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6	UNITED STATES DISTRICT COURT							
7	SOUTHERN DISTRICT OF CALIFORNIA							
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9	JENNIFER J. HASSO aka	JENNIFER J.	Case No.:	19-CV-368 TV	WR (DEB)			
10	HASSO-NAJM, individual	•	ODDED O					
11	Trustee of the NAJM FAM U/D/T 05/19/97,	ILY IRUSI		KANTING II IN PART DI	N PART AND EFENDANT			
12		Plaintiff,			COMMUNITY			
12	V.	,	DEVELO	PMENT COR MOTION TO	PORATION'S			
		~			OTION FOR			
14	CITY OF SAN DIEGO, a C municipal corporation; MA		· ·	,	PLEADINGS			
15	L. FAULCONER, an indivi			ND AMEND				
16	LEBRON, an individual; T	ODD		IN I FOR DE NT, COMPEN	CLARATORY NSATORY			
17	GLORIA, an individual; YO LEWIS, an individual; MA			TIVE DAMA				
18	CARLSON, an individual;			04)				
19	California corporation; KU	RT W.	(ECF No. 1	04)				
20	CARLSON, an individual; DIEGO COMMUNITY	METRO SAN						
	DEVELOPMENT CORPO	RATION. a						
21	California corporation; WII	LLIAM D.						
22	NORDQUIST, an individua	al and as						

Defendants.

TRUSTEE OF THE WILLIAM D.

NORDQUIST FAMILY TRUST dated

WILLIAM D. NORDQUIST FAMILY TRUST dated May 14, 1993; and DOES 1

through 100, inclusive,

May 14, 1993; EILEEN J. NORDQUIST, an individual and as TRUSTEE OF THE

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Presently before the Court is the Special Motion to Strike (Anti-SLAPP) and Motion for Judgment on the Pleadings Re: Second Amended Complaint for Declaratory Judgment, 3 Compensatory and Punitive Damages ("Motion," ECF No. 104), filed by Defendant Metro San Diego Community Development Corporation ("Metro). Having carefully considered 4 the Parties' arguments and the law, the Court GRANTS the Motion to the extent it seeks 5 6 judgment on the pleadings and **DENIES** the Motion to the extent it seeks relief pursuant to the California's anti-SLAPP statute.

## **BACKGROUND**<sup>1</sup>

Plaintiff initiated this lawsuit on February 22, 2019, filing a Complaint against the City of San Diego ("City"), Metro, and eight other Defendants for thirteen causes of action stemming from a property dispute concerning Olive Street Park and neighboring real property owned by Plaintiff, i.e., the Emmet G. O'Neill Historic Property No. 311, located at 2765 Second Avenue, San Diego, California 92103. (See ECF No. 1.) On December 18, 2020, Plaintiff filed the operative Second Amended Complaint. (See ECF No. 89.)

In her Second Amended Complaint, Plaintiff alleges that, in 1909, property owners whose homes and stables faced two parcels of land that make up Olive Street and Maple Canyon in San Diego's Bankers Hill neighborhood deeded a portion of the land to the City to maintain as a neighborhood public park known as Olive Street Park. (Id. ¶ 6.) "However, as is confirmed in Court records, the City did not obtain title to the land because the [1909] Indenture Deed neither gifted the land to the City nor constituted a purchase of the land by the City." (Id.) "[F]rom 1909 onwards and continuously for the last 111 years, the original property owners and their successors openly and notoriously possessed and used the land for their exclusive purposes." (Id.  $\P$  7 (emphasis omitted).) "For most of the last 100 years, ... the City has issued numerous building, structural and occupancy permits, approving the construction of property that would otherwise be encroaching on to public

<sup>&</sup>lt;sup>1</sup> As discussed below, for the purposes of the Motion, the Court accepts all factual allegations as true. See Gregg v. Hawaii, Dep't of Pub. Safety, 870 F.3d 883, 887 (9th Cir. 2017).

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land." (Id. ¶ 8.) In 1991, the City designated a residence on this property—which was later acquired by Plaintiff in 1998-as a historical landmark, "requiring Plaintiff to maintain it in the exact same footprint as it was originally built." (Id. ¶ 8, 81.)

