FILED
San Francisco County Superior County

OCT 1 0 2018

CLEAK OF THE GOL

Deputy Clerk

## SUPERIOR COURT OF THE STATE OF CALIFORNIA COUNTY OF SAN FRANCISCO

KELLY CREPS & SHAMSI CREPS, Plaintiffs,

Vs.

YUESEN YUEN,

Defendant.

Case No. CGC-17-558965

STATEMENT OF DECISION

This Court conducted a bench trial in this San Francisco Rent Ordinance, Owner Move-In case. Testimony and evidence in the above-entitled Court Trial began on August 14, 2018.

The Court bifurcated the Trial and heard testimony and evidence on the liability phase of the trial first. At the conclusion of the liability phase of the Court Trial, the Court issued a tentative ruling in favor of Defendant and thus stayed the damages portion of the trial.

<sup>&</sup>lt;sup>1</sup> To accommodate Plaintiffs' damages expert's schedule, the court allowed Plaintiffs' economist Rick Devine to testify, out of order, in the initial liability phase of the trial.

The Causes of Action before the Court were for:

- (1) Wrongful Eviction (Owner Move In) in Violation of San Francisco Rent Ordinance Section 37.9;
- (2) Tenant Harassment in Violation of San Francisco Rent Ordinance Section 37.10B; and
- (3) Breach of the Covenant of Quiet Enjoyment- in tort and contract.

Upon careful consideration of the testimony and exhibits received into evidence, the Court issues the following Statement of Decision, pursuant to Code of Civil Procedure Section 632 as follows: The Court finds in favor of Defendant Yuesen Yuen on all counts. The court finds Plaintiffs, Kelly Creps and Shamsi Creps, have not met their burden of proof as to the violations of the San Francisco Rent Ordinance Section 37.9 and 37.10B. Nor is there sufficient evidence Defendant wrongfully disturbed or unlawfully terminated Kelly Creps and Shamsi Creps' tenancy in violation of the Covenant of Quiet Enjoyment.

### I. FACTUAL BACKGROUND

Defendant Yuesen Yuen ("Defendant") moved to San Francisco when she was 10 years old. She bought the duplex at 236-238 Moultrie Street in San Francisco in 1988. She raised her daughter in this house, she knows many of the long time neighbors and has a significant attachment to the neighborhood.

Defendant's daughter left for college in 2001. In 2004, Defendant moved to Atlanta,

Georgia for work and, in December 2004, she rented 238 Moultrie to Plaintiffs Kelly and

Shampsi Creps ("Plaintiffs"). Plaintiffs rented 238 Moultrie subject to a written lease for an 18

month term. 238 Moultrie was a rent controlled unit subject to the San Francisco Rent Ordinance

("SFRO"). Defendant's work commitments in Georgia lasted longer than she anticipated. In 2013, Defendant moved to Sacramento for work, and rented an apartment there until she retired in 2015. Plaintiffs lived at 238 Moultrie for over 11 years. They too were attached to the neighborhood and viewed 238 as their home. The Landlord Tenant relationship during those 11 years was essentially uneventful until Defendant retired in 2015.

The initial lease between Plaintiffs and Defendant was for \$2,100 per month. All parties agreed that the original asking price for the lease for \$2,400 per month. The written lease stated the agreed upon amount was ultimately settled at \$2,100 per month. Defendant testified she agreed to reduce the rent with the understanding that Plaintiff, Mr. Creps, who was a handy man, would be given a \$300 monthly credit for doing repair work to the property. Though Defendant referred to this "understanding" in subsequent emails to Plaintiffs, the lease did not mention this credit, and Plaintiffs disputed that this was their understanding. Plaintiff Kelly Creps testified that he did do repairs at 238 Moultrie free of charge. In 2011, Defendant raised the rent for the first time, by \$155.00 per month. In 2015, Defendant imposed a second increase, to \$2,472.26 per month.<sup>2</sup>

Defendant retired in February 2015 and has not worked for compensation since that time. Defendant had been a serious Buddhist for many years, and testified that after her retirement, she wanted to devote her life to Buddhism and to becoming a Buddhist priest. She gave up her studio in Sacramento, took some time to reflect and visit sacred Buddhist sites in Japan and then went to Los Angeles where her daughter was living. She enrolled in a training program at the

<sup>&</sup>lt;sup>2</sup> Defendant paid the garbage and water utility bills. Plaintiffs paid for gas and electric. When Defendant moved back into 238 Moultrie and took in roommates, she shared the utility bills with the roommates.

