 The only evidence Plaintiff has offered to support its contention that the line
2 change was approved by the LMUD Board is the following deposition testimony of Ray
3 Luhring, LMUD's General Manager:

4 Q. And also was it your understanding then that delivery
5 of power under the transmission agreement was at
6 34.5 kV?

7 A. Yes, sir.

8 Q. At any time during your tenure at LMUD did that
9 change?

10 A. Yes, sir.

11 Q. When did it change?

12 A. I don't know what date that would be.

13 Q. Okay. What did it change to?

14 A. It changed I believe to 12,470.

15 Q. And did you—was it—can you tell me what the
16 process was at LMUD by which this change came
17 about?

18 A. There were several projects that are laid out as—as
19 work to go, five year plans, those types of things that
20 had been discussed for years, different things and
21 projects to do. And as I recall, this happened to be
22 one of them, was to—to look at the possibility of
23 eliminating the 34-5 basically because we had one big
24 transformer sitting in a substation that, you know, was
25 energized and didn't have much to and I believe only
26 had two loads connected to it, if I recall correctly. And
27 that—that was the reasoning behind it, as I recall.

28 Q. Was this action, was it approved by the board?

 A. It would have been in—in the five year plan or the plan
 we—we gave out as a capital improvement plan over
 several years.

 Q. Do you have any specific recollection of attending a
 board meeting where this was approved?

 A. I would say that—I recall having it presented, going
 over the different projects that were there. I don't
 know that there was an actual approval as much as it
 was information.

 Q. Who made the presentation?

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

A. Mr. Folce.

Q. And do you recall what period—what—when that was?
The approximate time period?

A. Boy, I sure don't.

(Decl. Robert M. Mitchell in Supp. of Pl.'s Opp'n to Def.'s Mot. for Summ. J., Ex. 7, Dep. Ray Luhring 28:6–29:18, ECF No. 86-7 (emphasis added).)⁶

From this deposition testimony, Plaintiff argues Luhring “testified unambiguously . . . that changing the capacity of the LMUD line from 34.5 to 12.47 kV was a decision made by its governing body as part of a 5 year plan of projects LMUD intended to implement” (Pl.'s Opp'n 5:20–24.)

Defendant argues this testimony is not enough to create a genuine dispute of material fact, because Ray Luhring merely stated in his deposition “that Mr. Folce informed the board of the line change. No official action was taken with respect to the line change.” (Def.'s Reply 2:13–16.) Further, Defendant argues Plaintiff fails to produce any evidence that Luhring or Folce were official policymakers for Lassen Municipal Utility District. Thus, Defendant argues Plaintiff has produced insufficient evidence “to show that this decision was made by an official policy maker.” (*Id.* at 2:12–13.)

In this case, deciding whether Plaintiff's proffered evidence reveals a genuine dispute of material fact requires review of summary judgment principles. The Supreme Court has held that “[i]f the evidence is merely colorable, or is not significantly probative, summary judgment may be granted.” *Anderson v. Liberty Lobby, Inc.*, 477 U.S. 242, 249–50 (1986) (citations omitted). Further, “summary judgment should be granted where the nonmoving party fails to offer evidence from which a reasonable jury could return a verdict in its favor.

⁶ Defendant objects to the admissibility of this evidence, arguing this evidence is inadmissible because Plaintiff “failed to properly authenticate the deposition transcript.” (Def.'s Objections to Pl.'s Evidence in Supp. of Pl.'s Opp'n to Def.'s Mot. for Summ. J. ¶ 32, ECF No. 88-1.) However, “in light of the Court's resolution” of the Monell issue below, “the Court need not and will not address th[is] evidentiary objection[.]” *Gibson v. Cnty. of Riverside*, 181 F. Supp. 2d 1057, 1080 n. 20 (C.D. Cal. 2002).

