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CONSOLACION P. SOLIS, Plaintiff and Respondent, v. EDGARDO P. VALLAR et al., Defendants and Appellants.

No. A088082.

COURT OF APPEAL OF CALIFORNIA, FIRST APPELLATE DISTRICT, DIVISION THREE

76 Cal. App. 4th 710; 90 Cal. Rptr. 2d 677; 1999 Cal. App. LEXIS 1043; 99 Cal. Daily Op. Service 9384; 99 Daily Journal DAR 12057

November 30, 1999, Decided

PRIOR HISTORY: [***1] Superior Court, County of Alameda County. Super. Ct. No. H-198300-7. William McKinstry, Judge.

DISPOSITION: The motions for dismissal and sanctions are denied.

CASE SUMMARY:

PROCEDURAL POSTURE: Plaintiff moved to dismiss an appeal in the Court of Appeal of California, First Appellate District, Division Three, from an order confirming a partition sale under Cal. Civ. Proc. Code § 873.750, alleging that the partition order was not appealable.

OVERVIEW: Plaintiff and defendant were co-owners of a residence. Plaintiff wanted to sell her share but defendant, out of the country, did not respond to plaintiff's communications. Plaintiff filed this action to compel partition and sale. Upon defendant's default, partition and sale was ordered. Defendant's motion for relief from default was denied. Defendant did not appeal from the interlocutory judgment under Cal. Civ. Proc. Code § 904.1(a)(9), but instead appealed from the court's order confirming the sale to the prevailing bidder. No final judgment terminating the partition proceedings had been entered. Plaintiff moved to dismiss the appeal and requested sanctions, arguing that the partition order was not appealable. The appellate court denied both motions, holding that California law supported the appealability of an order entered under Cal. Civ. Proc. Code § 873.750. Unlike an unsuccessful bidder, a property owner had a present interest sufficient to support standing as an aggrieved party.

OUTCOME: Motion to dismiss appeal denied because California law supported the appealability of a partition and sale order entered and a property owner, unlike an unsuccessful bidder, had a present interest sufficient to support standing as an aggrieved party.

CORE TERMS: partition, appealable, confirming, bidder, bid, appealable order, interlocutory judgment, unsuccessful, final judgment, standing to appeal, conveyance, directing, underlying judgment, aggrieved party, ownership interest, co-owner, case law, appealable judgment, sufficient to support, notice of appeal, appealability, nonappealable, confirmation, conclusive, prevailing, preceding, enforcing, staying, binding, default

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LexisNexis(R) Headnotes

Civil Procedure > Appeals > Appellate Jurisdiction > Final Judgment Rule

[HN1] An order confirming a partition sale is appealable under a predecessor of Cal. Civ. Proc. Code § 904.1 whose terms paralleled the current version of the statute. Cal. Code Civ. Proc. § 904.1 in its modern form supports the same conclusion. Cal. Civ. Proc. Code § 904.1(a)(2) permits an appeal to be taken from an order made after a judgment made appealable by Cal. Civ. Proc. Code § 904.1(a)(1). Cal. Civ. Proc. Code § 904.1(a)(1) specifically makes an interlocutory judgment directing partition appealable, by reference to Cal. Civ. Proc. Code § 904.1(a)(9). Cal. Civ. Proc. Code § 904.1 does not require a judgment preceding an appealable order to be final.

Civil Procedure > Appeals > Appellate Jurisdiction > Final Judgment Rule [HN2] See Cal. Civ. Proc. Code § 904.1(a)(1).

Civil Procedure > Appeals > Appellate Jurisdiction > Interlocutory Orders Real Property Law > Estates > Concurrent Ownership > Partition Actions [HN3] See Cal. Civ. Proc. Code § 904.1(a)(9).

Civil Procedure > Judgments > Entry of Judgments > Enforcement & Execution > Writs of Execution Civil Procedure > Appeals > Appellate Jurisdiction > Final Judgment Rule

[HN4] An order confirming a partition sale meets the three requirements developed by case law for an appealable order after judgment: the underlying judgment is appealable under Cal. Civ. Proc. Code § 904.1(a)(1), the order involves issues different from those addressed in the underlying judgment, and it affects the judgment or relates to it by enforcing it or staying its execution.

