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4	IN THE UNITED STATES DISTRICT COURT	
5	FOR THE NORTHERN DISTRICT OF CALIFORNIA	
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7	GEORGE L. KIRBYSON,	) Case No. 09-3990 SC
8	Plaintiff,	) ) ORDER RE DEFENDANTS'
9	v.	) MOTIONS FOR SUMMARY ) JUDGMENT, OR IN THE
10		) ALTERNATIVE, SUMMARY
11	TESORO REFINING AND MARKETING COMPANY; UNITED STEEL WORKERS,	) <u>ADJUDICATION</u> )
12	INTERNATIONAL UNION LOCAL 5, and DOES 1 through 200, inclusive,	)
13		)
14	Defendants.	)
15		)

# 16 **I. INTRODUCTION**

17 Before the Court are two motions for summary judgment, or in 18 the alternative, summary adjudication, filed by Defendant United 19 Steel Workers, International Union Local 5 ("the USW") and 20 Defendant Tesoro Refining and Marketing Company ("Tesoro") 21 (collectively, "Defendants"). ECF Nos. 73 ("USW Mot."), 75 22 ("Tesoro Mot."). Both motions are fully briefed. ECF Nos. 76 ("Opp'n to USW Mot."), 78 ("Opp'n to Tesoro Mot."), 83 ("USW 23 24 Reply"), 86 ("Tesoro Reply"). For the following reasons, the 25 Court GRANTS the USW's Motion and GRANTS IN PART and DENIES IN 26 PART Tesoro's Motion. 27 /// 28 ///

# II. BACKGROUND

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This case involves Tesoro's termination of Plaintiff's employment and the USW's subsequent handling of Plaintiff's grievance against Tesoro. Unless otherwise noted, the following facts are undisputed.

Plaintiff joined the U.S. Air Force ("USAF") in 1994, and 6 7 transitioned into the Air Force Reserve in 1999. Second Hewitt Decl. ¶ 3 Ex. A ("Second Kirbyson Decl.") ¶ 2.<sup>1</sup> Plaintiff worked 8 as an oil refinery operator for Tesoro. Id. On January 5, 2005, 9 Plaintiff was recalled to active duty, and Tesoro placed him on a 10 military leave of absence. Id.  $\P$  4. While serving in Iraq, 11 12 Plaintiff developed pain in his left foot and was diagnosed with 13 Achilles tendinitis. Id.  $\P$  6. He underwent surgeries for this 14 condition in January 2006 and August 2007. Id. In 2008, while still on active duty with the USAF, Plaintiff began experiencing 15 discomfort in the soles of both feet and was diagnosed with plantar 16 17 fasciitis. Id. ¶ 7. In October 2008, Plaintiff received notice 18 from the USAF that he would be medically retired the following month due to his disabilities. Id.  $\P$  8. He notified Tesoro of his 19 20 desire to return to work at the refinery. Id.

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# A. <u>Plaintiff's Termination by Tesoro</u>

On October 27, 2008, Plaintiff had a visit with Larry Angel
("Angel"), a physician's assistant at Tesoro's Medical Department.
Id. ¶ 10. The visit lasted no more than thirty minutes. Id.

Hewitt Decl."). To each of her declarations, Hewitt attached declarations from Plaintiff, which the Court refers to respectively as "First Kirbyson Decl." and "Second Kirbyson Decl."

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<sup>&</sup>lt;sup>1</sup> Shanan L. Hewitt ("Hewitt"), attorney for Plaintiff, filed declarations in support of Plaintiff's Opposition to the USW's Motion, ECF No. 77 ("First Hewitt Decl."), and in support of Plaintiff's Opposition to Tesoro's Motion, ECF No. 79 ("Second

Plaintiff and Angel discussed the evolution of Plaintiff's foot 1 2 condition during his military service. According to Plaintiff, 3 Plaintiff informed Angel that his Achilles tendinitis had been ongoing for quite some time, but he had only recently developed 4 5 plantar fasciitis. Id. ¶ 11. He informed Angel that he was undergoing treatment with a podiatrist for his plantar fasciitis 6 7 and did not yet know the prognosis for that condition. Id. 8 Plaintiff informed Angel that, although he could perform the daily duties of his previous position as an operator, he would not feel 9 comfortable in that position because he could not run if an 10 emergency situation arose. 11 Id.

12 The parties dispute exactly what took place during Plaintiff's 13 visit with Angel. According to Plaintiff, the visit with Angel did not include a physical examination, only a discussion. 14 Id. ¶ 13. Angel did not touch Plaintiff's foot or ask him to demonstrate any 15 Id. Angel never asked Plaintiff about his specific 16 movements. 17 limitations such as the amount and duration of his ability to walk, Id. Angel's notes from the visit 18 stand, climb, or squat. 19 indicated that Plaintiff had ninety degrees dorsiflex in his left foot, but Angel later acknowledged during deposition that this 20 dorsiflex measurement could not have been accurate and that his 21 22 notes should have stated ten degrees. Second Hewitt Decl. Ex. B 23 ("Angel Dep.") at 36:12-23. According to Plaintiff, Angel informed 24 Plaintiff that he would need to submit to a full physical examination because he had been away from work for so long. 25 Second Kirbyson Decl. ¶ 13. Plaintiff agreed, but he was never contacted 26 27 to arrange a physical exam. Id. At the conclusion of the visit, 28 Plaintiff told Angel that he did not yet have the findings from the USAF Medical Evaluation Board regarding his injuries but would

1 forward them to Angel when he received them. <u>Id.</u> ¶ 11. According 2 to Plaintiff, Angel informed Plaintiff during the visit that he did 3 not think Tesoro would accommodate Plaintiff. <u>Id.</u> ¶ 14.

On October 31, 2008, Plaintiff received his military 4 5 retirement paperwork and faxed it to Angel. Id. ¶ 15. The documentation indicated the USAF's findings that Plaintiff was non-6 7 deployable based on his foot condition. Kirbyson Dep. at 217:17-25, 218:1-25, Ex. 18 ("USAF Med. Eval.").<sup>2</sup> The "remarks" section 8 of the document stated that Plaintiff was limited to "no running, 9 climbing, or standing for long periods of time." Id. Although 10 Angel admitted that he did not know what the USAF meant by "no 11 12 standing for long periods of time," he concluded that it meant 13 Plaintiff could not stand for more than ten minutes in a given hour. Angel Dep. at 65:5-15. Plaintiff declared that Angel's 14 conclusion was not accurate. Second Kirbyson Decl. ¶ 17. Angel 15 did not confer with Plaintiff or his physician about the 16 17 conclusion. Angel Dep. at 71:12-25, 72:1-23. According to 18 Plaintiff's treating physician at the time, Dr. Jessi Tunguyen-19 Conner, Plaintiff could perform normal daily activities such as walking and standing subject only to Plaintiff monitoring his own 20 comfort level. Second Hewitt Decl. ¶ 5 ("Tunguyen-Conner Decl.") ¶ 21 5.<sup>3</sup> Plaintiff declared that at the time of his military 22

