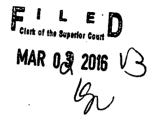
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Attorneys for Defendant THOMAS JEFFERSON SCHOOL OF LAW

SUPERIOR COURT OF THE STATE OF CALIFORNIA

COUNTY OF SAN DIEGO

ANNA ALABURDA, JILL BALLARD, DANIELA LOOMIS, AND NIKKI NGUYEN, on behalf of themselves and all others similarly situated.

Plaintiffs.

v.

THOMAS JEFFERSON SCHOOL OF LAW. and DOES 1 through 100,

Defendants.

AND RELATED ACTIONS.

Case No. 37-2011-00091898-CU-FR-CTL

[RELATED CASES 37-2014-33723, 37-2014-33730, 37-2014-33744, 37-2014-33749, 37-2014-34840, 37-2014-34858, 37-2014-37786, 37-2014-387347

DEFENDANT THOMAS JEFFERSON SCHOOL OF LAW'S TRIAL BRIEF

Date:

March 4, 2016

Time:

9:00 a.m.

Judge:

Hon. Joel M. Pressman

Dept.:

66

Action Filed:

May 26, 2011

Trial Date:

March 4, 2016

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I. INTRODUCTION

Plaintiff Anna Alaburda ("Alaburda") alleges that in deciding to attend TJSL she relied on post-graduate employment statistics published in the popular magazine *U.S. News & World Report*. Alaburda claims that TJSL inaccurately reported post-graduate employment statistics. She also claims that she was "misled" by the on-line summary information about TJSL because she assumed the term "employed" was limited to full-time, permanent, attorney positions, and because, she contends, the reported numbers were inflated.

Alaburda's Fifth Amended Complaint ("FAC") alleges unfair business practices in violation of Business & Professions Code section 17200, false advertising in violation of Bus. & Prof. Code section 17500, intentional fraud, negligent misrepresentation, violation of the Consumer Legal Remedies Act ("CLRA") and negligence. The evidence—including plaintiff's own deposition admissions—demonstrates that she cannot prevail on any of her claims.

All of Alaburda's claims fail at the outset – they are barred by the statute of limitations. Ms. Alaburda contends that she was damaged by enrolling at TJSL in 2005 – but she waited until 2011 to sue, well after the statutes of limitations had all passed.

Moreover, Plaintiff will not be able to establish the following elements of her claims:

- Alaburda has no evidence that TJSL inaccurately reported post-graduate employment statistics for the data she relied upon in deciding to attend TJSL.
- Even if she had such evidence, she could not show that TJSL acted intentionally.
- She cannot show that she substantially relied on the employment statistics. She chose to attend TJSL for a simple reason it was the only school that admitted her.
- Even if she could show she substantially relied on the employment statistics (she cannot), Alaburda cannot show her reliance was *reasonable*. She read the term "employed" in a strained, limited way; ignored published methodology information; ignored that bar passage rates were lower than the employment rates; ignored other data sources that provided granular breakdowns of the statistics; ignored that the employment statistics varied widely from year to year; and failed to perform any further inquiry or investigation.

Additionally, Alaburda suffered no cognizable legal injury because, among other reasons, she admits she obtained a full-time attorney position, earning \$60,000 per year, plus benefits, shortly after graduating.

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II. FACTUAL BACKGROUND

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Thomas Jefferson School of Law A.

TJSL is a non-profit organization with a stated mission of providing an outstanding legal education for a diverse student body in a collegial and supportive environment. Located in downtown San Diego, TJSL has been fully accredited by the American Bar Association (ABA) since August 2001.

B. TJSL Reported its Employment Statistics in Accordance with the Same Protocol Required of All Other Accredited Law Schools.

All accredited law schools must provide highly-detailed employment data, on a student-bystudent basis, to the National Association for Law Placement ("NALP"). In response to NALP's requests, TJSL provides data gathered from students regarding the industry in which they are employed, including distinguishing between law firms, business and industry, government and other categories. The school also reports the number of graduates who held jobs for which bar admission was required; for which a J.D. is an advantage (but not required); and for which a J.D. is neither required nor preferred. Additionally, TJSL provides a breakdown of the number of graduates whose employment status is known versus unknown. Once this information is transmitted to NALP, NALP processes the data into summary numbers. Those summary numbers are then used in reporting to U.S. News and other publications, which process the information pursuant to their own methodologies.

