

27

28

By Order of the Court, GRANTED Judge Kenneth L. Govendo



E-FILED CNMI SUPERIOR COURT E-filed: Mar 20 2014 04:25 PM Clerk Review: N/A Filing ID: 55176587 Case Number: 11-0085-CV

4 5 6	IN THE SUPERIOR COURT FOR THE COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS	
7 8 9	ANTONIO B. CABRERA. individually and as Guardian Ad Litem for TIANA ESTELLE ZI QING HUANA CABRERA, a minor child, and BI RUI H. CABRERA,	CIVIL CASE NO. 11-0085 NOTICE FOR PUBLICATION/ORDER
10 11 12	Petitioners,	NOTICETORTOBLICATIONORDER
13	v.)	
14 15	MICRONESIAN RESORT, INC., d/b/a PALMS RESORT SAIPAN,	
16 17	Defendant.	
18 19	THIS COURT hereby gives notice that the	ORDER filed on November 6, 2014 at 3:02
20	p.m., is for PUBLICATION.	
22	SO ORDERED this 20th day of March, 2014	
24	KENNETH L. GOVENDO, Associate Judge	
2526	KEN	ADITI D. GOVERNOO, Associate stude



3

4

5

By order of the Court, **GRANTED** Judge Kenneth L. Govendo



E-FILED CNMI SUPERIOR COURT E-filed: Nov 06 2013 03:02PM Clerk Review: N/A Filmg ID: 54504983 Case Number: 11-0085-CV N/A

IN THE SUPERIOR COURT FOR THE COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

	COMMONWEALTH OF THE NORTHERN MARIANA IS	
6	ANTONIO D. CARREDA de l'adda de la lacada en lacada en lacada en la lacada en la lacada en la lacada en la lacada en lacada en la lacada en l	
7	ANTONIO B. CABRERA. individually and as) guardian ad litem for TIANA ESTELLE ZI QING)	
/	HUANA CABRERA, a minor child, and	Civil Case No. 11-0085
8	BI RUI H. CABRERA	Civil Case No. 11-0005
9) Plaintiffs.)	
10	v.)	ORDER
11	MICRONESIAN RESORT, INC d/b/a)	
	PALMS RESORT SAIPAN,	
12)	
	Defendant.	
13		
14	MICRONESIAN RESORT, INC., d/b/a	
	PALMS RESORT SAIPAN,	
15)	
	Third-Party Plaintiffs,	
16)	
17	v.)	
• /	KUME ARCHITECTS-ENGINEERS,	
18	KUME SEKKEI CO., LTD., aka	
	SHIMIZU CORPORATION, KENMOCHI)	
19	DESIGN LABORATORY CO., LTD., d/b/a VENIMOGIN DESIGN A SSOCIATES and	
20	KENMOCHI DESIGN ASSOCIATES and NIPPON OTIS ELEVATOR CO., LTD., aka	
20	NIPPON OTIS ELEVATOR CO., ETD., and NIPPON OTIS ELEVATOR COMPANY,	
21)	
	Third-Party Defendants.	
22)	

I. INTRODUCTION

24

23

Order Civil Case No 11-0085 Page 1 of 10

This is a suit to recover for negligence and negligent infliction of emotional distress, by Antonio Cabrera and Bi Rui Cabrera, and by Antonio Cabrera on behalf of his daughter, Tiana Cabrera, against Palms Resort Saipan.

This matter came before the Court on April 4, 2013 on the Defendant's motion for partial summary judgment. The Plaintiffs appeared and were represented by their attorneys of record. William M. Fitzgerald and Bruce Berline. The Defendant appeared by and through its attorneys of record. Joseph E. Horey and David G. Banes. The Court, having considered the evidence, arguments of counsel, and the record, grants the motion for partial summary judgment and dismisses Count II of the Plaintiffs' Complaint.

II. FACTS

The Palms Resort is a hotel operating on the island of Saipan. The lobby of the hotel is one floor above the ground level and overlooks the ground floor.

On May 9, 2010, the Cabreras took their two young children to a restaurant located within the Palms Resort. The restaurant is situated on the ground floor of the hotel. After the meal the Cabreras walked to the elevator bank. The elevator call button is located approximately fifteen feet from the elevator doors. Bi Rui Cabrera pressed the elevator call button. The Cabreras daughter. Tiana Cabrera, rushed from Bi Rui Cabrera's side into the elevator when the doors opened. The elevator doors closed before the Cabreras could reach the elevator. The Cabreras went to the lobby to search for Tiana.