<sup>3</sup> Tesoro objects to ¶¶ 5-7 of Tunguyen-Conner's declaration on relevance grounds. Tesoro argues that Dr. Tunguyen-Conner's conclusions regarding Plaintiff's physical limitations in 2008 are irrelevant because Dr. Tunguyen-Conner stated in her deposition that she had not treated Plaintiff for nine months as of November 2008, and her opinion was based on Plaintiff's representations to

<sup>24 &</sup>lt;sup>2</sup> Both Tesoro and the USW have filed excerpts of Plaintiff Kirbyson's January 12, 2011, deposition as attachments to declarations of their respective counsels. For the sake of simplicity, the Court cites all references to this deposition simply as "Kirbyson Dep."

retirement, he was capable of standing continuously for intervals 1 2 of approximately forty-five minutes each if allowed to sit for "a few minutes" between intervals. Second Kirbyson Decl. ¶ 18.4 3 Plaintiff learned during discovery that Tesoro had a "Statement of 4 Impairment" form that could be completed by an employee's treating 5 physician to provide detailed information regarding the employee's 6 7 physical limitations, such as the precise number of minutes at a 8 time the employee could walk or stand, but Tesoro did not provide 9 the form to Plaintiff or his treating physician. Id. ¶ 13; Second Hewitt Decl. ¶ 6 Ex. D. 10

Aside from his meeting with Angel, Plaintiff had only one 11 12 other meeting with a Tesoro representative prior to being 13 terminated. Id. ¶ 19. This meeting took place on November 12, 2008, when Plaintiff and Plaintiff's union representative, Steve 14 Rojek ("Rojek"), met with Tesoro's Human Resources representative, 15 Id. Diane Daniels ("Daniels"). The meeting lasted approximately 16 17 twenty minutes. Id. During this meeting, Daniels asked Plaintiff 18 what he thought he could do at the company. Id. ¶ 20. Plaintiff presented Daniels with two job postings he had found on Tesoro's 19

her about his condition. Tesoro Reply at 8. The Court finds that this does not render her opinion irrelevant, as it is still probative of Plaintiff's physical limitations at the time of his termination. The Court OVERRULES Tesoro's objection.

 $^4$  Tesoro objects to  $\P\P$  18 and 20 of Plaintiff's declaration on the 23 grounds that they contain statements that "are irrelevant, lack foundation, and constitute inadmissible speculation and improper 24 opinion testimony." Tesoro Reply at 5 n.3. The only specific explanation Tesoro gives for these objections is that Plaintiff's 25 statements regarding his current physical restrictions are irrelevant to an analysis of Plaintiff's physical restrictions in 26 fall 2008, the relevant time period for this lawsuit. The Court agrees and does not rely on Plaintiff's statements about his 27 current physical limitations. The Court finds the rest of the paragraphs to be admissible and OVERRULES Tesoro's objections to 28 the extent they address statements other than those related to Plaintiff's current physical condition.

internal website that he believed he was qualified and physically 1 2 able to perform: lab analyst and training coordinator. Id. 3 Daniels requested that Plaintiff provide her with his college transcripts, which he later faxed to her. Id. According to 4 Plaintiff, Daniels did not inform Plaintiff of any job openings or 5 anticipated job openings at this meeting, nor did she discuss with 6 7 Plaintiff any accommodations that might enable him to continue 8 working with the company. Id. ¶¶ 21, 25, 26.

On November 20, 2008, Tesoro Human Resources Manager Rick Rios 9 ("Rios") wrote to Daniels, stating, "[y]ou will have to tell 10 [Plaintiff] we currently do not have any opening/jobs that he can 11 12 perform with or without accommodation. You should tell him we 13 looked into the lab too. Find out from [the corporate office in 14 San Antonio] how best to move him out of the organization." Second Hewitt Decl. Ex. X ("Rios Email"). Daniels responded that she was 15 still looking at two positions - training coordinator and labor 16 17 custodian II. Id. Rios replied "OK, the training coord[inator] 18 position is an interesting possibility." Id.

After Plaintiff's November 12, 2008 meeting with Daniels, 19 Tesoro did not contact Plaintiff for approximately five weeks. 20 Second Kirbyson Decl. ¶ 22. During this period, Plaintiff 21 22 telephoned Daniels on several occasions. Id. ¶ 23. Each time, 23 Daniels informed Plaintiff that she had no further news for him. Id. On December 22, 2008, Daniels telephoned Plaintiff and 24 informed him that his employment with the company had been 25 terminated. Id.<sup>5</sup> 26

<sup>&</sup>lt;sup>5</sup> Upon learning of his termination, Plaintiff filed a claim with the U.S. Department of Labor ("DOL") requesting an investigation of Tesoro's compliance with the Uniformed Services Employment and Reemployment Rights Act of 1994 ("USERRA"), 38 U.S.C. § 4301 <u>et</u>

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#### B. Plaintiff's Union Grievance

2 Plaintiff was a member of the USW. First Kirbyson Decl.  $\P$  4. 3 Tesoro was, and currently is, signatory to a Collective Bargaining Agreement ("CBA") with the USW, which governed the terms and 4 conditions of Plaintiff's employment with Tesoro. Id.; USW Mot. at 5 The CBA contains a multi-step procedure for resolving employee 6 3. 7 grievances. See Hillman Decl. ¶ 2 Ex. 1 ("CBA") § 6.016.<sup>6</sup> 8 First, grievances shall be presented to the employee's supervisor Id. § 6.016(a). If the grievance is not resolved by 9 or foreman. the foreman or supervisor, it may then be presented to a grievance 10 Id. § 6.016(c). If not resolved by the committee, the 11 committee. 12 USW may request arbitration of the dispute by two arbitrators --13 one selected by Tesoro and one by the USW. Id. § 6.016(d). 14 Lastly, if the grievance is not settled by these arbitrators within ninety days of the arbitration request, it must be submitted to a 15 third arbitrator chosen from the American Arbitrator's Association. 16 17 Id.

Upon learning of his termination, Plaintiff contacted Rojek, his union representative at the USW, and asked that a grievance be filed regarding his termination. First Kirbyson Decl. ¶ 15. The USW filed the grievance on December 29, 2008. Hillman Decl. ¶ 4 Ex. 3. On the same day, Plaintiff contacted Rojek and was informed that the grievance had been filed but that it would not be immediately processed because the USW was preparing to enter

26 seq. Second Kirbyson Decl. ¶ 32. On February 9, 2009, the DOL sent Plaintiff a letter stating its findings. Id. Tesoro objects to the DOL findings as inadmissible hearsay. The Court does not rely on the DOL findings in reaching its decision and therefore does not rule upon Tesoro's objection.

<sup>6</sup> Kristina L. Hillman ("Hillman"), attorney for the USW, filed a declaration in support of the USW's Motion. ECF No. 74.