C. Alaburda Decided to Attend Law School After a Cost-Benefit Analysis.

Alaburda attended TJSL from August 2005 to May 2008. After graduating from New York University, Alaburda began contemplating a professional degree. In addition to law, she considered a career in journalism or psychology. Ultimately, she decided to attend law school after a "cost-benefit analysis" because, among other reasons, she "knew [she] needed money."

In deciding whether, and which law school to attend, Alaburda had extended discussions with an attorney and other prospective students, scoured law school mailers, and consulted multiple websites (e.g., the ABA, LSAC, and California Bar websites).

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D. Alaburda Chose to Attend TJSL After Conducting Virtually No Research Into Her Post-Graduation Job Prospects.

Alaburda reduced her list of possible law schools to seven California law schools and one school in New York. In choosing a law school, Alaburda claims that her most important consideration was the ability to find post-graduation employment. However, she admits the *only* source of employment statistics she ever consulted was *U.S. News* and law school websites. Further, she never endeavored to understand how the *U.S. News* statistics were developed and could not recall reading the section describing that magazine's methodology. Alaburda does not recall ever exploring any of the detailed job data published by the ABA/LSAC, although she admits knowing that this information was available. She also does not recall visiting or contacting TJSL's Career Services staff, or even the Career Services staff of any of the law schools to which she applied.

E. Alaburda Considered Multiple Factors in Evaluating Law Schools, but Ultimately Decided to Enroll at TJSL Because It Was Her Only Viable Option.

Alaburda considered many disparate factors in her decision to apply to TJSL, including location, cost, student-faculty ratio, LSAT scores, student GPAs, the writing program, the percentage of women in the class, diversity, and bar passage rates.

Ultimately, Alaburda was admitted to just one law school – TJSL. She selected TJSL because she wanted to go to law school, and TJSL was her only option:

Q. Is it fair to say that you chose to attend TJSL because you wanted to go to law school and it was the only law school to which you were selected for admission?

A. Yes.

Alaburda was awarded a \$10,000 per semester scholarship, which covered approximately two-thirds of her law school tuition. With the scholarship, Alaburda paid a total of only \$32,745 in tuition for her entire three-year legal education at TJSL.

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F. Alaburda Saw Employment Statistics in U.S. News but Did Not Read Them Closely.

Alaburda testified that she considered the 2004 and 2005 Best Graduate Schools Editions of *U.S. News*. Those Editions listed the following statistics:

EDITION	EMPLOYED NINE MONTHS AFTER GRADUATION	CA BAR PASSAGE RATE
2004	80.1%	54.1%
2005	56.4%	48.4%

Those Editions also listed TJSL as a fourth-tier law school, which Alaburda acknowledges she considered before accepting admission.

In reviewing the employment statistics, Alaburda "assumed" that the "percent employed" figure represented only full-time legal positions, never considering that lawyers might work part-time. She made no effort at all to determine what jobs law school graduates secured, or where those jobs were located.

G. Alaburda Attended TJSL for Three Years Despite Her Alleged Misgivings

Alaburda began attending TJSL in the Fall of 2005. By the end of her first year —i.e., Spring 2006—she testified that she believed that TJSL's representations regarding the quality of education were deceptive. As a result, at the end of her first year, Alaburda applied to transfer to UCLA. Despite her alleged misgivings about TJSL, she did not apply for transfer to any other school.

After being denied admittance to UCLA, Alaburda decided to remain enrolled at TJSL. She testified that by her second year of law school (May 16, 2007), she was openly concerned about her employment prospects. She complained to classmates and was discouraged by the options available. Nevertheless, she never complained to anyone in TJSL Career Services, requested to withdraw from TJSL, or demanded a tuition refund. Rather, she chose to remain enrolled.

¹ This was despite the fact that Alaburda worked 30-hours per week at a job at USC prior to law school and considered herself employed.

H. Alaburda Made Almost No Effort to Obtain Post-Graduate Employment, But Still Was Offered an Associate Position in a Law Firm. She Turned It Down.

While proclaiming the importance of finding a job, Alaburda made little effort to do so.

TJSL provides numerous avenues for students to find post-graduation employment and students are strongly urged to seek a summer position after their second year of law school. The school encourages students to cast a wide net and submit many applications to various employers.

