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5	For Publication
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7	IN THE SUPERIOR COURT OF THE
8	COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS
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10	MOBIL OIL, MARIANA ISLANDS, INC.,) CIVIL ACTION NO. 01-0381
11) Plaintiff,)
12) ORDER GRANTING PLAINTIFF'S v.) MOTION FOR SUMMARY JUDGMENT
13	LIANA S. HOFSCHNEIDER,)
14) Defendant.)
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17	THIS MATTER came on for hearing on Plaintiff's motion for summary judgment on
18	December 1, 2003. Present were Defendant, who appeared pro se, and Richard L. Johnson, who
19	appeared on behalf of Plaintiff. After carefully considering the pleadings and the arguments made
20	during the hearing, the Court issues the following order granting summary judgment.
21	Summary judgment under Commonwealth Rule of Civil Procedure 56 should be granted only
22	"if the pleadings, depositions, answers to interrogatories, and admissions on file, together with the
23	affidavits, if any, show that there is no genuine issue as to any material fact and that the moving
24	party is entitled to judgment as a matter of law." Com. R. Civ. P. 56(c). Plaintiff, as the moving
25	party bears "the initial and the ultimate burden of establishing entitlement to summary

judgment." Santos v. Santos, 4 N.M.I. 206, 210. (1994) (quotations omitted). Once the moving

party meets its initial burden, the non-moving party must introduce facts, in the form of affidavits

or other evidence, to show that a genuine issue of material fact does exist. Cabrera v. Heirs of De

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brief recitation of the facts.

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and inferences in a light most favorable to the nonmoving party." Id. The Court will begin with a

FACTUAL BACKGROUND

Castro, 1 N.M.I. 172, 176 (1990). In making its determination, the Court must "review the evidence

This lawsuit arises from a contract entered into by the parties under which Defendant would operate and manage a Mobil service station on the island of Tinian. The contract, executed on August 18, 1999, provided, inter alia, that Defendant was to be Mobil's agent for the sale of fuel at the service station. Defendant was required to collect the proceeds of fuel sales, hold them in trust for Mobil, and pay them over to Mobil in a timely manner. For her services she received 15 cents for every gallon of fuel sold. The facilities for dispensing fuel were constructed and maintained by Mobil. The facility included a market area, which was provided so that Defendant could stock convenience store items for sale. The market inventory was paid for and owned by Defendant, but Defendant was required to remit to Mobil the greater of 6% of gross sales receipts or \$1,900 per month as a license fee and rental on the building.

Within a few months of taking over the station, Defendant began to fall behind in payments to Mobil for rent and for lubricants purchased from Mobil for resale at the convenience store. In addition, she fell behind in her utility payments (eventually paid by Mobil) and in remitting proceeds from fuel sales. In January of 2001, Mobil terminated its relationship with Defendant. According to Mobil, Defendant owes it a total of \$116,597.32, including \$39,270.05 for unpaid rental/license fees and lubricants, \$13,926.03 for unpaid utilities, and \$63,401.24 for unremitted fuel sale proceeds. Defendant has disputed the amount owed, but has provided no alternate figures or any records showing additional payments.

LEGAL CONCLUSIONS

As is noted above, to prevail in a motion for summary judgment, the moving party must first establish a prima facie case for entitlement to summary judgment. To do this as a plaintiff, the moving party must provide sufficient evidence for each element required to proceed under a particular cause of action. In this action for breach of contract, the moving party, Mobil, must prove that there was a contract, that the contract was breached, and that damages were sustained. To receive summary judgment on the amount of damages, Mobil must also establish the amount of damages. In this case, Defendant does not dispute either the existence of the contract or that she has breached it. Furthermore, she does not dispute that she owes money to Mobil. However, she does dispute Mobil's claim as to the amount owed. If there is any factual dispute that would prevent complete summary judgment in this case, it revolves around the amount of damages.