1 contract negotiations with Tesoro. First Kirbyson Decl. ¶ 16; USW
2 Mot. at 4. On January 6, 2009, Plaintiff contacted the USW
3 Secretary and Treasurer Jeff Clark ("Clark") about his grievance.
4 First Kirbyson Decl. ¶ 17. Clark reiterated to Plaintiff that the
5 USW's contract negotiations with Tesoro would be its top priority
6 until completed. Id.; USW Mot. at 5.

7 On January 26, 2009, Plaintiff again inquired about the status 8 of his grievance. First Kirbyson Decl. ¶ 19. Clark informed 9 Plaintiff that his grievance had been denied at the first step and that nothing more was likely to happen regarding the grievance 10 until after contract negotiations were completed. Hillman Decl. ¶ 11 12 7 Ex. 6 ("Clark email"). Plaintiff contends that he telephoned 13 both Clark and Rojek sometime in February 2009 but neither had 14 updates about the status of his grievance. First Kirbyson Decl. ¶ Plaintiff had no further communications with the USW about his 15 20. grievance before filing this action on August 28, 2009. Kirbyson 16 Dep. at 351:9-13, 352:4-12, 363:16-19. Plaintiff contends that the 17 18 USW failed to pursue the matter any further until prompted to do so 19 by this litigation. Opp'n to USW Mot. at 9. The USW contends that it continued to pursue Plaintiff's grievance by, among other 20 21 things, engaging in an unsuccessful step two meeting with Tesoro 22 and requesting arbitration of the grievance in April 2009. USW 23 Mot. at 5-6.

In April 2009, Plaintiff was offered a job as a maintenance supervisor with the Sacramento Regional Transit District. Kirbyson Dep. at 291:21-25; 294:13-17. He accepted the offer and began working for the District on July 1, 2009. <u>Id.</u>

On August 20, 2009, Tesoro sent a letter to Plaintiff's counsel offering Plaintiff the position of cost control specialist,

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1 subject to Plaintiff providing documentation that he had completed 2 his bachelor's degree and was physically able to meet the demands 3 of the mostly sedentary position. Chamberlin Decl. ¶ 2 Ex. A. 4 Plaintiff's counsel responded on September 8, 2009, stating that 5 Plaintiff had already obtained other employment and that Plaintiff 6 had filed a lawsuit against Tesoro. Id. ¶ 3 Ex. B.

7 On August 28, 2009, Plaintiff commenced this action against 8 Tesoro, the USW, and several employees of Tesoro and the USW ("the individual defendants"). See ECF No. 1 ("Compl."). On December 3, 9 2009, Plaintiff filed a First Amended Complaint. ECF No. 15 10 ("FAC"). On March 2, 2010, the Court granted a motion to dismiss 11 12 filed by the individual defendants and granted in part a motion to 13 dismiss filed by Tesoro. ECF No. 32 ("Mar. 2, 2010 Order"). Plaintiff filed a Second Amended Complaint on March 30, 2010. 14 ECF No. 41 ("SAC"). In his SAC, Plaintiff only asserts claims against 15 Tesoro and the USW; he does not assert claims against the 16 17 individual defendants. Id. On June 10, 2010, the Court denied 18 Tesoro's motion to dismiss the SAC. ECF No. 52 ("June 10, 2010 Order"). On July 12, 2010, the Court granted in part the USW's 19 motion for judgment on the pleadings. ECF No. 56 ("July 12, 2010 20 The Court granted judgment on the pleadings in favor of 21 Order"). 22 the USW on Plaintiff's claims for violation of the Americans with 23 Disabilities Act ("ADA"), 42 U.S.C. § 12101 et seq., and violation 24 of California Military and Veterans Code § 389. Id. The Court denied the motion with respect to Plaintiff's claim for violation 25 of the duty of fair representation. 26 Id.

In light of the Court's July 12, 2010 Order, Plaintiff's only remaining claim against the USW is his claim for breach of the duty of fair representation. <u>Id.</u> All six of Plaintiff's claims against

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Tesoro remain, namely: (1) violation of the Uniformed Services 1 2 Employment and Reemployment Rights Act of 1994 ("USERRA"), 38 3 U.S.C. § 4301 et seq; (2) violation of the ADA; (3) violation of California's Fair Employment and Housing Act ("FEHA"), California 4 Government Code § 12900 et seq.; (4) wrongful termination in 5 violation of public policy; (5) violation of the California б 7 Military and Veterans Code § 389 et seq.; and (6) breach of 8 contract. See SAC.

9 Both Tesoro and the USW now move for summary judgment, or in10 the alternative, summary adjudication.

## 12 **III. LEGAL STANDARD**

13 "The standards and procedures for granting partial summary judgment, also known as summary adjudication, are the 14 same as those for summary judgment." Mora v. Chem-Tronics, 15 Inc., 16 F. Supp. 2d 1192, 1200 (S.D. Cal. 1998). Entry of 16 17 summary judgment is proper "if the pleadings, the discovery 18 and disclosure materials on file, and any affidavits show that 19 there is no genuine issue as to any material fact and that the movant is entitled to judgment as a matter of law." Fed. R. 20 Civ. P. 56(c). The movant bears the initial burden of 21 22 demonstrating the absence of a genuine issue of fact. See 23 Celotex Corp. v. Catrett, 477 U.S. 317, 323 (1986). То 24 survive a motion for summary judgment, the responding party must present competent evidence that creates a genuine issue 25 of material fact. See Anderson v. Liberty Lobby, Inc., 477 26 U.S. 242, 248-52 (1986). "The evidence of the nonmovant is to 27 28 be believed, and all justifiable inferences are to be drawn in his favor." Id. at 255.

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## IV. DISCUSSION

# A. The USW's Motion

In his only remaining claim against the USW, Plaintiff alleges 4 that the USW breached its duty of fair representation by "failing 5 to pursue Plaintiff's grievance in violation of the [CBA] and 6 7 processing Plaintiff's grievance in a perfunctory manner." SAC ¶ 8 47. Plaintiff alleges that the USW's actions were "arbitrary, discriminatory, and/or in bad faith." Id. ¶ 48. 9 The USW moves for summary judgment on the grounds that Plaintiff has failed to 10 present evidence that (1) his claim was timely filed or (2) the USW 11 12 engaged in arbitrary, discriminatory, or bad faith conduct. USW 13 Mot. at 2.

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#### 1. Duty of Fair Representation Framework

The duty of fair representation encompasses a labor union's 15 "statutory obligation to serve the interests of all members without 16 17 hostility or discrimination toward any, to exercise its discretion 18 with complete good faith and honesty, and to avoid arbitrary 19 conduct." Vaca v. Sipes, 386 U.S. 171, 177 (1967). A union's discretion is very broad under the duty of fair representation 20 doctrine; the "Supreme Court has long recognized that unions must 21 22 retain wide discretion to act in what they perceive to be their 23 members' best interests." Peterson v. Kennedy, 771 F.2d 1244, 1253 24 (9th Cir. 1985). "[C]ourts should afford substantial deference to 25 a union's decisions" regarding "whether and to what extent it will

<sup>&</sup>lt;sup>26</sup> <sup>7</sup> Plaintiff objects to certain portions of the declaration of Jeff <sup>27</sup> Clark filed in support of the USW's Motion on the grounds that the <sup>28</sup> portions are hearsay statements inadmissible under Federal Rule of <sup>28</sup> Evidence 801. The USW does not respond to the Plaintiff's <sup>28</sup> objections. The Court does not rely on any of the contested <sup>30</sup> statements in reaching its decision and therefore does not address <sup>31</sup> Plaintiff's objections.