"Notwithstanding this history, the City has recently and suddenly claimed ownership to Olive Street Park as a public park and engaged in a scheme to deprive Plaintiff from her private use and enjoyment of her Historic Subject Property." (Id. ¶ 10.) "[T]o clean their muddied hands, the City and the Individual City Defendants have railroaded the construction of an AIDS memorial Regional Park despite the fact that they do not own the land and without regard to the vehement opposition from Plaintiff, citizens of the neighborhood, the Banker's Hill Community Group, members of the LGBTO+ community, and members of the historical preservation community." (Id. ¶ 11.)

12 The Second Amended Complaint contains the following allegations specific to Defendant Metro. Metro "is a California non-profit corporation" that "engaged in or 13 directed the acts complained from against [Plaintiff] and the Historic Subject Property 14 under color of City policy, custom, or pattern." (Id. ¶ 23.) In August 2016, "Leo Wilson 15 16 at Defendant Metro responded to [a concern from an heir of a former property owner] stating that 'the [AIDS] monument being contemplated will be small, and likely built upon 17 18 the section of land that the city purchased." (Id. ¶ 116.) "This representation on Defendant Metro's behalf was false and known to be false and only one of the many false 19 20 representations made by Metro relating to the new park." (Id.) Metro "has also misrepresented public support for the project in its attempts to approve the project." (Id.) 22 "At the time, the plans were not for a 'small' monument, but rather, for the AIDS memorial to encompass more than 70% of the 0.6 acre parcel . . . ." (Id.) "In a follow-up 23 communication with Defendant Gloria [a City Councilmember], Defendant Metro 24 25 demonstrated the Defendants' collective contempt for the 1909 Grantors, [the heir of a former property owner], Plaintiff, the neighborhood, and the community, by stating, 26 27 "[W]hy your office continues to pander to a certain group of people puzzles me."" (Id. ¶117.) 28

1 The Second Amended Complaint alleges two causes of action pursuant to 42 U.S.C. 2 § 1983 and 16 causes of action pursuant to California law, including claims for adverse possession, inverse condemnation, and quiet title. (See generally SAC.) The sole cause of 3 action brought against Metro is entitled "negligence/strict liability," but the allegations 4 5 only reference negligence. (See id. ¶ 210–31.) The negligence cause of action is brought 6 against all Defendants and the allegations do not distinguish between the Defendants. (See 7 id.) Among other allegations, the negligence cause of action alleges that Defendants did the following: "failed to take action to protect Plaintiff's Historic Subject Property from 8 9 erosion, such as failing to properly design and maintain drainage systems"; "failed to protect against surrounding properties or others dumping into Maple Canyon and allowed 10 11 Maple Canyon to become a shelter for the homeless"; "have permitted Olive Street . . . to remain a blight on the neighborhood, allowing weeds to grow several feet high and failing 12 to take any steps to maintain the land"; "negligently failed to disclose to Plaintiff issues 13 relating to the Historic Subject Property's flooding, water damage and encroachment"; 14 15 "negligently surveyed and improperly identified the Parcel of land deeded to the City in 16 the 1909 Indenture Deed"; "negligently issued the 1924 construction and occupancy permits without verifying and identifying the boundaries of the parcel"; "negligently failed 17 18 to identify and give notice of the now claimed encroachment"; "negligently and improperly closed of[f] Maple Street eliminat[ing] Plaintiff's access to her property"; "negligently and 19 20 improperly misstated and misrepresented the scope, nature and impact of the Memorial Park Plan"; "negligently and improperly reported and misstated the public approval and 21 the disapproval for the Regional Memorial Park"; "negligently designed the Regional 22 Memorial Park"; "negligently and improperly conducted private meetings and took action 23 in private that is subject to public review and scrutiny"; "negligently and improperly used 24 25 their positions of authority to harm, scare, intimidate and silence Plaintiff"; and "negligently entered and trespassed onto Plaintiff's land without prior authorization, notice 26 and/or consent from Plaintiff." (Id. ¶ 210–21, 224, 227.) The negligence cause of action 27 then alleges that "Defendants . . . owed Plaintiff a duty of care of that of a reasonably 28

prudent person, entity, professional or employer," and Defendants "breached their duties
of care," which "directly and proximately caused . . . Plaintiff damages." (*Id.* ¶ 228–30.)