26

27

28

Zen Center Los Angeles and got a small, approximately 120 square foot, room in the Zen Center Los Angeles monastery housing. She was accepted into a 2-year master's degree program in religious studies at the University of the West, in Southern California, where she earned a scholarship, beginning in the Fall of 2015. She planned to, and did, earn her degree in December 2017. She testified that her time in Los Angeles was temporary. In 2015, she spent time and received mail at her daughter's address. She did not receive mail at the Zen Center Los Angeles; she had few belongings there and did not have storage in Los Angeles. During this time of postretirement transition in 2015, Defendant testified that as she pondered her religious goals and studies, and her finances in retirement, she also contemplated what she should do with her property on Moultrie. She stated she was not sure if she could afford to move back in or if she needed to sell the property. To help make this decision, she had appraisers come to the Moultrie home. After her downstairs tenant moved out of 236 Moultrie at the end of December 2015, she did some repair work to that unit and brought in new tenants beginning February 2016. She testified that it was then that she ultimately decided she could move back into her home at 238 Moultrie. On February 25, 2016, Defendant served Plaintiffs with a 60-Day Notice of Termination of Tenancy, commonly known as an "Owner Move in Eviction." ("OMI") (Plaintiffs' Exhibit 14.) In the notice, Defendant stated she was living with her daughter in Los Angeles. The testimony in trial was that, at that time, Defendant spent time at her daughter's apartment but more often she stayed at the Zen Center in Los Angeles. Defendant stated in the OMI that she intended to move back in to 238 Moultrie.

Plaintiffs vacated the 238 Moultrie property in April 2016. Thereafter, they watched the property and spoke with neighbors to determine whether Defendant had indeed moved back in to 238 Moultrie. Defendant testified that as part of her retirement plan, in order to afford to live in

238 Moultrie and not be forced to sell, she would need to take in roommates. She testified that she planned to continue her studies, and starting in May, she commuted to and from Los Angeles to earn her degree.

Plaintiffs dispute the timing of Defendant's decision to move in and dispute her dominant motive was to move in. They testified that Defendant told them in December 2015 that she would move in and that her motive was not in good faith as she was living in Los Angeles and did not fully move into 238 Moultrie for many months. Plaintiffs presented evidence that after they were evicted, Defendant had roommates who collectively paid higher rent than Plaintiffs.

### II. LEGAL ISSUES

A. <u>Did Defendant Violate San Francisco Rent Ordinance Section 37.9 by Recovering Possession of 238 Moultrie, in Good Faith, when she was Spending Time in Los Angeles and Traveling Pursuing Education and Religious Pursuits? Was 238 Moultrie Defendant's Principal Residence Following the Eviction of Plaintiffs?</u>

Plaintiffs had the burden of proof in this liability phase:

"A party must persuade you, by the evidence presented in court, that what he or she is required to prove is more likely to be true than not true. ... After weighing all of the evidence, if you cannot decide that something is more likely true than not true, you must conclude that the party did not prove it. You should consider all the evidence, no matter which party produced the evidence..." (Judicial Council of California Civil Jury Instructions (2018) CACI No. 200)

## 1. 238 Moultrie was Defendant's Primary Residence

San Francisco Rent Ordinance section 37.9(a)(8)(i) (hereafter "SFRO") provides just cause for landlord/owner move-in where:

2

3

4

5

6

7

8

"(8) the landlord seeks to recover possession in good faith, without ulterior reasons and with honest intent:

(i) For the landlords use or occupancy as his or her principal residence for a period of a least 36 continuous months..."

The Court heard considerable evidence regarding Defendant's whereabouts after the Plaintiffs moved out of 238 Moultrie in April 2016. Specifically, the Court finds Plaintiffs failed to meet their burden of proof that 238 Moultrie was not Ms. Yuen's principal place of residence. Under the factors set forth in San Francisco Rent Board Rules and Regulations Section 12.14 (c), the overwhelming evidence showed that 238 Moultrie was Ms. Yuen's principal place of residence. There was credible evidence that her honest intent was to reside in her home in good faith, without ulterior reasons.