Civil Procedure > Judgments > Entry of Judgments > Enforcement & Execution > General Overview Contracts Law > Negotiable Instruments > Transfers

Real Property Law > Deeds > General Overview

[HN5] Any doubt whether a partition order is "sufficiently final" is resolved by Cal. Civ. Proc. Code § 874.240 which states that a conveyance or transfer pursuant to Cal. Civ. Proc. Code §§ 873.750 and 873.790 or Cal. Civ. Proc. Code § 873.960 is binding and conclusive, in the same manner as a judgment. Cal. Civ. Proc. Code § 873.750(a) governs the confirmation order, and calls for the court to order the referee to execute a conveyance or other instrument of transfer. Cal. Civ. Proc. Code § 873.790 requires no further action by the court; it directs the referee to execute and record the conveyance or transfer upon fulfillment of the terms of sale. Cal. Civ. Proc. Code § 873.960 governs transfer of title in a partition by appraisal rather than by sale.

Civil Procedure > Justiciability > Standing > General Overview Civil Procedure > Appeals > Reviewability > Adverse Determinations

Torts > Premises Liability & Property > General Premises Liability > Dangerous Conditions > General Overview [HN6] Unlike an unsuccessful bidder, a one-half owner of the property has an interest that is present, not merely prospective. Because the terms of the sale approved by the court directly affect the ownership interest, a property owner has an existing stake in the property being sold that entitles him to be heard, unlike a bidder who possesses only a rejected offer, if the prevailing bid was defective in some way. Therefore, a one-half owner of the property must be considered an aggrieved party with standing to appeal the confirmation order.

SUMMARY:

CALIFORNIA OFFICIAL REPORTS SUMMARY The trial court entered an order confirming a partition sale under Code Civ. Proc., § 873.750, and defendant, the co-owner of the property, appealed. (Superior Court of Alameda County, No. H-198300-7, William A. McKinstry, Judge.)

The trial court entered an order confirming a partition sale under Code Civ. Proc., § 873.750, and defendant, the

co-owner of the property, appealed. (Superior Court of Alameda County, No. H-198300-7, William A. McKinstry, Judge.)

The Court of Appeal denied the other co-owner's motion to dismiss the appeal and for sanctions. The court held that the order was appealable. Code Civ. Proc., § 904.1, subd. (a)(2), permits an appeal to be taken from an order made after a judgment made appealable by Code Civ. Proc., § 904.1, subd. (a)(1), which specifically makes an interlocutory judgment directing partition appealable by its reference to Code Civ. Proc., § 904.1, subd. (a)(9). The statute does not require a judgment preceding an appealable order to be final in the strict sense--an appealable judgment is sufficient. An order confirming a partition sale meets the three requirements developed by case law for an appealable order after judgment: the underlying judgment is appealable under Code Civ. Proc., § 904.1, subd. (a)(1); the order involves issues different from those addressed in the underlying judgment; and it affects the judgment or relates to it by enforcing it or staying its execution. The court also held that the rule that an unsuccessful bidder at a partition sale has only a prospective interest that terminates with the approval of another bid, leaving no interest sufficient to support standing to appeal as an aggrieved party, was not applicable to defendant, since he was also a one-half owner of the property. (Opinion by Parrilli, J., with McGuiness, P. J., and Corrigan, J., concurring.)

HEADNOTES

CALIFORNIA OFFICIAL REPORTS HEADNOTES

Classified to California Digest of Official Reports

(1) Appellate Review § 30--Decisions Appealable--Orders After Judgment--Order Confirming Partition Sale. ---An order confirming a partition sale under Code Civ. Proc., § 873.750, was appealable by the co-owner of the property. Code Civ. Proc., § 904.1, subd. (a)(2), permits an appeal to be taken from an order made after a judgment made appealable by Code Civ. Proc., § 904.1, subd. (a)(1), which specifically makes an interlocutory judgment directing partition appealable by its reference to Code Civ. Proc., § 904.1, subd. (a)(9). The statute does not require a judgment preceding an appealable order to be final in the strict sense--an appealable judgment is sufficient. An order confirming a partition sale meets the three requirements developed by case law for an appealable order after judgment: the underlying judgment is appealable under Code Civ. Proc., § 904.1, subd. (a)(1), the order involves issues different from those addressed in the underlying judgment, and it affects the judgment or relates to it by enforcing it or staying its execution. That such an order is sufficiently final is shown by Code Civ. Proc., § 874.240, which provides that a conveyance or transfer pursuant to Code Civ. Proc., § 873.750 and 873.790, or Code Civ. Proc., § 873.960, is binding and conclusive, in the same manner as a judgment.