1 The mere existence of a scintilla of evidence in support of the non-moving party's
2 position is not sufficient.” Triton Energy Corp. v. Square D Co., 68 F.3d 1216, 1221 (9th
3 Cir. 1995) (citation omitted). “[I]n this context . . . our ‘inquiry focuses on whether the
4 nonmoving party has come forward with sufficiently ‘specific’ facts from which to draw
5 reasonable inferences about other material facts that are necessary elements of the
6 nonmoving party’s claim.” Id. Moreover, “[a] party to a lawsuit cannot ward off summary
7 judgment with a[] . . . deposition based on rumor or conjecture.” Palucki v. Sears,
8 Roebuck & Co., 879 F.2d 1568, 1572 (7th Cir. 1989) (Posner, J.); see also Nesbit v.
9 Pepsico, Inc., 994 F.2d 703, 705 (9th Cir. 1993) (per curiam) (affirming summary
10 judgment granted for defendant on age-discrimination employment claim, even though
11 plaintiff proffered evidence of a “supervisor Steven Lawrence [commented] to Nesbit
12 during a meeting . . . “[w]e don’t necessarily like grey hair,” and “Roger King,
13 [Defendant’s] Senior Vice President of Personnel,” stated “[i]n the interview . . . : ‘We
14 don’t want unpromotable fifty-year olds around,’” reasoning this evidence is “at best
15 weak circumstantial evidence of discriminatory animus,” and “very general and did not
16 relate in any way, directly or indirectly, to the terminations of Nesbit or Selby”).

17 Here, Plaintiff’s evidence is insufficiently specific to create a genuine dispute of
18 material fact. As Defendant correctly points out, Luhring’s testimony only tends to show
19 the board was informed about the change from 34.5 to 12.75 kv. In response to the
20 specific question, “Was this action . . . approved by the board?,” Luhring responded
21 equivocally. (Dep. Luhring 29:5.) Luhring then contradicted the inference that the line
22 change was approved by the board: “I don’t know that there was an actual approval as
23 much as it was information.” (Id. at 29:12–13.) No reasonable jury could infer from this
24 general and self-contradictory testimony that the board specifically voted to change the
25 electricity voltage of the supply line to Plaintiff’s power plant from 34.5 to 12.75 kv. At
26 most, Plaintiff’s proffered evidence is a mere “scintilla of evidence,” insufficient to defeat
27 Defendant’s motion for summary judgment. Triton Energy Corp., 68 F.3d at 1221.

28 ///

1 Therefore, Defendant’s motion for summary judgment on Plaintiff’s § 1983 Monell
2 claims—its sole federal claims—is granted on this ground alone.

3 **B. Defendant’s Arguments that Plaintiff’s Constitutional Claims Fail**

4 Moreover, even assuming Plaintiff’s Monell claim survives summary judgment,
5 Defendant argues Plaintiff’s underlying constitutional claims do not survive summary
6 judgment either. For the reasons that follow, the Court holds that summary judgment
7 should be granted on the merits of Plaintiff’s federal constitutional claims as well.

8 **1. Fourth Amendment Claim**

9 Plaintiff asserts LMUD’s actions, to reduce “the electrical power capacity” supplied
10 to Amedee Geothermal from 34.5 kv to 12.75 kv, amounted to “a seizure under color of
11 law of the property of [Plaintiff] in violation of the Fourth Amendment to the United States
12 Constitution.” (SAC 6:5–8, ECF No. 13.) Defendant moves for summary judgment on
13 this claim, arguing the “Fourth Amendment has not been extended to the type of conduct
14 alleged here.” (Def.’s Mot. for Summ. J. 16:3–6 (citing Myers v. Baca, 325 F. Supp. 2d
15 1095, 1103–04 (C.D. Cal. 2004) (holding that “in order for non-law enforcement
16 governmental conduct to be considered a search or seizure under the Fourth
17 Amendment, such conduct must have ‘as its purpose the intention to elicit benefit for the
18 government in either its investigative or administrative capacities.’”)).) Plaintiff counters
19 “LMUD interfered with [Plaintiff’s] possessory interest in its property primarily by
20 interfering with its contractual right to receive 34.5 kV in electric power.” (Pl.’s Opp’n
21 12:7–8 (emphasis added).)

22 “The Fourth Amendment protects two types of expectations, one involving
23 ‘searches,’ the other ‘seizures. . . .’ A ‘seizure’ of property occurs when there is some
24 meaningful interference with an individual’s possessory interests in that property.”
25 Lavan v. City of Los Angeles, 693 F.3d 1022, 1027–28 (9th Cir. 2012) (quoting United
26 States v. Jacobsen, 466 U.S. 109, 113 (1984)).