San Francisco Rent Board Rules and Regulation section 12.14 (c) defines "principal place of residence" in the context of an Owner Move-In eviction. In addition to stating that a landlord can have only one principal place of residence, it defines this term to be "the permanent or primary home of the party claiming that a unit has that status attached to it. It is a unit that the party occupies for more than temporary or transitory purposes." (Ibid.) Section 12.14(c) sets forth the following nine factors which a fact-finder should consider in determining whether a particular unit is a landlord's "principal place of residence":

- "(1)the subject premises are listed as the party's place of residence on any motor vehicle registration, driver's license, automobile insurance policy, homeowner's or renter's insurance policy, and with the party's current employer or any public agency, including State and local taxing authorities;
- (2)utilities are installed under the party's name at the subject premises:

1

2

3

4

- (3)the party's personal possessions have been moved into the subject premises;
- (4)a homeowner's tax exemption has been issued in the party's name for the subject premises;
- (5)the party's current voter registration is for the subject premises;
- (6)a U.S. Postal Change of Address form has been filed requesting that mail be forwarded to the subject premises;
- (7)the subject premises are the place the party normally returns to as his/her home, exclusive of military service, hospitalization, vacation, or travel necessitated by employment;
- notice to move at another dwelling unit was given in order to move (8)into the subject premises; and
- (9)the party sold or placed on the market for sale the home he/she occupied prior to the subject premises." (Ibid.)

The court finds that the evidence overwhelmingly established that 238 Moultrie is Defendant's principal place of residence, and has been since May 2016 when she began moving back into it.

The Court received into evidence Defendant's motor vehicle registration, driver's license<sup>3</sup>, auto insurance policy; homeowner's policy; utility bills; homeowner's tax exemption; and voter registration all showing Defendant's name at the Moultrie home. (Defendant's Exhibits

<sup>&</sup>lt;sup>3</sup> The testimony and evidence at trial was that Defendant used the 236 and 238 addresses interchangeably. All mail from both addresses came to one mail box and Defendant viewed them as one and the same. The tenants and roommates testimony supported this position.

4, 17, 25, 28, 29, 81.) Defendant testified that she did not file a change of address form with the post office, but instead she changed the address directly for her accounts (such as mortgage; banking and insurance) online. The Court heard credible testimony from long time neighbors Bret Stemme, Glenda Brewer and Mario Murguia, each of whom had specific recollections of seeing Defendant move in during the summer of 2016 and begin fixing up her home. Even Plaintiffs' witnesses, next door neighbors Alex Armenta and Eric Paulson, testified to seeing Defendant in the summer of 2016 during an incident with a dog and saw her car parked in front of their house. The Court heard further testimony from Defendant's close friend and former sister in law, Teri James Day about Defendant moving back in and going shopping with Defendant for furniture and household items. Dated receipts from the stores were admitted into evidence and corroborated this testimony. (Defendant's Exhibit 15.) The Court heard detailed testimony from Defendant's current and former roommates, each of whom testified to Defendant's presence on the premises, including testimony of her belongings in the shower area; her food in the kitchen and her furniture in the home.

The Court considered the testimony of Plaintiffs' witness Jason Stropko, a friend of Plaintiff Kelly Creps, who testified that he went to the Moultrie home in December 2016 to consider renting a room from Defendant. He testified the house was empty and unfurnished. This testimony conflicts with photographs admitted into evidence and the testimony of Defendants' roommates Melissa Meierdierks, Daniel Lee and later Nicole Miclat- all of whom testified to the fact that Defendant had furnishings in the home at that time. Thus, this singular testimony, in conflict with other credible testimony, is insufficient for the Court to find Defendant was not residing in the home.

The Court heard extensive testimony about Defendant's Buddhist faith, and her endeavors to further her religious goals via education and travel to religious sites. (Defendant's Exhibit 7.) The Court carefully considered the fact that Defendant *did* spend time each week in Los Angeles at the Zen Center and at the University of the West pursuing her degree. The testimony of Darla Fjeld and Tim Zamora of the Zen Center was consistent with Defendant's testimony that she commuted to Los Angeles and could fulfill her obligations to the Zen Center monastery housing and her University of the West class schedule by organizing her classes and obligations within 1-2 days per week. (Defendant's Exhibit 12.) The Court finds this testimony to be credible and consistent with Defendant's testimony and those of the roommates and neighbors who testified to Defendant coming and going from Moultrie Street home. The Court also considered Defendant's testimony that Los Angeles was not her permanent residence. She did not receive mail at the Zen Center; her long term goals were not in Los Angeles. She never took a homeowner's exemption there, never registered to vote there nor did she pay for any utilities there. In short, there was no credible evidence any of the factors in section 12.14(c) applied to this monastery housing.