1 pursue a particular grievance." Id. (internal quotation omitted).

2 A two-step analysis must be applied to determine whether a 3 union's conduct breached its duty of fair representation. First, a determination must be made whether the alleged misconduct was 4 procedural or ministerial in nature, or whether it involved the 5 union's judgment. If the conduct is procedural or ministerial in 6 7 nature, then a plaintiff must establish that the conduct was 8 arbitrary, discriminatory, or in bad faith in order to show that the union breached its duty. Wellman v. Writers Guild of Am., 9 West, Inc., 146 F.3d 666, 670 (9th Cir. 1998). On the other hand, 10 if the conduct involved the exercise of judgment by the union, then 11 12 a plaintiff must show the conduct was discriminatory or in bad 13 faith; showing that the union's conduct was arbitrary will not suffice. 14 Id.

A union's decision about how to best handle a grievance is 15 generally a matter of judgment, as is its decision to not take a 16 17 grievance to arbitration. Id. at 671. But, to be sure that the 18 union is employing some principled way of screening the meritorious 19 grievances from the meritless ones, the Ninth Circuit has held that "a union must conduct some minimal investigation of grievances 20 brought to its attention." Id. (internal citation omitted). 21 22 Consequently, when a union member brings a meritorious grievance, 23 the union's decision to ignore that grievance or to process it in a 24 perfunctory manner is considered a ministerial action that breaches the union's duty if it is arbitrary, discriminatory, or performed 25 in bad faith. Id. Nevertheless, a court reviewing a union's 26 27 conduct will not find that the union has exercised its duties 28 perfunctorily unless it has treated the union member's claim so lightly as to suggest an "egregious disregard" of her rights. Id.

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(internal citation omitted).

2 2. The Handling of Plaintiff's Grievance 3 As an initial matter, the Court must determine whether the USW's handling of Plaintiff's grievance was an act of judgment or a 4 Wellman, 146 F.3d at 670. The USW argues that 5 ministerial act. its conduct was a matter of judgment and therefore subject to 6 7 review for bad faith or discrimination only. Plaintiff does not 8 explicitly address the ministerial/judgmental dichotomy but appears 9 to argue that the USW's conduct was a ministerial act; Plaintiff points to no evidence of bad faith or discrimination and argues 10 only that the USW handled his grievance in an arbitrary fashion. 11 12 See Opp'n to USW Mot. at 7, 9.

13 Under Wellman, USW's handling of the grievance was an act of judgment so long as the union satisfied its duty to "conduct some 14 minimal investigation" and did not treat Plaintiff's claim "so 15 lightly as to suggest an egregious disregard" of Plaintiff's 16 146 F.3d at 671. 17 rights. The undisputed evidence shows that: (1) 18 the USW timely filed Plaintiff's grievance with Tesoro, Kirbyson 19 Dep. 332:12-23; (2) Rojek met with Tesoro's human resources representative in an attempt to return Plaintiff to a position at 20 Tesoro that he could perform despite his medical restrictions, 21 22 First Kirbyson Decl. ¶ 10; (3) the USW communicated with Plaintiff 23 on multiple occasions regarding the status of his grievance between 24 December 2008 and February 2009, Kirbyson Decl. ¶¶ 16, 17, 19, 20; and (4) the USW participated in a two-party arbitration meeting 25 with Tesoro regarding Plaintiff's grievance on May 5, 2009, Second 26 27 Hewitt Decl. Ex. F ("McCormack Letter") at 2. As Plaintiff notes, 28 the evidence also shows that the USW: (1) did not communicate with Plaintiff regarding his grievance for approximately six months from

February 2009 to the filing of this lawsuit on August 28, 2009, Kirbyson Decl. ¶ 20;<sup>8</sup> (2) did not request any information or documentation from Plaintiff in order to pursue his grievance, Kirbyson Decl. ¶ 18; and (3) failed to timely request third-party arbitration after the two-party arbitration meeting held on May 5, 2009 proved unsuccessful, McCormack Letter at 2.

7 Although the USW's pursuit of Plaintiff's grievance was not as 8 zealous as it could have been, the USW's conduct does not rise to 9 the level of egregious disregard for Plaintiff's rights, and the USW did not fail to conduct a minimal investigation. 10 Therefore, the USW's handling of Plaintiff's grievance was an exercise of 11 12 judgment by the union, not a ministerial act. Accordingly, to 13 defeat the USW's Motion, Plaintiff must produce evidence sufficient 14 to create a triable issue of fact that the USW engaged in 15 discriminatory or bad faith conduct.

16 When examining a union's act of judgment, a plaintiff seeking 17 to prove discriminatory conduct on the part of the union must 18 present "substantial evidence of discrimination that is 19 intentional, severe, and unrelated to legitimate union objectives." 20 <u>Amalgamated Ass'n of St., Elec. Ry. & Motor Coach Employees of Am.</u>

Plaintiff relies on Robesky v. Qantas Empire Airways, Ltd., 573 22 F.2d 1082, 1089 (9th Cir. 1978) to argue that the USW's failure to communicate with him after February 2009 amounts to a breach of the 23 USW's duty. This reliance is misplaced. In <u>Robesky</u>, the plaintiff alleged that her union breached its duty of fair representation by 24 negotiating a settlement of her claim against her employer and withdrawing her grievance from arbitration as a condition of the 25 settlement without informing her. Id. at 1087. The trial court entered judgment in favor of the union, finding no evidence of 26 discrimination or bad faith by the union. Id. at 1086. The Ninth Circuit held the trial court applied the wrong standard when 27 assessing the union's conduct, holding that the union should be held liable even if its conduct was merely arbitrary. Id. Robesky 28 does not compel a different conclusion in this case; the union's failure to communicate with the plaintiff in that case was much more egregious than the facts at issue here.

v. Lockridge, 403 U.S. 274, 301 (1971) (internal quotations
 omitted). A plaintiff seeking to prove bad faith on the part of
 the union must introduce "substantial evidence of fraud, deceitful
 action or dishonest conduct" on the part of the union. Id. at 299.