27 ///

28 ///

1 Moreover, the Ninth Circuit has observed that in the rare instances that the U.S.
2 Supreme Court “has considered the application of the fourth amendment to
3 governmental conduct in a noncriminal context, it has been careful to observe that the
4 application of the amendment is limited.” United States v. Attson, 900 F.2d 1427, 1430
5 (9th Cir. 1990). Thus, the Ninth Circuit has held “governmental conduct which is not
6 actuated by an investigative or administrative purpose will not be considered a ‘search’
7 or ‘seizure’ for purposes of the fourth amendment.” Id. at 1431.

8 In this case, as Defendant rightly points out in reply, Plaintiff points to no authority
9 for the proposition that its asserted contractual right to continued 34.5 kv electricity rises
10 to a property interest protected by the Fourth Amendment. In light of the Ninth Circuit’s
11 recognition that the Fourth Amendment’s applicability beyond the criminal-investigation
12 context is “limited,” Attson, 900 F.2d at 1430, this Court is unwilling to recognize
13 Plaintiff’s asserted basis for relief in the absence of any authority. Moreover, Plaintiff has
14 proffered no evidence that the governmental conduct in this case was “actuated by an
15 investigative or administrative purpose.” Id. at 1431. Accordingly, Defendant’s motion
16 for summary judgment is granted on Plaintiff’s Fourth Amendment claim.

17 **2. Fifth and Fourteenth Amendment Taking Claim**

18 Plaintiff asserts LMUD’s changing of the capacity of the line from 34.5 kv to 12.47
19 kv “deprived [Plaintiff] of its property and . . . ability to produce revenue,” such that
20 “LMUD’s conduct was an unconstitutional taking without compensation in violation of the
21 Fifth and Fourteenth Amendments to the United States Constitution.” (SAC 5:23–26.)
22 Defendant moves to dismiss this claim arguing, inter alia, that Plaintiff has not exhausted
23 state administrative remedies because Plaintiff has not yet sought “compensation under
24 the state’s inverse condemnation procedures.” (Def.’s Mot. for Summ. J. 12:13–16
25 (citing Williamson Cnty. Reg’l Planning Comm’n v. Hamilton Bank, 473 U.S. 172, 194
26 n.13 (1985)).)

27 ///

28 ///

1 Plaintiff does not dispute in its opposition that it has not yet availed itself state inverse
2 condemnation remedies;⁷ however, Plaintiff insists the Court should exercise its
3 supplemental jurisdiction over the takings claim under Picard v. Bay Area Reg'l Transit
4 Dist., 823 F. Supp. 1519, 1526 (N.D. Cal. 1993). (See Pl.'s Opp'n 9:12–10:23.)

5 “[A] plaintiff cannot bring a section 1983 [takings claim] in federal court until the
6 [government entity] denies just compensation.” Equity Lifestyle Props., Inc. v. Cnty. of
7 San Luis Obispo, 548 F.3d 1184, 1191 (9th Cir. 2008). Here, Plaintiff has “not shown
8 that the inverse condemnation procedure is unavailable or inadequate, and until it has
9 utilized that procedure, its taking claim is premature.” Williamson Cnty. Reg'l Planning
10 Comm'n v. Hamilton Bank of Johnson City, 473 U.S. 172, 195–97 (1985).

11 Moreover, Plaintiff's reliance on Picard v. Bay Area Regional Transit District is
12 misplaced. 823 F. Supp. 1519 (N.D. Cal. 1993). In Picard, the district court held that the
13 plaintiff had not exhausted its state administrative remedies, but exercised its
14 supplemental jurisdiction over the taking claim nonetheless. The court reasoned that “a
15 district court may properly exercise pendent jurisdiction over a state taking claim after
16 having dismissed a federal taking claim for lack of ripeness if the district court has
17 subject matter jurisdiction over another claim in the action.” Picard, 823 F. Supp. at
18 1527 (emphasis added) (citing Sinaloa Lake Owner's Ass'n v. City of Simi Valley, 882
19 F.2d 1398, 1404 n.4 (9th Cir. 1989)). Because there was jurisdiction over another
20 federal claim, the court in Picard exercised supplemental jurisdiction over the taking
21 claim even though it was not exhausted. Id.