The Court finds an additional corroborating factor was Defendant's goal to become a disciple of Zen teacher Elliston Roshi in Atlanta, not with the Abbott of the Zen Center in LA.<sup>4</sup> Her testimony that she had no intention to stay in LA after she completed her degree in December 2017, and that she organized her schedule to allow her to commute, is credible given the evidence that her 120 square room at the Zen Center, with few personal belongings, was a "temporary" and "transitory" place to stay, not a principle place of residence. Section 12.14(c)

<sup>&</sup>lt;sup>4</sup> The evidence showed that Defendant would not need to move to Atlanta to study under the Roshi there.

sets forth that a principal place of residence is not a unit that the party occupies for "temporary or transitory purposes." Moreover, section 12.14 (c)(7) allows for a landlord to be away for vacation, which would include Defendant's travels to religious sites and other vacation travel. In sum, 238 was Defendant's principal residence as defined by the SFRO.

2. There was insufficient evidence Defendant had an ulterior motive and did not act in good faith.

The statutory scheme of the SFRO is meant to protect affordable housing and the legislation has placed limitations on a landlord's ability to terminate a tenancy, including the requirement of good faith. (SFRO; See Bullard v. San Francisco Residential Rent Stabilization Bd. (2003) 106 Cal. App. 4th 488, 492.) This good faith requirement is crucial to ensuring that landlords do not evict tenants in order to undermine rent control protections that have been upheld by California courts. (See Rental Housing Ass'n of Northern Alameda County v. City of Oakland (2009) 171 Cal App 4th 741, 759; Chacon v. Litke (2010) 181 Cal App 4th 1234, 1249; see also Zimmerman v. Stotter (1984) 160 Cal. App. 3d 1067.)

Defendant testified credibly that she wanted to earn her degree and she arranged her schedule by commuting to and from LA to complete her Masters degree. She also testified that because she was now retired and had limited income, she would need to take in roommates to make ends meet. As discussed above, there was insufficient evidence that Defendant ever intended for the Los Angeles Zen Center to be her principal residence.

The Court carefully considered Plaintiffs' arguments that by Defendant having roommates and/or not offering to have Plaintiffs as her roommates showed a lack of good faith. No legal authority was provided for either of these arguments.

The Court considered Plaintiffs' exhibits in evidence of Ms. Yuen's emails referencing the "minute amount of time when I go to SF" and her traveling "most of the time." (Plaintiffs' Exhibits 18; 45.) The Court also considered the Defendant's declaration in the Sixty Day Notice of Termination of Tenancy stating that she lived with her daughter (Plaintiff's Exhibit 14.) The Court agrees with Plaintiffs that these statements were misleading- while the evidence showed she spent time at her daughter's apartment, she also paid to stay at the Zen Center. The evidence showed that she made statements in emails about spending time away from San Francisco and not wanting some to know her whereabouts.

The Court carefully considered Plaintiffs' evidence, mindful of the standard set forth in Gibson v. Corbett (1948) 87 Cal. App. 2d Supp. 926, 932: that a landlord "must establish that he honestly intends to occupy the premises; that his own occupancy is his prime motive; that no ulterior reason impels him to defeat or evade the purpose of the act; that he is not attempting to make profit at the expense of a tenant." Further, "The phrase 'in good faith' is borrowed from equity jurisprudence and should be interpreted accordingly: 'It simply means 'honestly; without fraud, collusion, or deceit; really, actually without pretense." (Bumgarner v. Orton (1944) 63 Cal. App. 2d Supp. 841, 844)

Here, given all the evidence presented, Defendant presented credible corroborated evidence that she honestly intended, and did move back into her home for her retirement.

Plaintiffs' evidence was insufficient to show lack of good faith, of bad faith or of an ulterior motive by Ms. Yuen.

Moreover, what *is* clear is that the Zen Center was not Defendant's primary residence as defined by the SFRO. Given the credible testimony of multiple witnesses, the photographs of the home with Defendant's furniture and belongings from 2016, and the exhibits presented, the

23

24

25

26

27

28

evidence showed that Ms. Yuen's did move back into 238 Moultrie in May 2016 and her dominant motive and intent was to treat what she viewed as her home as her Principal Place of Residence under the San Francisco Rent Ordinance Rules. This is consistent with the evidence Defendant has cared for and loves her home and neighborhood; as well as her desire to pursue her Zen Buddhism studies and religious travel in her retirement, which is not prohibited by law.

