IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF KANSAS

BRIAN FLEEMAN)
	Plaintiff,)))
v.)
STATE FARM FIRE AND CASUALTY COMPANY)))
	Defendant.))

Case No.: 6:22-cv-1142-JWB-KGG

ORDER TO SHOW CAUSE

The Notice of Removal alleges this Court has subject matter jurisdiction pursuant to 28 U.S.C. § 1332 (diversity). In evaluating diversity jurisdiction, the organizational structure

determines the citizenship of a business entity. The citizenship of a corporation is both the state

or foreign state of incorporation and the state or foreign state where its principal place of

business is located. 28 U.S.C. § 1332(c)(1); Newsome v. Gallacher, 722 F.3d 1257, 1267 (10th

Cir. 2013).

Pursuant to 28 U.S.C. § 1332(a), federal courts have original jurisdiction over civil

actions where the amount in controversy exceeds \$75,000 and is between:

(1) citizens of different States;

(2) citizens of a State and citizens or subjects of a foreign state, except that the district courts shall not have original jurisdiction under this subsection of an action between citizens of a State and citizens or subjects of a foreign state who are lawfully admitted for permanent residence in the United States and are domiciled in the same State;

(3) citizens of different States and in which citizens or subjects of a foreign state are additional parties; and

(4) a foreign state, defined in section 1603(a) of this title, as plaintiff and citizens of a State or of different States.

Simply stated, diversity is absent when citizens of the same state are on both sides of the case. *See id.* Here, the Notice of Removal alleges that Defendant is "a mutual insurance company organized under the laws of the State of Illinois." (ECF. No. 1, at 2). Defendant has not, however, alleged the principal place of business of the Defendant. As such, the Court cannot determine the validity of the claimed diversity.

It is the independent obligation of the court to determine that subject matter jurisdiction is proper and that the court "do[es] not exceed the scope of [its] jurisdiction" *Henderson ex rel. Henderson v. Shinseki*, 562 U.S. 428, 434 (2011). Accordingly, this Court "must raise and decide jurisdictional questions that the parties either overlook or elect not to press." *Id.* (citation omitted). If it becomes apparent that jurisdiction does not exist, the Court, on its own, "must dismiss the cause at any stage of the proceedings" *Penteco Corp. Ltd. P'ship v. Union Gas Sys., Inc.*, 929 F.2d 1519, 1521 (10th Cir. 1991); Fed. R. Civ. P. 12(h)(3).

IT IS THEREFORE ORDERED that Defendant must show good cause to the undersigned Magistrate Judge on or before **July 12, 2022**, as to why this action should not be remanded for lack of subject matter jurisdiction.

IT IS SO ORDERED.

Dated this 28th day of June 2022, at Wichita, Kansas.

<u>/s Kenneth G. Gale</u> HON. KENNETH G. GALE U.S. MAGISTRATE JUDGE