

1 enrichment; (4) breach of good faith and fair dealing; (5) slander of title; and (6) abuse of process.
2 Doc. #1, Exhibit A. Defendants removed the action to federal court based upon federal question
3 and diversity jurisdiction. Doc. #1. Thereafter, Chandler filed the present motion to remand.
4 Doc. #15.

5 **II. Legal Standard**

6 Under 28 U.S.C. § 1441, “any civil action brought in a State court of which the district
7 courts of the United States have original jurisdiction, may be removed by the defendant or the
8 defendants, to the district court of the United States for the district and division embracing the
9 place where such action is pending.” 28 U.S.C. § 1441(a).

10 Removal of a case to a United States district court may be challenged by motion. 28 U.S.C.
11 § 1441(c). A federal court must remand a matter if there is a lack of jurisdiction. *Id.* Removal
12 statutes are construed restrictively and in favor of remanding a case to state court. *See Shamrock*
13 *Oil & Gas Corp. v. Sheets*, 313 U.S. 100, 108-09 (1941); *Gaus v. Miles, Inc.*, 980 F.2d 564, 566
14 (9th Cir. 1992). On a motion to remand, the removing defendant faces a strong presumption against
15 removal, and bears the burden of establishing that removal is proper. *Gaus*, 980 F.2d at 566-67;
16 *Sanchez v. Monumental Life Ins. Co.*, 102 F.3d 398, 403-04 (9th Cir. 1996).

17 **III. Discussion**

18 **A. Federal Question Jurisdiction**

19 A case may be removed to federal court if the action arises under federal law. *See* 28 U.S.C.
20 § 1331; 28 U.S.C. § 1441. A case arises under federal law if the complaint establishes either that
21 federal law created the cause of action, or that the plaintiff’s right to relief “requires resolution of a
22 substantial question of federal law.” *Franchise Tax Bd. of Cal v. Constr. Laborers Vacation Trust*
23 *for S. Cal.*, 463 U.S. 1, 13 (1983); *see also, Caterpillar Inc. v. Williams*, 482 U.S. 386, 382 (1987).

24 Chandler’s complaint alleges six causes of action. Doc. #1, Exhibit A. Based on the face of
25 the complaint, Chandler alleges only state law claims insufficient to grant federal question
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1 jurisdiction. Therefore, the court cannot exercise federal question jurisdiction.

2 **B. Diversity Jurisdiction**

3 A district court has original jurisdiction over civil actions where the suit is between citizens
4 of different states and the amount in controversy, exclusive of interest and costs, exceeds \$75,000.
5 28 U.S.C. § 1332(a). Further, an action based on diversity jurisdiction is “removable only if none of
6 the parties in interest properly joined and served as defendants is a citizen of the state in which such
7 action is brought.” 28 U.S.C. § 1441(b). Here, defendants argue that there is complete diversity
8 between the parties because non-diverse defendants Ticor Title and Stanley Silva are fraudulently
9 joined defendants whose residencies cannot be used to defeat the exercise of diversity jurisdiction.
10 *See Doc. ##22, 26.*

11 A fraudulently joined defendant does not “defeat removal on diversity grounds.” *Ritchey v.*
12 *Upjohn Drug Co.*, 139 F.3d 1313, 1318 (9th Cir. 1998). Fraudulent joinder “occurs when a plaintiff
13 fails to state a cause of action against a resident defendant, and the failure is obvious according to
14 the settled rules of the state.” *Ritchey*, 139 F.3d at 1318; *see also McCabe v. General Foods Corp.*,
15 811 F.2d 1336, 1339 (9th Cir. 1987); *Kruso v. International Tel. & Tel. Corp.*, 872 F.2d 1416,
16 1426-27 (9th Cir. 1989); *Gasnik v. State Farm Ins. Co.*, 825 F.Supp. 245, 247 (E.D. Cal. 1992). In
17 determining whether a cause of action is stated against a non-diverse defendant, courts look only to
18 a plaintiff’s pleadings. *Gardner v. UICI*, 508 F.3d 559, 561 n.3 (9th Cir. 2007).

19 Nevada is a notice-pleading jurisdiction which liberally construes pleadings. *Chavez v.*
20 *Robberson Steel Co.*, 584 P.2d 159, 160 (Nev. 1978). The allegations of a complaint are sufficient
21 to assert a claim for relief when the allegations “give fair notice of the nature and basis” for a claim.
22 *Vacation Village, Inc. v. Hitachi Am., Ltd.*, 874 P.2d 744, 746 (Nev. 1994).

23 In her complaint, Chandler’s only allegations against Ticor Title and Stanley Silva are that
24 they signed and recorded the notice of default with the recorder’s office. *See Doc. #1, Exhibit A.*
25 The court has reviewed the documents and pleadings on file in this matter and finds that Chandler
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1 has failed to sufficiently assert any claims for relief against these defendants based solely on the
2 fact that they recorded the underlying notice of default. Based on the allegations in the complaint,
3 the court finds that non-diverse defendants Ticor Title and Stanley Silva are fraudulently joined
4 defendants whose citizenship does not defeat the exercise of diversity jurisdiction. Accordingly, the
5 court finds that there is complete diversity between the parties and that the exercise of diversity
6 jurisdiction is appropriate.

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8 IT IS THEREFORE ORDERED that plaintiff's motion to remand (Doc. #15) is DENIED.

9 IT IS SO ORDERED.

10 DATED this 3rd day of May, 2011.



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LARRY R. HICKS
UNITED STATES DISTRICT JUDGE