1 2 3 4 5 6 UNITED STATES DISTRICT COURT 7 EASTERN DISTRICT OF CALIFORNIA 8 9 ----00000----10 CIV. NO. 2:15-1428 WBS AC 11 VERINA FREEMAN and VALECEA DIGGS, individually and on 12 behalf of all similarly situation, ORDER 13 Plaintiffs, 14 V. 15 WILSHIRE COMMERCIAL CAPITAL 16 L.L.C., a California limited liability company, dba 17 WILSHIRE CONSUMER CREDIT, 18 Defendant. 19 ----00000----20 This matter came on for status conference on October 2.1 26, 2015. Because the issues in this case substantially overlap 2.2 those in Banarji v. Wilshire Commercial Capital, LLC dba Wilshire 23 Consumer Credit, Civ. No. 3:14-2967 BEN KSC ("Banarji") (S.D. 24 Cal. filed Dec. 17, 2014), a putative class action presently 25

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pending in the Southern District of California, this court is

contemplating either dismissing the present action or

transferring it to the Southern District of California.

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The <u>Banarji</u> case appears to be well under way. In July 2015, Magistrate Judge Karen S. Crawford held a case management conference in <u>Banarji</u> and issued an order requiring defendant to file its motion to dismiss for lack of standing by no later than November 23, 2015. (Minute Order, <u>Banarji</u>, ECF No. 22.)¹
Defendant anticipates that Judge Crawford will issue a ruling on its motion by January 2016.

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At the October 26, 2015 status conference, the parties agreed and stipulated to stay all proceedings in this action, with the exception of certain limited discovery, pending the resolution of defendant's motion to dismiss in Banarji. court agrees that the relevant interests weigh in favor of such a stay in this case. Because the court is reluctant to allow this case to continue in this district if Banarji proceeds in the Southern District of California, staying this action will conserve the parties' and the court's limited resources on pretrial matters that may prove moot should defendant's motion to dismiss be denied in Banarji and the court transfers this case to the Southern District of California. See Canal Props. LLC v. Alliant Tax Credit V, Inc., Civ. No. C04-3201 SI, 2005 WL 1562807, at *3 (N.D. Cal. June 29, 2005) (holding that "it would be a poor use of judicial resources to proceed" when an extrinsic proceeding could have a preclusive effect on the case).

If, on the other hand, Judge Crawford dismisses <u>Banarji</u> for lack of standing, this court will be inclined to lift the

In August 2015, Judge Crawford also issued a broad protective order over all disclosure and discovery materials in the <u>Banarji</u> action. (See Protective Order ¶¶ 2.2, 3, <u>Banarji</u>, ECF No. 24.)

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stay here and allow plaintiffs' case to proceed in this district.

Cf. Alltrade, Inc. v. Uniweld Products, Inc., 946 F.2d 622, 629

(9th Cir. 1991) ("[W]here the first-filed action presents a likelihood of dismissal, the second-filed suit should be stayed, rather than dismissed."). It would thus be more efficient and orderly for the court to stay all proceedings in this case until after the ruling on defendant's motion to dismiss in Banarji.

In the meantime, the parties have agreed to conduct limited discovery on the issue of the dialing system that defendant used to call plaintiffs and the putative class members in this action. The parties do not anticipate any discovery disputes that would need to be resolved by this court prior to the new Status Conference date. Accordingly, this court will not expressly limit the parties' discovery in this Order.

IT IS THEREFORE ORDERED that:

- (1) proceedings in this action shall be, and the same hereby are, STAYED until February 22, 2016 pending the resolution of Defendant's motion to dismiss for lack of standing in Banarji
 WILC dba Wilshire Consumer Credit,
 Civ. No. 3:14-2967 BEN KSC (S.D. Cal.);
- (2) this case is set for a Status Conference on February 22, 2016 at 2:00 p.m. in Courtroom 5; and
- (3) the parties shall file a Joint Status Report with this court no later than February 8, 2016 setting forth the status of discovery in this case and the progress of the <u>Banarji</u> action in the Southern District of California.

Dated: October 30, 2015

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WILLIAM B. SHUBB UNITED STATES DISTRICT JUDGE