Meanwhile, the elevator stopped and Tiana walked into the lobby of the hotel. Tiana believed that her parents were still on the ground floor of the hotel. She climbed a flower holder, which overlooked the ground floor of the hotel. Unfortunately, Tiana fell from the flower holder on the lobby level onto the ground floor. Tiana was seriously injured by the fall.

Order Civil Case No. 11-0085 Page 3 of 10

The Cabreras arrived minutes after Tiana was injured, but they did not actually witness her fall. Tiana was in a significant amount of pain. The Cabreras stayed with Tiana for approximately thirty to thirty-five minutes until Tiana was taken to the hospital by an ambulance.

II. <u>LEGAL STANDARD</u>

The Defendant moves the Court to grant summary judgment against Plaintiffs on Count II of the their Complaint. A party is entitled to summary judgment where "the pleadings, depositions, answers to interrogatories, and admissions on file, together with affidavits, if any, show that there is no genuine issue as to any material fact and that the moving party is entitled to summary judgment as a matter of law." NMI R. Civ. P. 56(c), "A moving party bears the initial and the ultimate burden of establishing its entitlement to summary judgment by demonstrating the absence of a genuine issue of material fact in the record before the court." *Triple J Saipan Inc. v. Agulto*, 2002 MP 11 ¶ 8. "If, and only if, the party moving for summary judgment meets his initial burden [is] the burden of production shift[ed] to the non-moving party, who must produce just enough evidence to create a genuine factual issue." *In re Estate of Roberto*, 2002 MP 23 n. 11 (citation omitted). Any doubt as to the existence of a genuine issue of material fact in a motion for summary judgment must be resolved against the movant. *Id.* "A fact in contention is considered material only if its determination may affect the outcome of the case." *Triple J Saipan Inc.*, 2002 MP 11 ¶ 8. With these principals in mind the Court turns to the issues in this case.

III. <u>DISCUSSION</u>

Count II of the Plaintiffs' Complaint alleges that Tiana's injuries were proximately caused by the Defendant's negligence. The Complaint further alleges that Defendant's negligence proximately caused Plaintiffs to experience severe emotional distress.

Order Civil Case No. 11-0085 Page 4 of 10

A. PLAINTIFFS' ARGUMENT FAILS UNDER THE RESTATEMENT SECOND

The Plaintiffs' claim for negligent infliction of emotional distress is not viable under the Restatement Second of Torts.

First, the Plaintiffs must demonstrate that their emotional distress caused them illness or bodily harm. See *Lee Bok Yurl v. Yoon Young Byung*, Civ. No. 99-0085 (NMI Super. Ct. March 3, 2000) (Order at 8): Restatement (Second) of Torts § 313(1) (1965): *see also* cmt.a. Here, the Cabreras have not alleged that they suffered illness or bodily harm resulting from their alleged emotional distress.

Further, "in order to successfully allege a cause of action for negligent infliction of emotional distress. [Plaintiffs] must allege that [Defendant] subjected them to a traumatic event. which caused [Plaintiffs] to fear for their own safety." *Id.*: Restatement (Second) of Torts § 313(2) (1965); *see also* cmt. d. Here, the Cabreras did not fear for their own safety.

Finally, the Cabreras' claim for negligent infliction of emotional distress will not be successful because they did not witness the actual injury. A bystander may only recover for negligent infliction of emotional distress if the "harm of peril to a member of his immediate occur[s] in his presence." Falalimpa v. Richards. Civ. No. 10-0079 (NMI Super Ct. Sept. 8, 2010) (Order granting Defendants' motion to dismiss Plaintiff Mariel Falalimpa's negligent infliction of emotional distress and negligence claims at 5); Evangelista v. Mobil Oil Mariana Islands, Inc.. Civ. No. 97-0652(T) (NMI Super. Ct. May 19, 1999) (Order at 4); Restatement (Second) of Torts \$436(3). Here, the Cabreras did not witness Tiana's fall.

Accordingly, the Cabreras claim for negligent infliction of emotional distress is not viable under the Restatement Second.

B. RESTATEMENT THIRD

Plaintiffs contend that this Court must adopt the Restatement Third, claiming that the American Law Institute's adoption of this new Restatement has changed Commonwealth's law. Opp'n at 4. 6. The Defendant, however, argues that the Court "should 'adopt the most recent version of the Restatement *unless* local law to the contrary . . . has been previously endorsed by the courts." Reply at 4 (citation omitted). In the Defendant's view, the Court should apply the Restatement Second to this case.

For the reasons that follow, the Court adopts the Restatement Third.