On February 16, 2021, Metro filed the Motion seeking to strike the allegations in the Second Amended Complaint against Metro and for attorney's fees pursuant to California's Anti-SLAPP statute, Cal. Civ. Proc. Code § 425.16, and alternatively seeking judgment on the pleadings pursuant to Federal Rule of Civil Procedure 12(c). (ECF No. 104.) On July 14, 2021, Plaintiff filed an opposition to the Motion. (ECF No. 124.) On August 4, 2021, Metro filed a reply. (ECF No. 127.) On August 19, 2021, the Court conducted oral argument on the Motion. (ECF No. 131.)

### **ANTI-SLAPP MOTION**

I. Legal Standard

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12 California law permits a defendant to move to strike a complaint arising from an act "in furtherance of the person's right of petition or free speech under the United States or 13 California Constitution in connection with a public issue." Vess v. Ciba-Geigy Corp. USA, 14 317 F.3d 1097, 1109 (9th Cir. 2003) (quoting Cal. Civ. Proc. Code § 425.16(b)(1)). This 15 16 motion is known as an "anti-SLAPP motion." "SLAPP" is an acronym for "strategic lawsuit against public participation." See Hilton v. Hallmark Cards, 599 F.3d 894, 899 n.1 17 18 (9th Cir. 2010). "Anti-SLAPP statutes are designed to allow the early dismissal of meritless lawsuits aimed at chilling expression through costly, time-consuming litigation." 19 Gardner v. Martino, 563 F.3d 981, 986 (9th Cir. 2009) (quotation omitted). California's 20 anti-SLAPP statute provides that "[a] cause of action against a person arising from any act 21 22 of that person in furtherance of the person's right of petition or free speech under the United States Constitution or the California Constitution in connection with a public issue shall be 23 subject to a special motion to strike, unless the court determines that the plaintiff has 24 25 established that there is a probability that the plaintiff will prevail on the claim." Cal. Civ. Proc. Code § 425.16(b)(1). A defendant in federal court may bring an anti-SLAPP motion 26 27 seeking to strike California state law claims. DC Comics v. Pac. Pictures Corp., 706 F.3d 1009, 1013 n.5 (9th Cir. 2013). 28

"The analysis of an anti-SLAPP motion proceeds in two steps." Barry v. State Bar of Cal., 2 Cal. 5th 318, 321 (2017) (quotation omitted). At step one, "the court decides whether the defendant has made a threshold showing that the challenged cause of action is one arising from protected activity." Id. (quotation omitted). Only if the Court determines 4 that relief is sought based on protected activity does it reach the second step. See Baral v. Schnitt, 1 Cal. 5th 376, 396 (2016). At step two, "the burden shifts to the plaintiff to demonstrate that each challenged claim based on protected activity is legally sufficient and factually substantiated." Id. The Court "will review anti-SLAPP motions to strike under different standards depending on the motion's basis." Planned Parenthood Fed'n of Am., Inc. v. Ctr. for Med. Progress, 890 F.3d 828, 833 (9th Cir. 2018). When, as here, "an anti-10 SLAPP motion to strike challenges only the legal sufficiency of a claim, a district court should apply the Federal Rule of Civil Procedure 12(b)(6) standard and consider whether a claim is properly stated."<sup>2</sup> Id. at 834. If the claim is not adequately stated in the operative 13 complaint, the district court may defer consideration of the anti-SLAPP motion pending 14 the filing of an amended complaint. See Verizon Del., Inc. v. Covad Commc'ns Co., 377 F.3d 1081, 1091–92 (9th Cir. 2004). 16

If the plaintiff ultimately fails to meet its burden at the second step, the claim based on protected activity is stricken and "[a]llegations of protected activity supporting the stricken claim are eliminated from the complaint, unless they also support a distinct claim on which the plaintiff has shown a probability of prevailing." Baral, 1 Cal. 5th at 396. A defendant who prevails on an anti-SLAPP motion can recover attorneys' fees and costs. See Cal. Civ. Proc. Code § 425.16(c)(1).