Further, the SFRO does not prohibit a homeowner from taking in roommates to help pay the mortgage and the evidence that Defendant had roommates, in light of all the evidence, was insufficient to show bad faith or even a lack of good faith. Plaintiffs argue that the fact that Defendant received higher rent from her roommates than from Plaintiffs when she moved back into Moultrie is evidence she did not act in good faith under SFRO section 37.9B.

> SFRO Section 37.9B provides: "Any rental unit which a tenant vacates after receiving a notice to quit based on Section 37.9(a)(8), and which is subsequently no longer occupied as a principal residence by the landlord [...] if offered for rent during the five-year period following service of the notice to quit under Section 37.9(a)(8), be rented in good faith at a rent not greater than that which would have been the rent had the tenant who had been required to vacate remained in continuous occupancy and the rental unit remained subject to this Chapter 37." (San Francisco Rental Ordinance section 37.9(a)(8))(emphasis added)

As noted above, the court finds Defendant did occupy Moultrie as her principal residence, so this provision of the SFRO does not apply. Nonetheless, in an effort to carefully consider Plaintiffs claims, the Court also notes the evidence showed the rents Defendant currently gets from her two roommates, while collectively higher than what she charged

 Plaintiffs, was still under market rate.<sup>5</sup> Moreover, it is not significantly different from the rent she ultimately charged the Plaintiffs, particularly in light of Plaintiff's admission that he did in fact do work at the house, without charge – which is consistent with Defendant's explanation of why she agreed to lower Plaintiffs' rent in the first place. Thus, the rent Defendant currently receives from roommates is not sufficient evidence of a lack of good faith.

The Court also considered Plaintiffs' position that when Defendant gave notice to the Zen Center two months after being served with this lawsuit, this was an admission that she knew staying at the Zen Center was a violation of the SFRO. However, the timing was also consistent with candid statements about her stress from litigation as well as with her preparations to graduate in December 2017.

Defendant provided evidence of her vacation schedule and her commute schedule to and from Los Angeles. (Plaintiffs' Exhibit 73, Special Interrogatory No. 10) From May 2016 to the end of 2017, when she graduated from University of the West, the testimony and exhibits at trial showed Defendant spent approximately 56% of her time in San Francisco, 24% of time in Los Angeles while she attended classes, and the remaining 20% of time on vacation visiting sites related to her Buddhist pursuits. SFRR section 12.14(c)(7) allows a fact finder to exclude "vacation" time when determining the place to which a landlord normally returns. There is nothing in the law that prevents Defendant from making her religious travels, or from taking vacation.

<sup>&</sup>lt;sup>5</sup> While Plaintiffs damages expert Richard Devine was allowed to be taken out of order, both sides cited portions of his testimony in the liability phase of the trial. He opined that Defendant charged the new roommates under fair market rental value.

<sup>&</sup>lt;sup>6</sup> The court took judicial notice of the May 16, 2017 filing of this lawsuit and considered the evidence she moved belongings out of the Zen Center in September 2017.

# 3. By not offering 236 Moultrie to Plaintiffs, did Defendant fail to act in good faith?

The SFRO section 37.9(a)(8)(iv) requires a landlord, in an OMI situation, to offer a comparable unit to a tenant if it is available. Moreover, this section states: "it shall be evidence of a lack of good faith if a landlord times the service of the notice....to avoid offering a tenant a replacement unit." (*Ibid.*). As to 236 Moultrie, the Court carefully considered the close time frame of the vacancy of 236 at the end of December 2015<sup>7</sup> and the OMI notice in late February. Defendant testified that when the tenants in 236 moved out, she spent the month of January 2016 doing repairs and re-rented the lower apartment beginning in February 2016. When Defendant served Plaintiffs with the OMI Notice, 236 was already rented and was not available. There was not sufficient credible evidence of bad faith or ulterior motive that Defendant timed the service of the 60 Day Notice to avoid offering 236 as a replacement unit. There was testimony by Plaintiffs that Defendant told them she wanted to move into 238 Moultrie in December. Plaintiffs' witness, the former tenant in 236 testified he was not aware of this allegation. Defendant denied she made such a statement and there was no corroborating evidence she planned to move in at that time. Nor was there sufficient evidence Defendant was avoiding offering 236 to Plaintiffs had it been available. <sup>8</sup>

<sup>&</sup>lt;sup>7</sup> There was no evidence 236 and 238 were comparable units. Indeed, the testimony from Plaintiffs and Defendant about the extensive work done over the years to 238, the natural light and unique features of 238 was evidence these were not comparable units. (See also Defendant's Exhibit 64: Response to Special Interrogatory 46)

<sup>&</sup>lt;sup>8</sup> Defendant argues post trial that this claim is barred by the Statute of Limitations. As set forth below, the Court declines to reach this issue.