Heeding this advice, students frequently submit anywhere from 50 to several hundred applications. Yet, despite this recommendation, Alaburda admits she submitted only between two and four applications for a summer position during her entire second year of law school. From this effort, she received one call back interview, but was not successful in landing the position.

Alaburda made even less effort to find post-graduate employment during her third year of law school, submitting just *one* application for employment. She was selected for an interview, and then was invited back for more interviews. However, *she withdrew her application* because she "did not know how passionate [she] was" about the one position she had applied for.²

After graduating from TJSL and passing the California bar examination, Alaburda interviewed with five to seven employers. Based on these interviews, Alaburda was offered a full-time lawyer position making \$60,000 per year, plus benefits, by a Southern California law firm. She initially accepted the position, and her employment was to begin in February 2009—within nine months of graduation. She rescinded her acceptance because the firm would not pay for her bar dues and required her to travel to San Bernardino for one month of training. At that same time, in mid-February 2009, she began working for a legal publisher 30-40 hours per week for \$33 per hour (plus bonuses and expenses) in a job where being an attorney was preferable. Despite successfully obtaining a full-time attorney position within nine months of graduation, Alaburda now alleges that she received "no value" from her degree because she was "misled" about her ability to secure a full-time attorney job (even though it is undisputed that she did).

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² Notably, the only other post-graduate opportunity Alaburda pursued during her third year of law school was a teaching fellowship in Ethiopia—*i.e.*, a non-lawyer position. (Alaburda 207:18-23.) Alaburda admits telling others that her primary interest at the time was teaching, not a traditional legal job. (Alaburda 208:12-16.)

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III. ALL OF PLAINTIFF'S CLAIMS FAIL AT THE OUTSET, BECAUSE THEY ARE TIME-BARRED.

Alaburda's claims are subject to a two-, three- or four-year statute of limitations. (Code Civ. Proc., § 339 [two years for negligent misrepresentation, negligence]; Code Civ. Proc., § 338, subds. (a) and (h) [three years for false advertising]; Code Civ. Proc., § 338, subd. (d) [three years for fraud]; Civ. Code, § 1783 [three years for CLRA]; Bus. & Prof. Code, § 17208 [four years for unfair competition].) California law provides that the statute of limitations begins to run at the time the allegedly deceptive statements were made, or, *at the very latest*, when the plaintiff discovers (or has reason to discover) the deception. (*Fox v. Ethicon Endo-Surgery, Inc.* (2005) 35 Cal. 4th 797, 807 ["A plaintiff has reason to discover a cause of action when he or she has reason at least to suspect a factual basis for its elements."].)

In this case, Alaburda filed her lawsuit on May 26, 2011. However, Alaburda testified she felt misled about the quality of her TJSL education by the end of her first year (Spring of 2006), which caused her to seek to transfer to UCLA. She then concedes that based on her experience at TJSL, she was concerned about her job prospects before the end of her second year (May 16, 2007). Indeed, she even complained to other students during her second year that she feared she would not receive the type of employment opportunities that she hoped to achieve. Thus, based on her own testimony, Alaburda discovered the alleged "deceptiveness" of TJSL's reported job statistics prior to the conclusion of her second year of law school on May 16, 2007. Therefore, the very latest date that Alaburda could have timely filed this lawsuit was May 16, 2011.

Accordingly, all of her claims are barred by the statute of limitations.

IV. ALABURDA HAS NO EVIDENCE TJSL INACCURATELY REPORTED ANY GRADUATES DURING THE RELEVANT TIME PERIOD

A. Alaburda Has No Evidence of Misreporting During the Relevant Time Period.

All of Alaburda's claims are based on the allegation that TJSL inaccurately reported its post-graduate employment statistics to *U.S. News & World Report*. Alaburda relied on the 2004-2006 editions of *U.S. News & World Report* in deciding to enroll in TJSL, which reported data for the Classes of 2001-2003. TJSL served discovery requesting that she identify all graduates she

alleges were misreported. Alaburda identified 144 specific graduates that were misreported. But not one of these graduates was from the Class of 2001-2003. TJSL has produced contact information available for hundreds of graduates from the 2001-2003 time period. Still, Alaburda has not identified a single graduate from 2001-2003 whom she contends was reported inaccurately. Indeed, she admits precisely the opposite. Except for the 144 graduates from the irrelevant time period, Alaburda states that she has no graduate-specific evidence of misreporting for any other student.