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<sup>&</sup>lt;sup>2</sup> A court employs the Federal Rule of Civil Procedure 56 standard when an anti-SLAPP motion challenges 27 the factual sufficiency of a claim. See Planned Parenthood, 890 F.3d at 834. Here, it is undisputed that Metro's anti-SLAPP motion challenges only the legal sufficiency of Plaintiff's claim and that the Rule 28 12(b)(6) standard applies. (See ECF No. 104 at 11.)

# II. Analysis

Metro contends that this "lawsuit seeks to impose liability against Metro . . . based upon protected conduct," "Plaintiff cannot show a probability of prevailing on the merits of the claim," and "[t]herefore, the Court should strike the state law[] claims as [to] Metro" and award Metro attorney's fees. (ECF No. 104-1 at 2.) Plaintiff contends that the Motion should be denied because "Metro fails to identify and analyze the operative Complaint"; the anti-SLAAP motion is untimely; "Metro fails to establish that the negligence claim arises from Metro's protected activity"; and "Plaintiff can prevail on the merits of her negligence claim against Metro." (ECF No. 124 at 8, 9–11, 12, 14.)

Plaintiff's first contention—that "Metro fails to identify and analyze the operative Complaint"—is not persuasive. In its brief, Metro recounts Plaintiff's shifting allegations with respect to Leo Wilson and Metro in the original Complaint and First Amended Complaint and Metro purports to incorporate the anti-SLAPP motion and motion for judgment on the pleadings filed by Leo Wilson when he was named as a Defendant in the original Complaint. (*See* ECF No. 104 at 5–8, 12–13; *see also* ECF No. 1 ¶¶ 20, 93; ECF No. 61 ¶ 100–01.) Metro's Motion, however, specifically refers to the allegations in Second Amended Complaint and clearly is directed towards the Second Amended Complaint. (ECF No. 104 at 1, 6–8.)

As for the timeliness of the anti-SLAPP motion, California's anti-SLAPP statute contains a sixty-day deadline that has been applied in federal court when the motion attacks the legal sufficiency (rather than the factual sufficiency) of a claim. *See* Cal. Civ. Proc. Code § 425.16(f); *see also Kendricks v. Collect Access, LLC*, No. 19CV1134-ODW, 2021 WL 256802, at \*5 n.4 (C.D. Cal. Jan. 26, 2021) (stating that, although "the Ninth Circuit has held the sixty-day deadline of section 425.16(f) inapplicable in federal court when an anti-SLAPP motion is brought as a motion for summary judgment," "courts in this district have expressly declined to extend [this] rule to anti-SLAPP motions brought as motions to dismiss") (citing, *inter alia, Sarver v. Chartier*, 813 F.3d 891, 900 (9th Cir. 2016)). The California Supreme Court has interpreted the statute to "permit an anti-SLAPP motion

against an amended complaint if it could not have been brought earlier, but to prohibit
belated motions that could have been brought earlier (subject to the trial court's discretion
to permit a late motion)." Newport Harbor Ventures, LLC v. Morris Cerullo World
Evangelism, 4 Cal. 5th 637, 645 (2018).

Here, Leo Wilson's alleged statements were not attributed to Metro in the original Complaint; instead, Wilson originally was alleged to represent the City. (*See* ECF No. 1 ¶¶ 20, 93.) The First Amended Complaint, filed on January 26, 2020, is the first pleading that attributes Wilson's statements to Metro. (*See* ECF No. 61 at ¶¶ 100–01.) On March 24, 2020, less than sixty days after the filing of the First Amended Complaint, Metro and Plaintiff filed a joint motion (which was subsequently granted), agreeing to extend the time for Metro "to file an anti-SLAPP as to the FAC." (ECF No. 70 at 5; *see also* ECF No. 71 at 3–4 (Order granting the joint motion).) Prior to the agreed deadline to file an anti-SLAPP motion as to the First Amended Complaint, Plaintiff moved for leave to file the Second Amended Complaint, which was ultimately granted. (ECF Nos. 78, 86.) Metro filed the Motion on February 16, 2021, within sixty days of the December 18, 2020 filing date of the Second Amended Complaint. (ECF Nos. 89, 104.) Under these circumstances, the Court finds Metro's anti-SLAPP motion to be timely.