Also, the Court considered Plaintiffs claim that the dormer/attic where Plaintiffs slept and where Defendant resided was not permitted for habitability and Defendant should thus be precluded from staying there and renting the 2 other rooms to room mates. Plaintiffs have provided the Court with no applicable authority for this position.

Finally, Plaintiffs cited as authority for examples of a landlord's bad faith, the California Practice Guide Landlord Tenant, Chapter 9: "if eviction is premised on the landlord's intent to occupy the tenant's unit...the landlord should present evidence tending to show his or her...need to reside in the building: eg. The intended occupant (landlord or immediate relative) is ill, recently lost a job or has been transferred to a job location in close proximity to the building..." (emphasis added.)

Here, the evidence showed Defendant was recently retired and no longer earning a salary, which is akin to losing a job. The Court finds the evidence of her new retirement status is consistent with her honest desire to move in to her home as part of her retirement planning; this credible testimony showed she neither lacked good faith nor acted in bad faith.

B. <u>Did Defendant act in Bad Faith to Interfere with Plaintiffs' Quiet Use and Enjoyment of 238 Moultrie in Violation of SFRO Section 37.10?</u>

San Francisco Rent Ordinance Section 37.10 provides in pertinent part:

- "(a) No landlord, and no agent, contractor, subcontractor or employee of the landlord shall do any of the following in bad faith:
- (5)Influence or attempt to influence a tenant to vacate a rental housing unit through fraud, intimidation or coercion;

5

13 14

12

16 17

15

18 19

20 21

22

23 24

25 26

27

(10) Interfere with a tenants right to quiet use and enjoyment of a rental housing unit as that right is defined by California law;

(15) Other repeated acts or omissions of such significance as to substantially interfere with

Or disturb the comfort, repose peace or quiet of any person lawfully entitled to occupancy..."

As set forth in the analysis above, there was insufficient credible evidence of a lack of good faith, and no credible evidence, by a preponderance of the evidence, of bad faith on behalf of the Defendant. The Court noted above certain statements Defendant made about her whereabouts were misleading; however, her testimony was consistent and credible that her circumstances changed upon her retirement and she had made 238 her primary residence. Her testimony and that of her neighbors, family and religious colleagues showed she was genuine and devoted to her faith and studies; she loves her home and neighborhood and her primary intent was to move back into the home she hoped to save for herself and her daughter. Given Defendant's current retirement circumstances, the rent differential between that charged Plaintiffs and that which she earns now-living in her home, with roommates- is not sufficient evidence of bad faith.

C. Did Defendant act in Bad Faith and Violate the Covenant of Quiet Enjoyment in Contract or in Tort?

As set forth more fully above, the Court finds Defendant was credible and sincere that her dominant motive was to move back to her home, in good faith, and pursue her religious path from that home. The evidence from the people who know her best, including her daughter, her fellow Buddhists, her sister-in-law, and her long time neighbors was consistent with Defendant's

position. There was insufficient evidence of wrongful conduct or of bad faith by the landlord Defendant. (See *Nativi v. Deutsche Bank Trust Co.* (2014) 223 Cal. App. 4th 261)

### D. Issues Not Raised in Trial

Following trial, in a proposed Statement of Decision drafted by Plaintiffs, Plaintiffs raised issues for the first time concerning evidence not objected to in trial and asked the court to consider information about alleged statements made by Defendant they had not introduced at trial. California Code of Civil Procedure Section 632 provides: "the court shall issue a statement of decision explaining the factual and legal basis for its decision as to each of the principal controverted issues at trial..." (emphasis added.) The request to consider matters neither in evidence nor raised in trial in untimely.

Additionally, Defendant in her proposed Statement of Decision requested the Court rule on the Statute of Limitations affirmative defense. Given the Court's decision in favor of Defendant and the fact that this issue was not raised during trial, the Court declines to consider this in the Statement of Decision.