Defendant disputes the amount of damages in three respects. First she claims that Mobil has not properly credited her for payments made to Mobil and for expenses she had to bear which were the responsibility of Mobil. Unfortunately for Defendant, she has provided the Court with no evidence documenting these payments. By contrast, Mobil has provided the Court with ample and detailed evidence of the amounts due and left unpaid. Where, as here, the moving party has provided the Court with sufficient evidence to establish a prima facie claim for a specific amount of damages, the non-moving party must provide more than mere declarations that this number is incorrect. Instead, the non-moving party must show actual evidence that the damages claimed are incorrect or offer some convincing explanation why such evidence cannot be provided, (such as because discovery is not yet complete, for example). In this case, Defendant claims that she made certain additional payments by cashiers check but has provided no evidence of the payments. The Defendant has shown, and Plaintiff has conceded, that she was forced to pay \$912.50 out of her own pocket to photocopy blank report forms. These reports were to be filled out and returned to Mobil periodically and Mobil was contractually required to provide them. Therefore, any damages to be awarded to Mobil must be reduced by this amount.

Second, Defendant argues that Mobil's damages should be reduced because Mobil failed to provide her with adequate support services. Specifically, she alleges that Mobil failed to provide adequate signage, to involve her in sales promotions, to allow her to run additional stations on Tinian should they open, to provide facilities for operating an oil-change business, and to repair broken gasoline pumps in a timely manner. Together these comprise a failure to mitigate damages

defense.¹ If Defendant can prove that Mobil failed to mitigate damages, then her obligations to Mobil would be reduced.

Unfortunately for Defendant, it is apparent that Mobil was not contractually obligated to provide most of the additional support that Defendant requested and did not receive. There is nothing in the contract that obligates Mobil to provide any signage beyond the "motor fuel price signs" that it did provide, to provide sales promotions, or to allow Defendant to be the contractor on any new Mobil stations on Tinian. Neither was Mobil required to provide Defendant with the facilities necessary to run a oil change business. The premises did include a lube bay in which oil changes could be done and it appears that Defendant was counting on giving oil changes to meet her revenue projections. However, the premises did not include a tank for the storage of used oil. Without a storage tank approved by the Commonwealth's Department of Environmental Quality, the oil change business could not operate. Though it was not obligated to do so, Mobil did offer Defendant help in setting-up an oil changes business if the Defendant could acquire the proper permits, but she was unable to do so.

Mobil was contractually obligated to repair and maintain the fuel pumps at the service station. Mobil does not dispute that some of the pumps broke down from time to time and that two or three days sometimes passed before they were repaired. If Defendant could show that these breakdowns cost her revenue, a reduction in the amount she owes to Mobil might be justified. However, Defendant has produced no documentary evidence to demonstrate lost revenue.

Third and finally, Defendant argues that Mobil shorted her on gasoline deliveries and that this contributed to the shortfall in remitting fuel sale proceeds. She discovered this alleged shortfall by comparing the amount of gasoline supposedly pumped into the stations fuel storage tanks with the amount dispensed at the pumps. Defendant claims that there was a substantial discrepancy. This might well be true, but does not explain Defendant's failure to remit. Mobil has provided sufficient evidence to demonstrate that Defendant's remittances were determined by the amount of fuel

¹ These claims also might arguably make up a counter-claim for breach of contract. However, Defendant has not brought a counter-claim.

dispensed at the pump, not the amount delivered to the storage tanks. Defendant cannot look here for offsets against her debt to Mobil. CONCLUSION Having carefully considered the evidence presented, the Court concludes that Mobil has made a prima facie case for breach of contract. Mobil has established that a contract exists, that Defendant breached that contract, and that it was damaged by the breach. It has also established the amount of those damages: \$115,684.82. Defendant has been unable to produce anything concrete to create a question of material fact as to any of these elements. Therefore, the Court must and does GRANT summary judgment in favor of the Plaintiff and HEREBY ORDERS Defendant to pay Mobil the sum of \$115,684.82, plus post-judgment interest at the rate of 9% per annum. SO ORDERED this 17th day of May 2004 /s/ JUAN T. LIZAMA, Associate Judge