Here, Plaintiff points to no evidence of bad faith or 5 discriminatory conduct by the USW and the Court finds none. 6 7 Plaintiff's central complaints are that the union did not update 8 him on the status of his grievance between February and August of 9 2009, did not ask him for documentation about his grievance, and did not timely request third-party arbitration. Even when viewed 10 in the light most favorable to Plaintiff, none of the evidence 11 12 suggests that the USW acted in a discriminatory way that was 13 "intentional, severe, and unrelated to legitimate union objectives" or that the USW engaged in "fraud, deceitful action, or dishonest 14 conduct." Id. at 301. Accordingly, the Court grants summary 15 judgment in favor of the USW on Plaintiff's claim for breach of the 16 duty of fair representation.9 17

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# B. <u>Tesoro's Motion</u>

Plaintiff asserts six claims against Tesoro: (1) violation of 19 the USERRA; (2) violation of the ADA; (3) violation of the FEHA; 20 (4) wrongful termination in violation of public policy; (5) 21 22 violation of the California Military and Veterans Code § 389; and 23 (6) breach of contract. See SAC. Tesoro moves for summary 24 adjudication of all six claims. Tesoro also moves for summary 25 adjudication of Plaintiff's demand for punitive damages and forward 26 pay.

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As an initial matter, Plaintiff does not oppose Tesoro's

<sup>&</sup>lt;sup>9</sup> The Court does not reach the USW's argument that Plaintiff's claim is barred by the statute of limitations.

Motion with regard to Plaintiff's claim for violation of California
 Military and Veterans Code § 389. Opp'n to Tesoro Mot. at 1 n.1.
 The Court therefore GRANTS summary adjudication of this claim in
 favor of Tesoro.

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# 1. ADA and FEHA claims

6 Plaintiff alleges that Tesoro discriminated against him on the 7 basis of his disability in violation of the ADA and its California 8 analog, the FEHA. He further alleges that Tesoro violated the ADA 9 and FEHA by failing to engage in an interactive process to find 10 reasonable accommodations for his disability. Tesoro argues that 11 the evidence adduced during discovery is insufficient to create a 12 genuine issue of material fact as to these claims.

# a. <u>Discrimination Claims</u>

The ADA and FEHA prohibit covered employers from discriminating against employees on the basis of a physical or mental disability. <u>See</u> 42 U.S.C. § 12101 <u>et seq.</u>; Cal. Gov. Code § 17 12900 <u>et seq.</u> Both statutes prohibit employers from terminating a disabled employee because of the employee's disability if 19 reasonable accommodation is possible without undue hardship to the 20 employer.<sup>10</sup> Id.

The ADA prohibits an employer from discriminating "against a qualified individual with a disability because of the disability." 42 U.S.C. § 12112(a). Thus, to establish a prima facie case under the ADA, Plaintiff "must show that (1) [he] is a disabled person

<sup>&</sup>lt;sup>25</sup> <sup>10</sup> "[T]he FEHA provisions relating to disability discrimination are <sup>26</sup> based on the ADA," and courts typically examine claims under these statutes in conjunction with one another. <u>See Humphrey v. Mem'l</u> <sup>27</sup> Hosps. Ass'n, 239 F.3d 1128, 1133 n.6 (9th Cir. 2001).

Accordingly, the Court examines Plaintiff's state and federal disability claims together, relying on federal authority in the absence of contrary or differing state law. Id.

within the meaning of the ADA; (2) [he] is a qualified individual, 1 2 meaning [he] can perform the essential functions of [his] job; and (3) [Tesoro] terminated [him] because of [his] disability."<sup>11</sup> Nunes 3 v. Wal-Mart Stores, Inc., 164 F.3d 1243, 1246 (9th Cir. 1999). 4 The ADA further defines the second prong of the prima facie case, 5 "qualified individual with a disability," as an "individual with a 6 7 disability who, with or without reasonable accommodation, can 8 perform the essential functions of the employment position that such individual holds or desires." 42 U.S.C. § 12111(8); see also 9 29 C.F.R. § 1630.2(m). To prove that he is a "qualified individual 10 under the statute, Plaintiff must show (1) that a reasonable 11 12 accommodation existed that would have enabled him to perform the 13 essential functions of his former position, or (2) that he 14 possessed the necessary qualifications and physical ability to perform another vacant position with the employer. 15 Zukle v. Regents of Univ. of California, 166 F.3d 1041, 1046-47 (9th Cir. 16 1999); Nadaf-Rahrov v. The Neiman Marcus Group, Inc., 166 Cal. App. 17 18 4th 952, 963 (2008).

Tesoro argues that Plaintiff has failed to create a triable 19 issue of fact as to whether he was able to perform the essential 20 functions of his former position as an operator or any other vacant 21 22 position, with or without accommodation. Tesoro Mot. at 11. 23 Plaintiff concedes that he could not perform the duties of his 24 former position as an operator, even with reasonable 25 accommodations, but argues that he was qualified and physically able to perform the duties of at least three other vacant positions 26

<sup>&</sup>lt;sup>27</sup> <sup>11</sup> Tesoro does not challenge Plaintiff's disabled status or the allegation that Plaintiff was terminated due to his disability. Thus, the issue is whether Tesoro failed to make reasonable accommodation for Plaintiff as a disabled individual.

1 at the refinery: lab analyst, training coordinator, and custodian 2 II. Opp'n to Tesoro Mot. at 17. Viewing the evidence in the light 3 most favorable to Plaintiff, as it must, the Court finds that 4 Plaintiff has adduced sufficient evidence to withstand summary 5 judgment on this issue.

Based on Angel's assessment of Plaintiff's physical 6 7 limitations and a review of the functional activities of each 8 position, Tesoro concluded that Plaintiff was physically unable to 9 perform the essential functions of the custodian II, lab analyst, and training coordinator positions. Daniels Decl.  $\P\P$  11, 13, 15. 10 Tesoro further concluded that the seniority provisions of the CBA 11 12 precluded Tesoro from offering Plaintiff the lab analyst position 13 because a more senior employee had bid for the position, and that 14 Plaintiff lacked the requisite experience to qualify for the training coordinator position. Daniels Decl. ¶¶ 13, 15. 15

A review of the evidence reveals several genuine issues of material fact as to whether Plaintiff was in fact qualified for and physically able to perform the essential functions of vacant positions at Tesoro. Issues of fact exist as to whether Tesoro's assessment of Plaintiff's physical limitations was accurate, and if not, whether a more accurate assessment would have revealed that reasonable accommodations for Plaintiff's disability were possible.

Tesoro's determination that Plaintiff was physically unable to perform the duties of the vacant positions was based in large part on Angel's assessment of Plaintiff's restrictions. Daniels Decl. ¶ 9. Viewed in the light most favorable to Plaintiff, the evidence suggests that Angel's assessment was based largely on the USAF's determination that Plaintiff's limitations included "no running, climbing, or standing for long periods of time." Angel did not

perform a physical examination of Plaintiff and did not inquire 1 2 into the precise amounts of time that Plaintiff was able to walk or 3 stand. First Kirbyson Decl. ¶ 12. Rather, Angel assumed, mistakenly according to Plaintiff, that Plaintiff was incapable of 4 standing for more than ten minutes per hour. Angel Dep. at 65:5-5 Assuming the truth of Plaintiff's testimony, as the Court 6 15. 7 must, Plaintiff was capable of standing for between four and five-8 times longer than Angel concluded. Second Kirbyson Decl. ¶ 17.