22 In this case, Plaintiff's only other federal claim—for violation of the Fourth
23 Amendment—does not survive summary judgment, for the reasons stated above.

24 ///

25 _____
26 ⁷ Plaintiff asserts in its Opposition brief that it met the exhaustion requirement in a footnote, (Pl.'s
27 Opp'n 9 n.9); however, Plaintiff does not provide argument or evidence that it availed itself of California's
28 inverse condemnation procedure. Instead, to support its argument that it met the exhaustion requirement,
Plaintiff's footnote points to a section of its Opposition brief in which Plaintiff argues it complied with the
Government Tort Claims Act, Cal. Gov't Code § 905. However, the presentment requirement for tort
claims against government entities is not germane to the requirement that a plaintiff avail itself of the
state's inverse condemnation procedures before bringing a taking claim in federal court.

1 Thus, Picard does not apply because, unlike Picard, here, there is no subject matter
2 jurisdiction over another federal claim that survives summary judgment. Therefore, and
3 for the reasons that follow, the Court denies Plaintiff's request that the Court exercise
4 supplemental jurisdiction over its unexhausted takings claim.

5 **C. Supplemental Jurisdiction**

6 Defendant requests that the Court "decline to exercise supplemental jurisdiction
7 over the remaining state law claims." (Def.'s Mot. for Summary J. 16:9–12.) Pursuant to
8 28 U.S.C. § 1367(c)(3), if a federal district court has dismissed all claims over which it
9 has original jurisdiction, it may, in its discretion, dismiss without prejudice supplemental
10 state law claims brought in the same action. 28 U.S.C. § 1367(c)(3); see Acri v. Varian
11 Assocs., Inc., 114 F.3d 999, 1001 (9th Cir. 1997) (en banc). Several factors are
12 considered in determining whether the Court should continue to exercise its jurisdiction
13 over state law claims. These factors include economy, convenience, fairness, and
14 comity in deciding whether to retain jurisdiction over pendent state claims. Imagineering,
15 Inc. v. Kiewit Pac. Co., 976 F.2d 1303, 1309 (9th Cir. 1992) (citing Carnegie–Mellon
16 Univ. v. Cohill, 484 U.S. 343, 353 (1988)). Although the Court is not required to dismiss
17 the supplemental state law claims, "in the usual case in which all federal-law claims are
18 eliminated before trial, the balance of factors . . . will point toward declining to exercise
19 jurisdiction over the remaining state-law claims." Carnegie–Mellon Univ., 484 U.S. at
20 350 n. 7; see also Schneider v. TRW, Inc., 938 F.2d 986, 993–94 (9th Cir. 1991).

21 Here, the Carnegie–Mellon factors weigh in favor of dismissal. Only state law
22 claims remain, and the case has yet to proceed to trial. Judicial economy does not favor
23 continuing to exercise supplemental jurisdiction. Nor do the comity and fairness factors
24 weigh in favor of exercising supplemental jurisdiction since "[n]eedless decisions of state
25 law should be avoided both as a matter of comity and to promote justice between the
26 parties, by procuring for them a surer-footed reading of applicable law." United Mine
27 Workers of Am. v. Gibbs, 383 U.S. 715, 726 (1966). Plaintiff's state law claims are
28 therefore DISMISSED WITHOUT PREJUDICE under 28 U.S.C. § 1367(c).

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28


CONCLUSION

For the reasons set forth above, IT IS HEREBY ORDERED that,

1. Defendant's Motion for Summary Judgment (ECF No. 77) is GRANTED as to Plaintiff's federal claims;
2. Plaintiff's state law claims are DISMISSED WITHOUT PREJUDICE;
3. Plaintiff's Motions for Partial Summary Judgment (ECF Nos. 76 and 78) are DENIED as moot; and
4. The Clerk of the Court is directed to close the case.

IT IS SO ORDERED.

Dated: November 26, 2013


MORRISON C. ENGLAND, JR., CHIEF JUDGE
UNITED STATES DISTRICT COURT