Plaintiff's third contention—that "Metro fails to establish that the negligence claim arises from Metro's protected activity" (ECF No. 124 at 12; *see also id.* at 12–14)—is more persuasive. At the first step of the anti-SLAPP inquiry, "a defendant must make an initial prima facie showing that the plaintiff's suit arises from an act in furtherance of the defendant's rights of petition or free speech." *Vess*, 317 F.3d at 1110 (quotation omitted). "A claim arises from protected activity when that activity underlies or forms the basis for the claim." *Park v. Bd. of Trs. of Cal. State Univ.*, 2 Cal. 5th 1057, 1062 (2017) (citations omitted). "Critically, the defendant's act underlying the plaintiff's cause of action must itself have been an act in furtherance of the right of petition or free speech.

In *Park*, the California Supreme Court distinguished between cases in which protected activity "might supply evidence" of the claim and cases in which the "specific

elements of the . . . claims depended upon the defendant's protected activity." *Id.* at 1064.
Only in the latter cases is the "arising from" requirement satisfied. *See id.* The California
Supreme Court explained:

[T]o read the 'arising from' requirement differently, as applying to speech leading to an action or evidencing an illicit motive, would, for a range of publicly beneficial claims, have significant impacts the Legislature likely never intended. Government decisions are frequently arrived at after discussion and a vote at a public meeting. Failing to distinguish between the challenged decisions and the speech that leads to them or thereafter expresses them would chill the resort to legitimate judicial oversight over potential abuses of legislative and administrative power.

*Id.* at 1067 (quotations omitted).

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11 The distinction made in *Park* is critical in this case. The sole claim against Metro is negligence. The injuries claimed in the negligence cause of action were allegedly caused 12 13 by the property boundary dispute, the creation and design of the AIDS memorial, the 14 threats to Plaintiff and trespass on Plaintiff's property, and the maintenance and supervision 15 (or lack thereof) of Olive Street Park and the surrounding canyon and property. (See ECF No. 89 ¶ 210–27.) While Wilson's two alleged statements attributed to Metro may 16 constitute evidence in support of the negligence claim, neither of the statements supply any 17 18 element of the negligence cause of action. See Shahbazian v. City of Rancho Palos Verdes, 17 Cal. App. 5th 823, 835 (2017) ("[T]he elements of the [plaintiffs]' causes of action— 19 negligence, inverse condemnation, and selective enforcement-do not require the 20 21 [plaintiffs] to prove the City made any statement or writing or otherwise took action to further the City's exercise of its constitutional rights to free speech and to petition."); see 22 also OneLegacy v. City of Monterey Park, No. 19CV4911-ABJ, 2019 WL 6729723, at \*3 23 (C.D. Cal. Aug. 21, 2019) ("[T]he elements of Plaintiff's [negligence] claim are based on 24 25 Defendants' underlying conduct. As such, the anti-SLAPP analysis against Plaintiff's 26 negligence claim does not proceed to step two."). Accordingly, Metro has failed to satisfy 27 its burden at step one of the anti-SLAPP inquiry of "showing that the challenged cause of 28 action is one arising from protected activity." *Barry*, 2 Cal. 5th at 321.

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Although the Court has found that Metro failed to satisfy the first step of the anti-SLAPP inquiry, the Court does not find that Metro's anti-SLAPP motion was frivolous or solely intended to cause unnecessary delay. Therefore, Plaintiff's request for attorney's fees, (see ECF No. 124 at 16), is denied. Cf. Cal. Civ. Proc. Code § 425.16(c)(1) ("If the court finds that a special motion to strike is frivolous or is solely intended to cause unnecessary delay, the court shall award costs and reasonable attorney's fees to a plaintiff prevailing on the motion ...."). Accordingly, the Court **DENIES** the Motion to the extent it seeks dismissal and attorney's fees pursuant to California's anti-SLAPP statute and **DENIES** Plaintiff's request for attorney's fees.