1. WRITTEN CASE LAW DOES NOT INCLUDE SUPERIOR COURT DECISIONS BECAUSE ONE SUPERIOR COURT DOES NOT HAVE THE POWER TO BIND ANOTHER SUPERIOR COURT

The Defendant argues that prior decisions of the Superior Court constitute written law as defined by 7 CMC § 3401. Thus, the Defendant argues that the Court may not apply the Restatement Third to the facts of this case because the Court has previously applied the Restatement Second. The Court holds that published Superior Court decisions do not constitute written law as defined by 7 CMC § 3401.

"In the Commonwealth, the rules of the common law as expressed in the Restatements of the Law as approved by the American Law Institute serve as the applicable rules of decision, in the absence of written or local customary law to the contrary." *Ito v. Macro Energy, Inc.*, 4 NMI 46, 55 (1993) (citing 7 CMC § 3401). The text of 7 CMC § 3401 provides:

In all proceedings, the rules of the common law, as expressed in the restatements of the law approved by the American Law Institute and, to the extent not so expressed as generally understood and applied in the United States, shall be the rules of decision in the courts of the Commonwealth, in the absence of written law or local customary law to the contrary

Order Civil Case No. 11-0085 Page 5 of 10

The Court may not apply the Restatements as the rules of decision when there are applicable sources of written law. *SARMA v. Wan Jin Yoon*, 2011 MP 12 ¶ 19. "[W]ritten law includes the Commonwealth Constitution and Commonwealth statutes, along with case law, court rules, legislative rules, and administrative rules." *Id.* (citing *Borja v. Goodman*, 1 NMI 225, 242 (1990)).

Published Superior Court decisions are case law to the extent that they contribute to the body of jurisprudence in the Commonwealth. However, the Court finds that the legislature did not intend for published Superior Court decisions to be considered written law under 7 CMC § 3401. Section 3401 simply does not contain any indication that it is meant to radically alter the trial court's authority to bind other trial courts. Similarly, there is no evidence that this Court is meant to be bound by other trial courts of the Superior Court.

The Commonwealth Supreme Court has never held that a trial court can be bound by another trial court in the Commonwealth. On the contrary, it is well established that trial courts in the Commonwealth do not have the authority to bind other trial courts. *Bank of Saipan v. Superior Court*, 2001 MP 7 ¶ 21 ("stare decisis does not compel one trial court... to follow the decision of another trial court."); *Rosario v. Camacho*, 2001 MP 3 ¶ 86.

Accordingly, the Court holds that published Superior Court decisions do not constitute written law under 7 CMC § 3401.

2. THE COURT IS NOT MANDATED TO ADOPT THE RESTATEMENT THIRD

The Court is not required by law to adopt the Restatement Third, as it would be unconstitutional for the legislature to delegate its powers to an organization, such as the American Law Institute. The Court interprets statutes in ways that do not make them unconstitutional. Therefore, the Court is not required to adopt the Restatement third.

2.2

Order Civil Case No. 11-0085 Page 7 of 10

3. THE COURT MAY ADOPT THE RESTATEMENT THIRD WHEN THE PROVISION ACTUALLY EXPRESSES THE COMMON LAW OF THE STATES AND WHEN IT IS IN THE BEST INTERESTS OF THE COMMONWEALTH

The Court may adopt provisions of the Restatement Third. The language of 7 CMC § 3401 does not indicate that the Court can never adopt newer versions of the Restatement. Further, policy supports adopting new provisions on a piecemeal basis because the legislature did not intend to freeze the Commonwealth in the year 1965. The test requires the Court to determine if a provision of the Restatement is an actual expression of the common law and then determine whether that provision is in the best interests of the Commonwealth.

Section 48 of the Restatement Third "reflects the rule adopted by the California Supreme Court in *Dillon v. Legg.* 411 P.2d 921 (Cal. 1968) and the evolution of that rule." Restatement (Third) of Torts § 48 cmt. a. (2012). Prior to this case, injured parties could recover for negligently caused emotional harm only if they suffered physical injuries resulting from the defendant's negligent conduct. *Id.* The rule then developed to include those within the "zone of danger" created by the defendant's negligent conduct. *Id.* However, the *Dillon* court loosened the antiquated rules and allowed for emotional distress claims for those who witnessed an injury to family member but were not themselves harmed or in danger of being harmed. *Id.* "Most American courts have now adopted some version of the 'bystander' rule." *Id.* Thus, this Court finds that the rule stated in the Restatement Third more accurately reflects the common law as it presently stands in the United States than the rule as set forth in the Restatement Second.

The Court also finds that adopting the revised rule as expressed in the Restatement Third is in the best interests of the Commonwealth. Accordingly, the Court holds that section 48 of the Restatement Third is applicable to claims of negligent infliction of emotional distress in the Commonwealth.