Even plaintiff's expert, who she retained to assess TJSL's reporting, was unable to conclude that any misreporting occurred in 2001-2003. He attempted to identify inaccuracies in 2003 and concluded: "I am unable to draw a meaningful conclusion." Nor did he reach any conclusion that TJSL misreported any graduate in 2001-2002.

Alaburda has no evidence of misconduct by Lisa Kellogg, the person primarily responsible for collection and reporting of employment statistics from 1998-2002. Indeed, Kellogg testified that (i) she had a practice of requiring supporting documentation in order to report a graduate as employed; and (ii) that she and all others responsible for reporting employment data followed the NALP guidelines to the letter. Alaburda also has no evidence that Kellogg's successors responsible for reporting, engaged in any improper conduct or misreporting, or that *anyone* in the Alumni Office or in the Career Services office engaged in any improper conduct or misreporting in 2003.

B. Lacking Any Viable Evidence From the Relevant Time Period, Alaburda Relies On Irrelevant Information From Later Years.

All of Alaburda's evidence regarding TJSL's policies and practices dates from 2006 or later – years *after* the she made her decisions to enroll at TJSL, and even after she graduated. Alaburda thus cites practices from 2006 or later, but do not present any evidence whatsoever that any of these alleged policies or practices were in place in 2001-2003, the relevant years. And there was no continuity in practices that were passed down over the years. Rather, when, Ms. Bracker took over the Career Services office in 2007, she learned the process anew:

At the time I became director [in 2007], I would say largely that was sort of self taught process then at that point because Laura Weseley was no longer with the school nor was anyone who had really been directly involved with the process.

Likewise, even though she obtained contact information for nearly 3,000 TJSL graduates, she identifies only 144 graduates who she contends were mis-reported from 2000-2015.

- Alaburda's Claim of a "Pattern or Practice" Is Unsupported, and Does
 Not Salvage Her Claims.
 - a. Alaburda may not rely on evidence of TJSL's "character."

Rather than introducing evidence from the relevant time period, Alaburda relies on evidence from irrelevant years in an effort to paint TJSL as dishonest. However, such character evidence is not admissible: "evidence of a person's character or a trait of his or her character (whether in the form of an opinion, evidence of reputation, or evidence of specific instances of his or her conduct) is inadmissible when offered to prove his or her conduct on a specified occasion." (Cal. Evid. Code § 1101.) As the Law Revision Commission explains:

Section 1101 excludes evidence of character to prove conduct in a civil case for the following reasons. First, character evidence is of slight probative value and may be very prejudicial. Second, character evidence tends to distract the trier of fact from the main question of what actually happened on the particular occasion and permits the trier of fact to reward the good man and to punish the bad man because of their respective characters. Third, introduction of character evidence may result in confusion of issues and require extended collateral inquiry.

(CAL. LAW REVISION COMMITTEE, Comment 29B pt. 3 (available at WEST'S ANN. EVID. CODE § 1101) (emphasis supplied).) All of these concerns apply here. What matters to Alaburda's claims is whether the information that she reviewed was accurate. Information she admittedly never reviewed and never relied on is not relevant. Alaburda will default on her burden of introducing any admissible evidence of inaccuracies during the relevant years.

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 Despite years of discovery, Alaburda cannot make a foundational showing that TJSL had consistent collection and reporting practices.

Alaburda argues that data from years after she made the decision to attend TJSL (indeed, from years after she *graduated* from TJSL) should nonetheless be considered, based on their unsupported contention that TJSL had a "pattern and practice" of misreporting employment statistics. But information only qualifies as "habit" or "custom" evidence if it is *materially similar* to the practices from other time periods. (*See Holdgrafer v. Unocal Corp.*, 160 Cal. App. 4th 907, 929 (2008) ("the hallmark of admissibility is *similitude* of the prior and present conduct").) The party seeking to obtain such evidence bears the burden of demonstrating continuity of practices across time. (*See Tyler v. Superior Court*, 102 Cal. App. 3d 82, 88 (1980) (finding "lack of foundational facts" where plaintiff failed "to demonstrate the relationship between this past incident and the instant one").)

