2	ALAN HIMMELFARB- SBN 90480 KAMBEREDELSON, LLC 2757 Leonis Boulevard Los Angeles, California 90058	
3	t: 323.585.8696	
4	ATTORNEYS FOR PLAINTIFF	
5		
6		
7		
8	UNITED STATES DISTRICT COURT	
9	NORTHERN DISTRI	CT OF CALIFORNIA
10	WENDI GUERRERO, individually and on behalf of two classes of similarly situated	CASE NO. C 08 04389 SBA
11	individuals,	REVISED ORDER GRANTING PLAINTIFF WENDY GUERRERO'S
12 13	Plaintiff,	MOTION TO REMAND
13	v.	[28 U.S.C. § 1447(c)]
15	MOBILEFUNSTER, INC., a Delaware corporation, FUNMOBILE GAMES, INC., a	Date: Time:
16	Delaware corporation,	Dept: Judge: Saundra Brown Armstrong
17	Defendants.	Date Action Filed: 9/18/2008 No Trial Date Set
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
	Deviced Develop 1 Constitution 1	
	Revised Proposed Order Granting1Plaintiff's Motion to Remand	No. C 08 04389 SBA Dockets.Justia.com

Defendants removed this action from the Superior Court for the State of California, County of San Mateo, to the United States District Court for the Northern District of California pursuant to the Class Action Fairness Act of 2005 ("CAFA"), 28 U.S.C. § 1332(d).

5 For the following reasons, the Court finds that it does not have jurisdiction over this 6 matter.

CAFA requires, among other elements, that the amount in controversy exceeds \$5
million. When a class action is removed from state court and it is unclear from the face of the
complaint the amount in controversy requirement is met, the removing party bears the burden
of establishing, by a preponderance of the evidence, that the amount in controversy
requirement is met. *See Guglielmino v. McKee Foods Corp.*, 506 F.3d 696, 699 (9th Cir.
2007).

To meet their burden, Defendants explained that Mobilefunster earned approximately \$29.3 million in the first half of 2008. Defendants argue that all charges that Mobilefunster has collected from mobile customers are in controversy because Plaintiff's complaint alleges that Defendants' practices are systematic and routine.

16

4

Defendants characterize Plaintiff's complaint too broadly. Plaintiff's claim includes 17 charges for unauthorized services, not all amounts Mobilefunster has billed and collected for 18 mobile content services. It is impossible to tell from Defendants' submissions how many 19 customers were billed for unauthorized charges, and how much they were charged. To 20conclude that more than \$5 million is in controversy, the court would have to speculate as to 21the size of the class and the average amount of recovery for each class member, or simply 22 guess at how much of Mobilefunster's revenue is relevant to this action. Such speculation is 23 an insufficient basis for the assertion of subject matter jurisdiction. 24

Additionally, while Defendants' argument that potential punitive damages and attorney's fees should be included in establishing the amount in controversy is correct, it is insufficient to carry their burden. Any award of punitive damages must be based on the amount of compensatory damages awarded, and as already noted, that amount is too

Revised Proposed Order Granting Plaintiff's Motion to Remand No. C 08 04389 SBA

1			
1	speculative to be determined. Thus, determining the amount of punitive damages requires		
2	further speculating in which the Court will not engage. And with respect to attorney's fees,		
3	Defendants have failed to provide any evidence of what those fees might be, thus they may		
4	not be used to meet the jurisdictional threshold.		
5	Because Defendants have failed to demonstrate, beyond mere speculation, that the		
6	amount in controversy exceeds \$5 million, the Court finds that Defendants have not met their		
7	burden of establishing that the amount in controversy is met. Thus, the Court lacks subject		
8	matter jurisdiction over this action.		
9	Plaintiff's motion to remand to the Superior Court for the State of California, County		
10	of San Mateo, is granted.		
11			
12	DATED: 1/23/09		
13	By: _ Sample B. Ormething		
14	Hon. Saundra Brown Armstrong		
15	United States District Court		
16			
17			
18			
19			
20			
21			
22			
23			
24			
25 26			
26			
27			
28			
	Revised Proposed Order Granting 3 No. C 08 04389 SBA Plaintiff's Motion to Remand		