4. ELEMENTS OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS UNDER RESTATEMENT

The Restatement Third makes it significantly easier for a Plaintiff to sue for negligent infliction of emotional distress:

An actor who negligently causes sudden serious bodily injury to a third person is subject to liability for serious emotional harm caused thereby to a person who:

- (a) perceives the event contemporaneously, and
- (b) is a close family member of the person suffering the bodily injury.

Restatement (Third) of Torts § 48 (2012). Here, Tiana suffered serious bodily injury when she fell to the ground floor. Tiana's parents, the Cabreras, may have suffered extreme emotional harm when they discovered Tiana's injuries, but they did not witness Tiana's fall. The Cabreras argue that their arrival at the scene, moments after the injury, was sufficient to contemporaneously perceive the accident.

The Court holds that the Cabreras did not perceive Tiana's injury contemporaneously. For the Cabreras to recover under section 48 they "must have contemporaneously perceived the events that caused physical harm to the third person. It is not enough that the person later learned about the events, later viewed a recording of them, or <u>later observed the resulting bodily injuries</u>." Restatement (Third) of Torts § 48 cmt. e (emphasis added). Here, Tiana's injuries were caused by her fall. The Cabreras were not present to witness the fall that caused the injury to Tiana. Therefore, the Cabreras did not contemporaneously perceive the injury to Tiana.

Section 48 of the Restatement Third is based on the rule "first adopted by the California Supreme Court in *Dillon v. Legg*, 441 P.2d 912 (Cal. 1968) and the evolution of that rule." Restatement (Third) of Torts § 48 cmt. a. Twenty years after *Dillon* was decided, the California

Supreme Court recognized that "Dillon's progeny have created ever widening circles of liability." Thing v. La Chusa. 48 Cal. 3d 644, 653 (1989). The California Supreme Court went on to hold that the Plaintiff could not recover for negligent infliction of emotional distress because she did not actually observe her son's injury: "a plaintiff may recover damages for emotional distress caused by observing the negligently inflicted injury of a third person if. but only if, said plaintiff . . . is present at the scene of the injury-producing event at the time it occurs and is then aware that it is causing injury to the victim." Thing, 48 Cal. 3d at 667. Section 48 of the Restatement Third follows this line of reasoning and clearly requires plaintiff to be present at the scene of the injury-producing event. Restatement (Third) of Torts § 48 cmt. e. including illus. 1-4.

The cases cited by the Cabreras do not interpret contemporaneous perception to include viewing the victim immediately after the injury-causing event. Instead, the cases cited by the Cabreras demonstrate that some courts will allow recovery when a plaintiff contemporaneously perceives the injury *or* arrives immediately after the injury-causing event. This Court has been unable to locate any precedent defining "contemporaneous perception" as meaning arriving after the fact and notes that in the absence of written law, the Court is bound by the Restatement. *Ito v. Macro Energy, Inc.*, 4 NMI at 55, citing 7 CMC § 3401.

The Court recognizes that the line drawn by the Restatement Third is arbitrary. However, the rule "reflects a judgment that a contemporaneous perception is a more traumatic event than is learning later about the injury. It also reflects recognition that, as a practical matter, courts must draw lines, often apparently arbitrary ones, to prevent 'ever widening circles of liability." Restatement (Third) of Torts Section 48 Reporter Comment e, quoting *Thing v*, 48 Cal. at 653. Even so, were it within the Court's power, the Court would hold that the Cabreras could maintain their action for negligent infliction of emotional distress notwithstanding the fact that they did not perceive the actual injury. However, "[o]ur jurisdiction is not vested with a similar degree of

freedom in formulating our own common law as that exercised by courts in other jurisdictions. because of the statutory dictate that we apply the Restatement. Ito v. Macro Energy, Inc., 4 NMI at 56. citing 7 CMC § 3401.

The Court holds that a plaintiff must be "present at the scene of the injury-producing event at the time it occurs and [must be] aware that it is causing injury to the victim" to maintain an action for negligent infliction of emotional distress. Thing, 48 Cal. 3d at 684. Here, the Plaintiffs were not present at the scene of the injury producing-event at the time it occurred, and they did not witness their daughter's injury as it happened. Accordingly, the Defendant's motion for partial summary judgment is granted.

III. CONCLUSION

- 1. The Court will use whatever Restatement was available when the statute was published, unless the new restatement is an actual expression of the common law and is in the best interests of the Commonwealth.
- 2. The Court adopts the Restatement of Third for negligent infliction of emotional distress.
- 3. The Motion for Summary judgment is granted because Plaintiffs did not contemporaneously experience the event.

IT IS SO ORDERED this 1st day of November 2013.

KENNETH L. GOVENDO ASSOCIATE JUDGE

23

24