#### **DECISION**

It is this Court's Decision to award Judgement in favor of Defendant Yuesen Yuen.

It is so ordered.

Date: Oct 5502 10, 2018

KATHLEEN KELLY

Katuer a. Kill

Judge of the Superior Court

### Superior Court of California

County of San Francisco

KELLY	<b>CREPS</b>	&	<b>SHAMSI</b>	CREPS.
			Plair	ntiff,

Vs.

YUESEN YUEN,

Defendant.

Case Number: CGC-17-558965

CERTIFICATE OF MAILING

(CCP 1013a (4))

I, Johnny Sengmany, a Deputy Clerk of the Superior Court of the County of San Francisco, certify that I am not a party to the within action.

On October 10, 2018, I served the attached STATEMENT OF DECISION, placing a copy thereof in a sealed envelope, address as follows:

LAUREN FLYNN;
MARK HOOSHMAND; and
TYSON REDENBARGER
Hooshmand Law Group
22 Battery Street, Suite 610
San Francisco, CA 94111
T: 415.318.5709

E: laura@lawmmh.com; mark@lawmmh.com; and tyson@lawmmh.com;

CURTIS F. DOWLING Dowling & Marquez LLP 625 Market Street, 4th Floor San Francisco, CA 94105 T: 415.977.0444 x223

E: curtis@dowlingmarquez.com

I then placed the sealed envelopes in the outgoing mail at 400 McAllister Street, San Francisco, CA. 94102 on the date indicated above for collection, attachment of required prepaid postage, and mailing on that date following standard court practices.

Dated:

MICHAEL YUEN, Clerk

By:

Johnny Sengmany Deputy Clerk

	ll .					
1		EILED				
2		San Francisco County Superior Court				
3		MAR 0 6 2019				
4		CLERK OF THE COURT				
5		Deputy Clerk				
6						
7	CLIBERTOR COLUMN OF	LAVID CALLED OD CLY YDOD Y				
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA					
9	COUNTY OF SAN FRANCISCO					
10	UNLIMITED CIVIL JURISDICTION					
11	KELLY CREPS & SHAMSI CREPS,	Case No.: CGC-17-558965				
12	Plaintiff,	JUDGMENT IN FAVOR OF				
13	vs.	DEFENDANT YUESEN YUEN				
14	YUESEN YUEN, et al.					
15	Defendants.					
16						
17		The court having presided over a court trial in this matter, and having filed its				
18	Statement of Decision in favor of defendant YUESEN YUEN on all causes of action on October					
19	10, 2018 finds as follows:					
20	IT IS HEREBY ORDERED, ADJUDGED, AND DECREED:					
21	That JUDGMENT IS ORDERED in favor of defendant YUESEN YUEN, and tha					
22	plaintiffs KELLY CREPS and SHAMSI CREPS take nothing by way of their complaint. Issues					
23						
24	concerning costs of suit and attorneys' fees are to be determined upon filing of Memorandum of					
25	Costs and noticed motion.	Katue, a. Kul				
26	Dated: March 6, 2019	HON. KATHLEEN A. KELLY				
27		JUDGE OF THE SUPERIOR COURT				
28		1				

### Superior Court of California

County of San Francisco

KELLY CREPS & SHAMSI CREPS,

Plaintiffs,

Case Number: CGC-17-558965

VS.

YUESEN YUEN, ET AL.,

Defendant.

CERTIFICATE OF MAILING (CCP 1013a (4))

I, Johnny Sengmany, a Deputy Clerk of the Superior Court of the County of San Francisco, certify that I am not a party to the within action.

On March 6, 2019, I served the attached JUDGMENT IN FAVOR OF DEFENDANT YUESEN YUEN placing a copy thereof in a sealed envelope, address as follows:

**CURTIS F DOWLING** DOWLING & MARQUEZ LLP 703 MARKET STREET, SUITE 1600 SAN FRANCISCO, CA 94115

LAUREN STRAZZO; TYSON REDENBARGER; AND MARK HOOSHMAND HOOSHMAND LAW GROUP 22 BATTERY STREET, SUITE 610 SAN FRANCISCO, CA 94111

And, I then placed the sealed envelope(s) in the outgoing mail at 400 McAllister Street, San Francisco, CA 94102 on the dated indicated above for collection, attachment of required prepaid postage, and mailing on that date following standard court practices.

MICHAEL YUEN, Clerk

By:

Johnny Sengmany Deputy Clerk