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# **MOTION FOR JUDGMENT ON THE PLEADINGS**

In the Motion, Metro alternatively asserts a motion for judgment on the pleadings pursuant to Federal Rule of Civil Procedure 12(c). (ECF No. 104 at 1, 6, 8–9, 14–15.) In her opposition, Plaintiff fails to address this alternative basis for the Motion. (See generally ECF No. 124.) Despite Plaintiff's failure to address this basis for the Motion, the Court will address the merits of Metro's Rule 12(c) arguments. Cf. S.D. Cal. Civ. L.R. 7.1(c)(5) (permitting the Court to summarily rule on an unopposed motion).

A party may file a motion for judgment on the pleadings after that party files an answer. Fed. R. Civ. P. 12(c). A motion for judgment on the pleadings pursuant to Rule 12(c) is functionally identical to a Rule 12(b)(6) motion and "the same standard of review applies to motions brought under either rule." Gregg v. Haw. Dep't of Pub. Safety, 870 F.3d 883, 887 (9th Cir. 2017) (quotation omitted). The Court must accept all factual allegations as true, draw reasonable inferences in favor of the non-moving party, and decide whether the allegations "plausibly suggest an entitlement to relief." Id. (quoting Ashcroft v. Iqbal, 556 U.S. 662, 681 (2009)). Under this standard, "[a] pleading that offers 'labels and conclusions' or 'a formulaic recitation of the elements of a cause of action will not do.' Nor does a complaint suffice if it tenders 'naked assertion[s]' devoid of 'further factual enhancement." Iqbal, 556 U.S. at 678 (quoting Bell Atl. Corp. v. Twombly, 550 U.S. 544, 555 & 557 (2007)). While a complaint need not contain detailed factual allegations, it

1 "must contain sufficient factual matter, accepted as true, to state a claim to relief that is 2 plausible on its face." Id. A claim is facially plausible when it "allows the court to draw the reasonable inference that the defendant is liable for the misconduct alleged." Id. 3

As discussed above, the sole claim alleged against Metro is negligence. 4 The elements of a negligence claim under California law are duty, breach, causation, and injury. 6 See Vasilenko v. Grace Family Church, 3 Cal. 5th 1077, 1083 (2017).

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Despite the Second Amended Complaint containing 77 pages of allegations, it contains only three paragraphs of factual allegations related specifically to Metro. (ECF) No. 89 ¶¶ 115–17.) Metro is alleged to have made a false statement about the size and likely location of the AIDS memorial to the heir of a former landowner and a statement about "pander[ing] to a certain group of people" to a City Councilmember. (Id.¶ 116–17.) As discussed above, it is not apparent from the Second Amended Complaint how Metro's two alleged statements render it liable for the injuries alleged in the 13 negligence cause of action, such as "failing to properly design and maintain drainage 14 systems," (*id.* ¶ 210); "fail[ing] to protect against surrounding properties or others dumping into Maple Canyon and allow[ing] Maple Canyon to become a shelter for the homeless," 16 (*id*. ¶211); "negligently survey[ing] and improperly identif[ying] the Parcel of land deeded 18 to the City in the 1909 Indenture Deed," (id. ¶214); "eliminat[ing] Plaintiff's access to her property," (id. ¶ 217); and threatening and "us[ing] their positions of authority to harm, scare, intimidate and silence." (Id. ¶¶ 223–24.) The Second Amended Complaint contains 20 a conclusory recitation of the four elements of negligence-i.e., "Defendants . . . owed Plaintiff a duty of care of that of a reasonably prudent person, entity, professional or employer," and Defendants "breached their duties of care," which "directly and proximately caused . . . Plaintiff damages." (Id. ¶¶ 228–30.) These allegations, however, 24 25 are insufficient to state a plausible claim. See Iqbal, 556 U.S. at 678 ("Threadbare recitals of the elements of a cause of action, supported by mere conclusory statements, do not 26 suffice."); Mahoney v. Sessions, 871 F.3d 873, 877 (9th Cir. 2017) ("Conclusory allegations of law ... are insufficient to defeat a motion to dismiss."). 28