Alaburda cannot meet her burden of demonstrating continuity across time. To be sure, TJSL's practices, in a trivial sense, had certain uniformities. For example, TJSL's policy, at all times, has been to report all data accurately. And, TJSL reported data in February or March of each year, based on individuals who graduated in the prior year, based on its diligent efforts to collect and track such information. This is all true, but not relevant. What matters is that TJSL's specific practices on data collection and reporting in 2001-2003 (in which Alaburda identified no alleged misreporting) were materially different from the years in which Alaburda purport to have found violations (2004-2010).

The evidence demonstrates that TJSL's practices changed dramatically over the years. There was no common practice tying 2001-2003 to later years.

TJSL's practices changed over the years, such that any claimed inaccuracies in later years say nothing at all about TJSL's practices in 2001-2003. Indeed, the "habits" of Career Services employees in later years say nothing about reported in earlier years, which was handled by a different unit (Alumni Relations), under different NALP guidelines, using different collection and

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27 28 response. Here, there is neither. Both the stimulus (the questions raised) and the response (how TJSL collected, tracked, and reported information, and who handled each step) varied significantly over time. The survey by Alaburda's expert is not relevant. 2.

reporting practices. To qualify as "habit," there must be both a uniform stimulus and a uniform

Alaburda will offer testimony by her expert, Professor Belch, to present results of a survey showing that TJSL misreported 20% of the Class of 2009 graduates and 28% of Class of 2010 graduates. However, this is not what Professor Belch's report says. Rather, he concludes that 20% of the respondents to his survey of 2009 claimed they were unemployed. As he only reached 25 graduates, he identifies a grand total of 5 graduates from TJSL who were allegedly misreported, out of a class of 220. For the class of 2010, he received 28 responses, and found a grand total of 8 alleged inaccuracies, out of a class of 221.

The survey produces results that are entirely irrelevant, because the survey asks the wrong question. Specifically, the survey asks each graduate to confirm their employment status "as of February 15, 2010." But the relevant question here is not whether TJSL's graduates were employed or unemployed on February 15, 2010. Rather, the question is whether TJSL knew that its graduates were employed on February 15, 2010. The survey does not ask -(1) what did each graduate tell TJSL about his or her employment status; or (2) when did he or she make that disclosure to TJSL? Because it does not address the relevant inquiry—whether TJSL had knowledge of graduates' employment status, but reported them inaccurately nonetheless-the survey is not relevant to Alaburda's claims.

3. Karen Grant testified that Career Services did not misreport any graduate.

Alaburda will also likely offer testimony by Karen Grant (who was only employed at TJSL in 2006 - 2007) to support her allegation that TJSL inflated its employment statistics. But Grant testified at her deposition as follows:

> Q: Was the information that you compiled and recorded in the spreadsheets, whether hard copy or electronic, all accurate information, to the best of your knowledge?

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A: Yes.

Q: Did you ever record data in those spreadsheets that you knew to be false or inaccurate?

A: No.

Q: Did anyone at Thomas Jefferson ever instruct you to make up data regarding any graduate?

A: No. Never."

Thus, Ms. Grant's testimony does not support any standing practice of misreporting graduates employment status.

V. ALABURDA CANNOT DEMONSTRATE THE EMPLOYMENT STATISTICS WERE A MATERIAL, SUBSTANTIAL FACTOR IN HER DECISION.

Alaburda must show, for each of her claims, that TJSL's alleged misrepresentations were the legal cause of her injury. Stated differently, they must have been a material, substantial factor in Alaburda's decision to attend TJSL. (See In re Tobacco II Cases, 46 Cal. 4th 298, 306 (2009) ("[A UCL] plaintiff must show that the misrepresentation was an immediate cause of the injury-producing conduct" and "has played a substantial part, and so has been a substantial factor, in influencing his decision.") (citations omitted); Bus. & Prof. Code § 17535 (FAL suit may be brought by one who "suffered injury in fact and has lost money or property as a result of a violation of this chapter."); Cal. Civ. Code § 3294(c) (fraud requires "intentional misrepresentation, deceit, or concealment of material fact"); Apollo Capital Fund, LLC v. Roth Capital Partners, LLC, 158 Cal. App. 4th 226, 243 (2007) (negligent misrepresentation claim requires "misrepresentation of a past or existing material fact"); Buckland v. Threshold Enterprises, Ltd., 155 Cal. App. 4th 798 (2007) ("[A]ctual reliance is an element of a CLRA claim sounding in fraud."); Ladd v. County of San Mateo, 12 Cal. 4th 913, 917 (1996) (negligence elements are "(a) a legal duty to use due care; (b) a breach of such legal duty; [and] (c) the breach as the proximate or legal cause of the resulting injury.") (emphasis added throughout).)