9 Additionally, according to Plaintiff, Tesoro did not accept Plaintiff's repeated offers to provide additional information. 10 Id. ¶ 16. Although Tesoro had a "Health Professional's Statement of 11 12 Impairment of Lower Extremities and/or Ambulation" form that could 13 be completed by an employee's treating physician to obtain 14 information about the employee's specific limitations, it did not provide this form to Plaintiff prior to his termination. 15 Id. ¶ 13; Second Hewitt Decl. ¶ 6 Ex. D ("Statement of Impairment"). This 16 17 form asks physicians to provide information about, inter alia, the 18 maximum number of minutes or hours at a time that the disabled 19 employee can stand, walk, or climb stairs. Statement of Impairment at 1. According to Plaintiff's treating physician, none of the 20 requirements for the lab analyst or training coordinator positions 21 22 would violate Plaintiff's permanent restrictions. Tunguyen-Conner 23 Decl.  $\P$  6. Viewed in the light most favorable to Plaintiff, the 24 evidence suggests that Tesoro's decisions, such as its determination that Plaintiff could not fulfill the lab analyst 25 requirement of "frequently mov[ing] from side to side and mov[ing] 26 27 around the lab," or the custodian II requirement of being able to 28 walk and stand for long periods of time, may have been based on

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incomplete and misinterpreted information.<sup>12</sup> McCormack Decl.  $\P$  8.

2 Additionally, viewing the evidence in the light most favorable to Plaintiff, a triable issue of fact exists as to whether a 3 temporary leave of absence might have served as a reasonable 4 accommodation that would have enabled Plaintiff's foot to heal 5 substantially. See Humphrey, 239 F.3d at 1135 ("A leave of absence 6 7 may be a reasonable accommodation under the ADA.") Plaintiff 8 informed Angel that his plantar fasciitis was a recent development for which he was currently undergoing treatment and did not yet 9 have a long-term prognosis. Second Kirbyson Decl. ¶ 11. Again, 10 despite Plaintiff's offers to provide more information, Tesoro did 11 12 not request information from Plaintiff's treating physician as to 13 whether his condition might improve in the near future and did not discuss with Plaintiff whether a temporary leave of absence might 14 provide a reasonable accommodation. Id.  $\P\P$  13, 23, 28. 15

16 The evidence further reveals a triable issue of fact as to 17 whether Tesoro was precluded by seniority issues from offering 18 Plaintiff the lab analyst position, as Plaintiff has produced 19 evidence that an employee with less seniority than Plaintiff was 20 awarded the position just two days after Plaintiff was terminated.

 $<sup>^{\</sup>rm 12}$  Tesoro forcefully argues that it was Plaintiff who provided the 22 USAF assessment and that it was Plaintiff's obligation to provide more accurate information to Tesoro if Plaintiff disagreed with 23 Tesoro's assessments of his physical limitations. See, e.<u>g.</u>, Tesoro Reply at 1, 8 (citing Rund v. Charter Comm'cs, Inc., No. S-24 05-00502, 2007 U.S. Dist. LEXIS 19707, at \*27-28 (E.D. Cal. Mar. 20, 2007)). However, according to Plaintiff, it was not the USAF's 25 evaluation that he disputed but rather Angel's interpretation of the evaluation. For example, Plaintiff did not know until this 26 litigation that Angel had interpreted the USAF's remarks to mean that Plaintiff could not stand for more than ten minutes per hour. 27 Second Kirbyson Decl. ¶ 17. Additionally, here, unlike in Rund, Plaintiff declared that he repeatedly offered to provide Tesoro 28 with more information about his condition prior to his termination, but his offers were denied. Second Kirbyson Decl. ¶ 16.

United States District Court For the Northern District of California 1 Second Hewitt Decl. Ex. I ("Daniels Dep.") at 152:6-25, 153:1-13.

In light of the existence of genuine issues of material fact,
the Court DENIES summary adjudication of Plaintiff's FEHA and ADA
discrimination claims.

## b. Interactive Process

Both the ADA and the FEHA require employers to engage in a 6 7 good faith interactive process with disabled employees in an effort 8 to determine whether reasonable accommodation of the employee's 9 disability is possible. "Once an employer becomes aware of the need for accommodation, that employer has a mandatory obligation 10 under the ADA to engage in an interactive process with the employee 11 12 to identify and implement appropriate reasonable accommodations." 13 Humphrey, 239 F.3d at 1137; see also Cal. Gov. Code § 12940(n).<sup>13</sup> 14 "The interactive process requires communication and good-faith exploration of possible accommodations between employers and 15 individual employees, and neither side can delay or obstruct the 16 17 process. Employers, who fail to engage in the interactive process 18 in good faith, face liability for the remedies imposed by the statute if a reasonable accommodation would have been possible."14 19

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<sup>&</sup>lt;sup>13</sup> Section 12940(n) of the California Government Code makes it unlawful for an employer "to fail to engage in a timely, good faith, interactive process with the employee or applicant to determine effective reasonable accommodations, if any, in response to a request for reasonable accommodation by an employee or applicant with a known physical or mental disability. . . ."

<sup>24</sup> <sup>14</sup> Under the ADA, an employee may only prevail on a claim for failure to engage in the interactive process if he or she first 25 establishes that a reasonable accommodation would in fact have been possible. California courts are divided on whether FEHA imposes 26 the same requirement or whether employers may be liable under FEHA for failure to engage in the interactive process regardless of 27 whether a reasonable accommodation was in fact possible. Compare Nadaf-Rahrov v. The Neiman Marcus Group, Inc., 166 Cal. App. 4th 952, 977 (2008), with Wysinger v. Automobile Club of Southern 28 This split in California authority does not affect the California. Court's ruling on Tesoro's motion because the Court finds a genuine

1 Id. (internal quotations omitted).

2 ADA regulations require the employer to "[c]onsult with the 3 individual with a disability to ascertain the precise job-related limitations imposed by the individual's disability and how those 4 limitations could be overcome with a reasonable accommodation." 5 29 C.F.R. Pt. 1630, App. § 1630.9; see also Barnett v. U.S. Air, Inc., 6 7 228 F.3d 1105, 1114 (9th Cir. 2000). The regulations further 8 require that the employer, "[i]n consultation with the individual 9 to be accommodated, identify potential accommodations and assess the effectiveness each would have in enabling the individual to 10 perform the essential functions of the position." Id. Triable 11 12 issues of fact exist as to whether Tesoro fulfilled these 13 requirements.

First, triable issues of fact exist as to whether Tesoro adequately consulted with Plaintiff to ascertain his precise jobrelated limitations. As explained above, Plaintiff's evidence suggests that Angel's determination of Plaintiff's limitations was based primarily on the general remarks of the USAF evaluation rather than a thorough inquiry into Plaintiff's "precise jobrelated limitations."