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The Second Amended Complaint also alleges that Metro "engaged in or directed the acts complained from against [Plaintiff] and the Historic Subject Property under color of City policy, custom, or pattern." (ECF No. 89 ¶ 23.) The allegation of a "City policy, custom, or pattern" appears to be a reference to the legal standard for holding a municipality liable pursuant to 42 U.S.C. § 1983. See Dougherty v. City of Covina, 654 F.3d 892, 900 (9th Cir. 2011) ("A government entity may not be held liable under 42 U.S.C. § 1983, unless a policy, practice, or custom of the entity can be shown to be a moving force behind a violation of constitutional rights." (citing Monell v. Dep't of Soc. Servs., 436 U.S. 658, 694 (1978))). While it is possible for *Monell* liability to extend to a private entity such as Metro, see Tsao v. Desert Palace, Inc., 698 F.3d 1128, 1139 (9th Cir. 2012), Metro is not named as a Defendant in the Second Amended Complaint's § 1983 causes of action. (See ECF No. 89 at 47–48.) In any event, the Second Amended Complaint fails to allege the facts necessary to state such a claim against Metro. See Tsao, 698 F.3d at 1139-42 (discussing the standards for holding that a private entity acts under color of state law).

In short, the Second Amended Complaint contains insufficient factual allegations to state a plausible claim against Metro. *See Iqbal*, 556 U.S. at 678. In Plaintiff's declaration attached to the opposition to the Motion and at oral argument, Plaintiff made additional factual assertions that were not included in the Second Amended Complaint. (*See, e.g.*, ECF No. 124-1 ¶¶ 10–16.) However, "when the legal sufficiency of a complaint's allegations is tested by a motion under Rule 12(b)(6), review is limited to the complaint." *Lee v. City of Los Angeles*, 250 F.3d 668, 688 (9th Cir. 2001) (quotation omitted). Based upon review of the Second Amended Complaint alone,<sup>3</sup> the Court **GRANTS** the Motion to the extent it seeks judgment on the pleadings.

As for leave to Amend, Federal Rule of Civil Procedure 15 instructs courts to "freely give leave when justice so requires" and that rule is "to be applied with extreme liberality."

<sup>&</sup>lt;sup>3</sup> The Court offers no view as to the legal sufficiency of the factual assertions made in Plaintiff's declaration and at oral argument.

1 Eminence Capital, LLC v. Aspeon, Inc., 316 F.3d 1048, 1051 (9th Cir. 2003). Nevertheless, 2 leave to amend need not be granted where the amendment: (1) prejudices the opposing 3 party; (2) is sought in bad faith; (3) produces an undue delay in litigation; or (4) is futile. See Amerisource Bergen Corp. v. Dialysist W., Inc., 465 F.3d 946, 951 (9th Cir. 2006). In 4 her opposition to the Motion, Plaintiff does not address Rule 15 or otherwise request leave 5 6 to amend. If Plaintiff wishes to reassert her claim against Metro, Plaintiff may file a motion 7 for leave to amend, accompanied by a proposed third amended complaint addressing the 8 deficiencies identified in this Order. Alternatively, Plaintiff may proceed on her claims 9 alleged in the Second Amended Complaint against the four remaining Defendants-William D. Norquist, Eileen J. Norquist, Kevin L. Faulconer, and Todd Gloria.<sup>4</sup> 10

### CONCLUSION

For the reasons discussed above, the Court **GRANTS** the Motion to the extent it seeks judgment on the pleadings and **DENIES** the Motion to the extent it seeks relief pursuant to the California's anti-SLAPP statute. (ECF No. 104.) The Court **DENIES** Metro's and Plaintiff's respective requests for attorney's fees. The Court **DISMISSES WITHOUT PREJUDICE** Plaintiff's claim against Metro in the SAC. <u>No later than</u> twenty-one (21) days from the date this Order is filed, Plaintiff **MAY FILE** a motion for leave to amend, accompanied by a proposed third amended complaint.

IT IS SO ORDERED.

Dated: September 16, 2021

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Honorable Todd W. Robinson United States District Court

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<sup>&</sup>lt;sup>4</sup> The Court offers no view as to the legal sufficiency of the Second Amended Complaint's claims against the four remaining Defendants, although the Court notes that Plaintiff has been ordered to show cause why this action should not be dismissed as to Defendants Kevin L. Faulconer and Todd Gloria for failure to effect service and for want of prosecution. (*See* ECF No. 136.)