A misrepresentation of fact is material to a plaintiff's decision "if it induced the plaintiff to alter his position to his detriment. Stated in terms of reliance, materiality means that without the misrepresentation, the plaintiff would not have acted as he did." (Lacher v. Superior Court, 230

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Cal. App. 3d 1038, 1049 (1991).)

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Alaburda claims that she decided to attend TJSL based on her review of employment statistics in U.S. News and its accreditation. This is nothing more than an ex post rationalization of a decision that she made over ten years ago, which TJSL's expert will demonstrate is consistent with consumers' evolving rationalizations for prior purchases. And here, the allegation plainly contradicts her prior sworn deposition testimony. Alaburda selected TJSL for a simple reason she was determined to go to law school, and it was her only option:

> Q. Is it fair to say that you chose to attend TJSL because you wanted to go to law school and it was the only law school to which you were selected for admission?

A. Yes.

It is clear that Alaburda did not rely on TJSL's employment statistics, and instead decided to attend because she had no other law school options. Thus, she will not prevail on any of her claims.

VI. ALABURDA CANNOT DEMONSTRATE REASONABLE RELIANCE.

"Reasonable reliance" is an essential element of each of Alaburda's causes of action. (See Hall v. Time Inc., 158 Cal. App. 4th 847, 859 (2008) ("[T]he representative UCL plaintiff must plead he or she suffered an injury in fact caused by, or in justifiable reliance on, the alleged acts of unfair competition."); Hill v. Roll Intern. Corp., 195 Cal. App. 4th 1295, 1304 (2011) ("The reasonable consumer test used in the UCL and FAL derives from parallel parts of the Federal Trade Commission Act . . . which requires a plaintiff to show potential deception of consumers acting reasonably in the circumstances—not just any consumers."); Small v. Fritz Companies, Inc., 30 Cal. 4th 167, 173 (2003) (intentional fraud requires "justifiable reliance"); Apollo Capital Fund, LLC, 158 Cal. App. 4th 226, 243 (2007) (negligent misrepresentation requires "justifiable reliance"); Consumer Advocates v. Echostar Satellite Corp., 113 Cal. App. 4th 1351, 1360 (2003) (upholding trial court's requirement that plaintiffs prove "a reasonable consumer would be likely to be misled" because advertisement under CLRA is "judged by the effect it would have on a reasonable consumer"); Garcia v. Superior Court, 50 Cal. 3d 728, 734 (1990) ("One who negligently gives false information to another is subject to liability for physical harm

caused by action taken by the other in **reasonable reliance** upon such information . . .") (emphasis added throughout).)

Reasonable reliance requires that the "circumstances were such to make it reasonable for plaintiff to accept defendant's statements without an independent inquiry or investigation."

(Wilhelm v. Pray, Price, Williams & Russell, 186 Cal. App. 3d 1324, 1332 (1986); see also Seeger v. Odell, 18 Cal. 2d 409, 415 (1941) ("If the conduct of the plaintiff in the light of his own intelligence and information was manifestly unreasonable . . . he will be denied a recovery.").) A reasonable consumer is deemed to be an individual with the characteristics of an ordinary consumer within the population targeted by the advertisement or representation. (Lavie v. Procter & Gamble Co., 105 Cal. App. 4th 496, 512 (2003) ("Where the advertising or practice is targeted to a particular group or type of consumers, either more sophisticated or less sophisticated than the ordinary consumer, the question whether it is misleading to the public will be viewed from the vantage point of members of the targeted group, not others to whom it is not primarily directed.").) Notably, the statement must be "likely to deceive," which "implies more than a mere possibility that the advertisement might conceivably be misunderstood by some few consumers viewing it in an unreasonable manner." (Id. at 508.)

For the reasons explained below, Alaburda's claimed reliance on, and interpretation of, the employment statistics was unreasonable.

A. A reasonable prospective law student would understand that "employed" means employed – not something more.

Reasonable people interpret words based on their common usage. (*Brown v. Watt*, 256 Cal. App. 2d 44, 48 (1967) ("It is the presumption in this state that the words are used in their generally accepted sense . . ."); *McMillan v. Siemon*, 36 Cal. App. 2d 721, 726 (1940) ("In construing the Constitution the same rule which applies in construing statutes, contracts, and all written or spoken language . . . words are presumed to have been used in their natural and ordinary meaning.").) A reasonable prospective law student would not have ignored the ordinary definition

of the term "employed" in favor of a much more restrictive definition, namely, "employed in full-time, permanent, legal jobs."