Second, according to Plaintiff's evidence, Tesoro did not identify and discuss with Plaintiff any possible accommodations for his disability. Second Kirbyson Decl. ¶¶ 25-26. Tesoro did not present any vacant positions to Plaintiff or discuss with Plaintiff possible accommodations that might allow him to perform the essential functions of those positions. <u>Id.</u> Rather, it was Plaintiff who identified the open positions of lab analyst and

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issue of fact as to whether reasonable accommodation of Plaintiff's disability was possible.

3 consider other positions, the purpose of the interactive process requirement is to incentivize a "cooperative dialogue." 4 228 F.3d at 1115. Plaintiff's evidence suggests that little 5 dialogue took place in this case. Plaintiff had two brief meetings б 7 with Tesoro representatives -- one with Angel and one with Daniels. 8 Kirbyson Decl. ¶¶ 10, 19. 9 of possible accommodations and proceeded to inform Plaintiff that 10 it had determined no accommodations were possible. Id.  $\P\P$  26, 28; United States District Court For the Northern District of California Daniels Decl. ¶¶ 11-14. 11 12 U.S. Air failed to engage in an adequate interactive process when 13 it rejected three accommodations proposed by the Plaintiff and offered no alternatives. 14 evidence creates a triable issue as to whether Tesoro rejected 15 Plaintiff's proposed accommodations and offered no practical 16 17 alternatives in response.

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Id. at ¶ 20.

18 In light of these numerous issues of material fact, the Court 19 DENIES summary adjudication of Plaintiff's FEHA and ADA interactive 20 process claims.

training coordinator and presented them to Tesoro as possibilities.

While Tesoro's evidence suggests that it did in fact

Tesoro then conducted an internal review

In Barnett, the Ninth Circuit found that

Id. at 1116. Similarly here, Plaintiff's

Barnett,

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#### 2. USERRA claim

22 The USERRA was enacted to "prohibit employment discrimination 23 on the basis of military service" and to provide "prompt 24 reemployment" to individuals engaged in non-career military service. Coffman v. Chugach Support Servs., Inc., 411 F.3d 1231, 25 1234 (11th Cir. 2005) (citing 38 U.S.C. § 4301). The Act provides 26 27 that veterans returning from military service shall not be denied 28 reemployment or any benefit of employment by their employer because of their military service. 38 U.S.C. § 4311(a). The USERRA

further requires an employer to reemploy a former employee 1 2 returning from military service of more than ninety days in the 3 position that he or she would have naturally attained (or a position of similar seniority, pay, and duties) if not for the 4 5 interruption of his or her employment, unless the employee is not qualified for such a position. 38 U.S.C. § 4313(a)(2)(A)-(B). 6 Ιf 7 the employee is not qualified for such a position because of a 8 disability incurred in, or aggravated during, military service, then the employer "must make reasonable efforts to accommodate that 9 disability and to help the employee become qualified to perform the 10 duties of his or her reemployment position." 20 C.F.R. § 1002.225. 11 12 If, despite the employer's reasonable efforts, the employee is 13 still not qualified to perform the duties of the reemployment position, then the employer is not required to reemploy him or her. 14 20 C.F.R. 1002.226(a).<sup>15</sup> 15

A service member who is reemployed upon returning from 16 17 service, and who was employed for more than 180 days before 18 departing for service, may not be discharged without cause for one 38 U.S.C. § 4316(c)(1). Service members returning from a 19 year. 20 period of service more than 180 days long generally must notify 21 their employer of their intent to return to work within ninety days 22 -- if the service member is convalescing from a service-related 23 disability, then this notice period is extended for up to two 24 38 U.S.C. § 4312(e). years.

<sup>&</sup>lt;sup>25</sup><sup>15</sup> Title 20 section 1002.226(a) of the Code of Federal Regulations states: "USERRA requires that the employee be qualified for the reemployment position regardless of any disability. The employer must make reasonable efforts to help the employee to become qualified to perform the duties of this position. The employer is not required to reemploy the employee on his or her return from service if he or she cannot, after reasonable efforts by the employer, qualify for the appropriate reemployment position."

In his SAC, Plaintiff alleges that Tesoro violated the USERRA 1 2 by discriminating against him on the basis of "his disability 3 and/or military service." SAC  $\P$  33. Plaintiff has apparently abandoned his theory that Tesoro discriminated against him on the 4 basis of his military service. As noted above, Plaintiff does not 5 oppose summary adjudication of his claim for discrimination based 6 7 on military service under California Military and Veterans Code § 8 389, and Plaintiff does not argue in his Opposition that Tesoro discriminated against him on the basis of his military services. 9 Rather, Plaintiff argues that Tesoro violated USERRA regulations by 10 failing to make reasonable efforts to accommodate his disability. 11 Opp'n to Tesoro Mot. at 22.16 12

As explained above, the Court finds that there is a triable issue of fact as to whether Tesoro failed to reasonably accommodate Plaintiff's disability. Thus, the Court DENIES Tesoro's Motion with regard to Plaintiff's claims for disability discrimination under the USERRA.

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# 3. <u>Wrongful Termination in Violation of Public Policy</u>

19 Tesoro argues that summary judgment should be granted on 20 Plaintiff's wrongful termination claim for the same reasons as his 21 ADA and FEHA claims, namely, that Plaintiff failed to create a 22 triable issue of fact as to the existence of reasonable

<sup>23</sup>  $^{\rm 16}$  In his Opposition, Plaintiff also argues that Tesoro violated § 4312(e) of the USERRA, which provides that service members 24 convalescing from an injury have up to two years to notify their former employer of their desire for reemployment. Opp'n to Tesoro 25 Mot. at 21. Plaintiff construes this section of the statute as requiring Tesoro to wait two years to see if Plaintiff's disability 26 improves before terminating Plaintiff and thus contends that Tesoro violated this provision by terminating him approximately one month 27 after his return from service. Opp'n to Tesoro Mot. at 22. Because the Court finds that genuine issues of material fact as to 28 Plaintiff's disability discrimination allegations preclude granting summary judgment in favor of Tesoro on Plaintiff's USERRA claim, the Court does not reach this argument.

1 accommodations for his disability. Tesoro Mot. at 10. As outlined 2 above, the Court finds that a triable issue of fact exists as to 3 whether Plaintiff has met his burden on this issue. Thus, the 4 Court finds that summary adjudication of Plaintiff's wrongful 5 termination claim is not warranted and DENIES Tesoro's Motion with 6 regard to this claim.

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#### 4. Breach of Contract

8 Plaintiff alleges that Tesoro breached the CBA by terminating 9 him without just cause and violating the CBA's seniority 10 provisions. SAC  $\P$  60. Tesoro argues that Plaintiff's breach of contract claim is derivative of his other discrimination claims and 11 12 therefore "fails for those same reasons." Tesoro Mot. at 23. Because the Court finds that Plaintiff has created a genuine issue 13 of material fact as to his discrimination claims, the Court 14 likewise finds a triable issue of fact as to whether Tesoro's 15 actions breached the seniority and just cause provisions of the 16 17 CBA. The Court therefore DENIES Tesoro's Motion as to this claim.

