## IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY

KIMBERLY ENTEADO, by her subgrogee STATE FARM FIRE & CASUALTY CO., and DAVID FEDEROFF,

CIVIL NO. 16-996 (NLH/JS)

ORDER

Plaintiffs,

v.

HI-POWER CYCLES, LLC and BME BIKES d/b/a BOOSTMORE LLC,

Defendants.

IT APPEARING that Defendant Hi-Power Cycles, LLC filed an Amended Notice of Removal on March 4, 2016; and

WHEREAS, the Notice of Removal states that this Court has diversity jurisdiction over the parties pursuant to 28 U.S.C.

§ 1332; and

WHEREAS, federal courts have an independent obligation to address issues of subject matter jurisdiction <u>sua sponte</u> and may do so at any stage of the litigation; <u>see Zambelli Fireworks</u> <u>Mfg. Co., Inc. v. Wood</u>, 592 F.3d 412, 418 (3d Cir. 2010) ("Federal courts are courts of limited jurisdiction, and when there is a question as to our authority to hear a dispute, 'it is incumbent upon the courts to resolve such doubts, one way or the other, before proceeding to a disposition on the merits.'") (citing <u>Carlsberg Res. Corp. v. Cambria Sav. & Loan Ass'n</u>, 554 F.2d 1254, 1256 (3d Cir. 1977)); and

WHEREAS, Defendant Hi-Power Cycles LLC, as the party attempting to bring this matter before the Court, bears the burden of proving that this Court has subject matter jurisdiction. <u>Frederico v. Home Depot</u>, 507 F.3d 188, 193 (3d Cir. 2007). If the Court lacks subject matter jurisdiction, it must remand the case. 28 U.S.C. § 1447(c) ("If at any time before final judgment it appears that the district court lacks subject matter jurisdiction, the case shall be remanded."); and

WHEREAS, the Amended Notice of Removal fails to allege the type of corporate entity of Plaintiff/Subrogee State Farm Fire & Casualty Company or its citizenship<sup>1</sup>; and

WHEREAS, the Third Circuit has held that the citizenship of an LLC, partnership, or other unincorporated association is determined by the citizenship of each of its members (<u>see</u> <u>Zambelli</u>, 592 F.3d at 418) while a corporation is a citizen of any State by which it has been incorporated and of the State where it has <u>its</u> principal place of business. <u>Mennen Co. v. Atl.</u> <u>Ins. Co.</u>, 147 F.3d 287, 290 (3d Cir. 1990) (citing 28 U.S.C. § 1332); see also J & R Ice Cream Corp. v. Cal. Smoothie Licensing

<sup>&</sup>lt;sup>1</sup> For example, if State Farm is a corporation, Defendant Hi-Power Cycles must allege State Farm's state of incorporation and its principal place of business. Hi-Power Cycles is again reminded that alleging "a" principal place of business in insufficient (<u>see</u> Amended Notice of Removal ¶ 4), rather Hi-Power Cycles must allege where State Farm has "its" principal place of business. Additionally, Hi-Power Cycles cannot allege State Farm's citizenship "upon information and belief." (Id.)

<u>Corp.</u>, 31 F.3d 1259, 1265 n.3 (3d Cir. 1994) (alleging that a corporation has "a" principal place of business in a given state rather than alleging "its" principal place of business is insufficient to establish diversity jurisdiction); and

WHEREAS, the Court also recognizes that jurisdictional allegations made "upon information and belief," are insufficient to convince the Court that diversity exists between the parties, <u>see Vail v. Doe</u>, 39 F. Supp. 2d 477, 477-78 (D.N.J. 1999); and

WHEREAS, the Court finding that the Amended Notice of Removal therefore does not sufficiently establish that this Court may exercise diversity jurisdiction over this matter; and

ACCORDINGLY, it is on this <u>7th</u> day of <u>March</u>, 2016, **ORDERED** that Defendant High-Power Cycles LLC shall have ten (10) days to amend the notice of removal to properly comply with 28 U.S.C. § 1332. If Defendant fails to do so, this case will be dismissed for lack of subject matter jurisdiction. <u>See</u> Fed. R. Civ. P. 12(h)(3).

> s/ Noel L. Hillman NOEL L. HILLMAN, U.S.D.J.

At Camden, New Jersey

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