B. A reasonable prospective law student would read the survey methodology. Alaburda ignored it.

A reasonably diligent reader would have understood that the category "% employed" did not describe the precise percentage of graduates obtaining employment (much less full-time, permanent, legal employment). *U.S. News* directly stated (on the same pages that Alaburda admits she read) that "employment rates include graduates reported as working or pursuing graduate degrees," "25% of those whose status is unknown are also counted as working," and "those not seeking jobs are excluded."

Alaburda never endeavored to understand how the *U.S. News* statistics were developed and could not recall reading the section describing that magazine's methodology. However, she had seen the breakdown in *U.S. News* of the statistic into categories including law firm, legal business/industry, non-legal business and industry, government, public interest, judicial clerk, and academia. In light of her knowledge that employment was broken down into non-legal jobs, it was not reasonable for her to rely on a strained interpretation of "employed" that included only legal jobs.

Moreover, Alaburda assumed without any basis that the employment statistics represented only full-time legal positions. Her assumption is particularly glaring, as she herself had previously worked in a part-time job and considered herself employed at that time.

C. Reading "employed" as limited to legal employment is inconsistent with other available information.

U.S. News did not publish the employment statistics in isolation. It also published bar passage rates directly adjacent to the employment statistics. Specifically, it listed the following:

³ "Employ (transitive verb) . . . c (1): to use or engage the services of (2): to provide with a job that pays wages or a salary . . . (noun) . . . occupation, job " (*Employ Definition*, MERRIAM-WEBSTER.COM, http://www.merriam-webster.com/dictionary/employed (last visited July 20, 2015).)

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EDITION	EMPLOYED NINE MONTHS AFTER GRADUATION	CA Bar Passage Rate
2004	80.1%	54.1%
2005	56.4%	48.4%

In light of the lower bar passage rates, it would be patently unreasonable for a prospective law student to believe that the employment statistics included only full-time attorney jobs. Alaburda admits that she reviewed the California Bar website and considered the bar passage rate in making the decision to enroll. Any reasonable reader (and certainly any reasonable aspiring law student) would immediately recognize that the employment figures must include non-lawyer positions.

After seeing conflicting information, a reasonable consumer would investigate further.

Alaburda's claimed reliance was also unreasonable because the editions of U.S. News she reviewed contained widely varying employment percentages. Alaburda claimed that she reviewed two editions, which reported 80.1% and 56.4% employment rates. No reasonable consumer would have assumed a consistent statistic each year after seeing a drop in the statistic of almost 25% between one year to the next.

Despite viewing conflicting statistics and seeing the much lower bar passage rate, Alaburda admits she did not do any further investigation or research. Nor did she contact career services or anyone else at TJSL. Indeed, she admits that she did not follow-up, and did not ask a single question, relying solely on U.S. News and law school websites for schools other than TJSL. In light of these various conflicting sources of information, it was not reasonable for her to substantially rely on the employment statistics from a single year in a single source, without making any inquiries.

VII. ALABURDA SUFFERED NO INJURY BECAUSE SHE SUCCESSFULLY OBTAINED A FULL-TIME LAWYER POSITION AFTER GRADUATING FROM TJSL.

Alaburda's claims all require that she prove some form of injury. (Bus. & Prof. Code, §§ 17204 (unfair competition) and 17535 (false advertising); Krauss v. Strop (1941) 47 Cal. App. 2d 452, 455 ["...where fraud has been committed and no injury has been sustained by the party

complaining, no action can be maintained..."].); Creative Ventures, LLC v. Jim Ward & Associates (2011) 195 Cal. App. 4th 1430, 1444 [to recover for fraud or negligent misrepresentation, "plaintiffs had to prove that the alleged misrepresentation resulted in a loss. Deception without loss is not actionable."]; Civ. Code, §1770(a) (CLRA); Bower v. AT&T Mobility (2011) 196 Cal. App. 4th 1545, 1556 ["An individual seeking to recover damages under the CLRA based on a misrepresentation must prove, among other things, actual injury."]; Friedman v. Merck & Co. (2003) 107 Cal. App. 4th 454, 463 [negligence].)