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# 5. <u>Plaintiff's Demand for Punitive Damages</u>

Plaintiff seeks punitive damages from Tesoro. SAC at 14. 19 Tesoro argues that Plaintiff has failed to create a triable issue 20 that Tesoro acted with "malice, oppression, or fraud" and therefore 21 22 cannot recover punitive damages as a matter of law. Tesoro Mot. at In response, Plaintiff argues that Rios's email instructing 23 24. 24 Daniels to "find out . . . how best to move [Plaintiff] out of the 25 organization, " along with the "totality of circumstances" of the case, are sufficient to withstand summary judgment as to the 26 27 availability of punitive damages. Opp'n to Tesoro Mot. at 24.

As an initial matter, the Court notes that Tesoro relies on the California standard for punitive damages, which provides that a

plaintiff may only recover punitive damages upon a showing by clear 1 2 and convincing evidence that the defendant is guilty of "oppression, fraud, or malice." Cal. Civ. Code § 3294(a). 3 While this standard governs the availability of punitive damages for 4 Plaintiff's state law claims, the standard for availability of 5 punitive damages for violation of the ADA, as set forth in 42 6 7 U.S.C. § 1981a, is different. Section 1981a provides that a 8 plaintiff in an ADA intentional discrimination suit may recover 9 punitive damages if he or she demonstrates that his or her employer engaged in a discriminatory practice "with malice or with reckless 10 indifference to [the plaintiff's] federally protected rights." 42 11 12 U.S.C. § 1981a(b)(1). See 42 U.S.C. § 1981a. According to the 13 U.S. Supreme Court, the terms "malice" or "reckless indifference" in § 1981a pertain to the employer's knowledge that it may be 14 acting in violation of federal law. Kolstad v. ADA, 527 U.S. 526, 15 535 (1999). 16

In support of his punitive damages demand, Plaintiff points to 17 18 the email exchange between Tesoro Human Resources Manager Rios and 19 Human Resources representative Daniels. Opp'n to Tesoro Mot. at Plaintiff argues that Rios's statement that Daniels should 20 24. "[f]ind out from [the corporate office in San Antonio] how best to 21 22 move [Plaintiff] out of the organization" could lead a reasonable 23 jury to impose punitive damages. See Rios email. However, when 24 the entirety of the email exchange is considered, Plaintiff's argument fails. Daniels responded to Rios that she was still 25 looking at two other positions - training coordinator and custodian 26 27 II. Id. Rios replied: "OK, the training coord[inator] position is 28 an interesting possibility." Id. The full exchange, considered as a whole, suggests that Rios and Daniels were actively considering

whether they could accommodate Plaintiff's disability. The
 exchange does not support a reasonable inference that Rios and
 Daniels were acting with knowledge that they may be violating
 federal law.

Plaintiff points to no other evidence in support of its 5 punitive damages claim, noting instead that the "totality of the 6 7 circumstances" warrant punitive damages. It is not the Court's 8 task to "scour the record in search of a genuine issue of triable 9 fact" where counsel has not highlighted the evidence creating one. Keenan v. Allan, 91 F.3d 1275, 1278 (9th Cir. 1996). 10 Because it finds no evidence that could lead a reasonable jury to conclude 11 12 that Tesoro acted with malice or reckless indifference to 13 Plaintiff's rights, the Court GRANTS Tesoro's Motion with regard to 14 Plaintiff's demand for punitive damages.

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6. Plaintiff's Demand for Recovery of Future Wages

Plaintiff seeks to recover compensatory damages including lost 16 17 future wages and fringe benefits. SAC at 14. Tesoro argues that 18 Plaintiff's rejection of Tesoro's employment offer on the eve of 19 this litigation precludes recovery of such "front pay" as a matter 20 In response, Plaintiff argues first of law. Tesoro Mot. at 23. 21 that damages issues are not appropriate for consideration on 22 summary judgment. Second, Plaintiff argues that Tesoro's offer of 23 employment was not truly an "offer" because it was subject to 24 Plaintiff completing his bachelor's degree, which he had not yet completed at the time. Opp'n to Tesoro Mot. at 25. 25

26 Plaintiff's unsupported contention that damages issues may not 27 be resolved on summary judgment is incorrect. <u>See</u>, <u>e.g.</u>, <u>Caudle v.</u> 28 <u>Bristow Optical Co.</u>, 224 F.3d 1014, 1022 (9th Cir. 2000) (affirming district court's grant of summary judgment as to employer's

liability for back pay past a certain date where plaintiff failed 1 2 to mitigate damages). However, the Court finds merit in Plaintiff's argument that Tesoro's offer does not insulate it from 3 liability for front pay because Plaintiff was incapable of 4 accepting the offer. Tesoro seeks to avail itself of the principle 5 set forth in Ford Motor Co. v. Equal Emp't Opportunity Comm'n, 458 6 7 U.S. 219, 241 (1982), that "absent special circumstances," an employer's potential liability for lost wages ceases to accrue at 8 9 the time the claimant rejects an employer's unconditional offer of 10 either the same job as, or one "substantially equivalent" to, the job from which the claim arose. Tesoro's reliance on Ford Motor is 11 12 misplaced. Implicit in the Ford Motor principle is the assumption 13 that the employer's offer is one that the employee is capable of 14 accepting. Here, it is undisputed that Tesoro's offer was contingent upon Plaintiff providing proof that he had attained a 15 bachelor's degree. McCormack ¶ 13. Plaintiff was incapable of 16 17 meeting this requirement because he had not yet obtained his 18 degree. Opp'n to Tesoro Mot. at 25. The Court therefore rejects 19 Tesoro's contention that, as a matter of law, Plaintiff is 20 precluded from seeking front pay by virtue of having rejected Tesoro's August 20, 2009 offer of reemployment. 21 22 111 23 /// 24 111 25 111 111 26 27 /// 28 /// ///

# V. CONCLUSION

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2 For the reasons stated above, the Court GRANTS IN PART and 3 DENIES IN PART the Motion for Summary Judgment, or in the alternative, Summary Adjudication, filed by Defendant Tesoro 4 Refining and Marketing Company. The Court GRANTS the Motion with 5 respect to Plaintiff George Kirbyson's sixth claim for violation of 6 7 California Military and Veterans Code § 389 and with respect to 8 Plaintiff's demand for punitive damages. The Court DENIES the 9 Motion with respect to Plaintiff's claims for violation of the Uniformed Services Employment and Reemployment Rights Act, 10 violation of the Americans with Disabilities Act, violation of 11 12 California's Fair Employment and Housing act, wrongful termination 13 in violation of public policy, and breach of contract.

For the reasons stated above, the Court GRANTS the Motion forSummary Judgment filed by Defendant United Steel Workers, Local 5.

All parties shall appear for the pretrial conference on
November 18, 2011, at 10:00 a.m. in Courtroom 1, on the 17th floor,
U.S. Courthouse, 450 Golden Gate Avenue, San Francisco, CA 94102.

IT IS SO ORDERED.

Dated: June 17, 2011

UNITED STATES DISTRICT JUDGE

United States District Court For the Northern District of California

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