The entire premise of Alaburda's lawsuit hinges on her allegation that TJSL overstated the percentages of its graduates who secure full-time lawyer positions. Thus, Alaburda argues that she paid her \$32,745 in tuition, left her job, and took out student loans, under the mistaken belief that she, too, could obtain such a position. However, Alaburda was offered precisely that—a full-time lawyer position paying \$60,000 per year, plus benefits—which she turned down. This fact alone destroys any claim that Alaburda was "injured" by TJSL's allegedly deceptive practices.

Alaburda received the full benefit of the bargain. She alleges she attended TJSL based on her belief that she could receive a full-time, lawyer position upon graduating, and that is precisely what she received. Because, she got exactly what she claims she paid for (i.e., a legal education resulting in a job offer as a full time attorney), she cannot demonstrate "injury."

VIII. ALABURDA FAILED TO MITIGATE HER DAMAGES BY MAKING LITTLE EFFORT TO SECURE POST-GRADUATION WORK

To the extent that Alaburda did not land her "dream job" after graduation, TJSL cannot be held liable. Alaburda admits she submitted only a handful of applications for legal jobs throughout her three years at TJSL. She was offered the opportunity to participate in the school's "On Campus Interview" program, but chose to submit only two to four applications during her second year, and only *one* application during her third year. Alaburda now attributes her failure to find a job to TJSL, when she did little more than sit back and wait for a job to come to her. (See Lewis v. Superior Court (1978) 77 Cal. App. 3d 844, 853 ["...defendant is not required to compensate for damages avoidable by reasonable effort."] (citations omitted); Shaffer v. Debbas (1993) 17 Cal. App. 4th 33, 41 ["A plaintiff . . . has a duty to take reasonable steps to mitigate

those damages and will not be able to recover for any losses which could have been thus avoided."]; State Dept. of Health Services v. Superior Court (2003) 31 Cal. 4th 1026, 1043 [same].)

In short, Alaburda was in a position to exercise significant control over her post-graduation fate. Her decision to expend little effort towards this end illustrates a fundamental problem with her claims—TJSL simply cannot be held responsible for securing a post-graduate legal position for every student who does little to advance his or her own chances of success.

IX. TJSL IS ENTITLED TO AN OFFSET OF ANY DAMAGES

Plaintiff's theory of damages is premised on the idea that the cost to her of attending TJSL is higher than the value that she received. She seeks reimbursement of her tuition, and also seeks (i) earnings that she purportedly lost as a result of attending TJSL; and (ii) interest on her student loan payments. However, TJSL is entitled to an offset of any damages based on the value Alaburda received from her degree. Alaburda passed the bar on the first try and received two offers of employment in the legal profession within nine months of graduating, which are clear indicators of the value provided by her TJSL degree.

As the California Court of Appeal recently explained, the proper measure of restitution under the UCL is the difference between the price paid and the *actual value received*. *In re Tobacco Cases II*, 240 Cal. App. 4th 779, 792 (2015). The actual value plaintiff received from her tuition paid to TJSL is a significant disputed issue in this litigation. *See also FTC v. Kuykendall*, 371 F.3d 745, 765–66 (10th Cir.2004) ("Issues regarding valuation and offset relate to available defenses and raise due process concerns. . . . A baseline of full-recovery is the starting point in the damages analysis because, to accurately calculate actual loss, the defendants must be allowed to put forth evidence supporting an offset," citing *FTC v. Febre*, 128 F.3d 530, 535 (7th Cir. 1997).

Indeed, courts have found that defendants have a due process right to present evidence of an offset in a case closely analogous to this. In *Makaeff v. Trump University, LLC*, 309 F.R.D. 631, 642 (S.D. Cal. 2015), the plaintiffs argued that Trump University presenting misleading information about its program, and sought full restitution of the tuition they paid. The Court held that defendants had a right to present evidence regarding offset – *i.e.*, to present evidence that the

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1	value offered by the education should offset any tuition payments. "Defendants will be afforded
2	the right to support an offset." (Ibid.)
3	Under settled law, TJSL has a due process right to introduce evidence that the value that
4	Ms. Alaburda received from her TJSL degree far exceeds the amount she paid. Any value plaintiff
5	received from her TJSL degree would function as an offset to her damages.
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