[See 9 Witkin, Cal. Procedure (4th ed. 1997) Appeal, § 135.]

(2) Partition § 16--Appeal--Standing--Partition Sale--Owner With Unsuccessful Bid. -- -- The rule that an unsuccessful bidder at a partition sale has only a prospective interest that terminates with the approval of another bid, leaving no interest sufficient to support standing to appeal as an aggrieved party, was not applicable to an unsuccessful bidder who was also a co-owner of the property; the ownership interest is an interest that is present, not merely prospective.

COUNSEL: John M. Thorpe for Defendants and Appellants.

Andrew M. Zacks and James B. Kraus for Plaintiff and Respondent.

JUDGES: Opinion by Parrilli, J., with McGuiness, P. J., and Corrigan, J., concurring.

OPINION BY: PARRILLI

OPINION

[*711] [**678] PARRILLI, J.

Consolacion P. Solis moves to dismiss an appeal by Edgardo P. Vallar from an order confirming a partition sale under Code of [*712] Civil Procedure section 873.750. ¹ Solis contends the order is not appealable, relying on *Hummel v. First National Bank* (1987) 191 Cal. App. 3d 489, 493 [236 Cal. Rptr. 449]. We conclude *Hummel* was wrong on this point; both statutory and case law support the appealability of an order entered under section 873.750. Solis also argues that Vallar lacks standing to appeal. This claim has no merit. We deny the motion, and in view of that disposition we also deny Solis's motion for sanctions against Vallar for filing a frivolous appeal.

1 Further statutory references are to the Code of Civil Procedure.

[***2] The record has not yet been filed; we take the background facts from the affidavit filed by Solis's counsel under California Rules of Court, rule 42(a) and the affidavit supporting the sanctions motion. Solis and Vallar are co-owners of a residence in Hayward. Solis wanted to sell her share of the property but Vallar, who was in the Philippines, did not respond to her communications. Solis filed this action to compel partition and sale. Vallar failed to answer and Solis took his default. The court ordered partition and sale, and denied Vallar's subsequent motion for relief from default. Vallar did not appeal from the interlocutory judgment directing the partition and sale, which is appealable under section 904.1, subdivision (a)(9). However, after his bid for the property was rejected in favor of another bidder, Vallar appealed from the court's order confirming the sale to the prevailing bidder. No final judgment terminating the partition proceedings has been entered.

In *Hummel*, the trial court confirmed a partition sale in April 1985 and entered a final judgment confirming the legal description and transfer of the property in June 1985. Hummel, who held a small beneficial interest [***3] in the property, filed a notice of appeal from the order confirming the sale. The court stated: "This, of course, is a nonappealable order. Appellant seeks to have us treat it as an appealable order after final judgment within the meaning of Code of Civil Procedure section 904.1, subdivision (b). However, the judgment which said order succeeded, to wit: the judgment of partition, was not itself a final judgment within the meaning of Code of Civil Procedure section 904.1, subdivision (a), but an interlocutory judgment of partition made appealable by Code of Civil Procedure section 904.1, subdivision (i). Hence subdivision (b) of Code of Civil Procedure section 904.1 does not apply to it. The April 25, 1985, order was therefore a nonappealable interlocutory ruling." (*Hummel v. First National Bank, supra*, 191 Cal. App. 3d at p. 493.) Nevertheless, the court reached the merits by treating the notice of appeal as a premature appeal from the June 1985 final judgment. (*Ibid.*)

(1) *Hummel* overlooked several aspects of the appealability issue. Our Supreme [***4] Court has held [HN1] an order confirming a partition sale to be appealable [*713] under a predecessor of section 904.1 whose terms paralleled the current version of the statute. (*Dunn v. Dunn* (1902) 137 Cal. 51, 56 [69 P. 847]; see also *Balkins v. Norrby* (1944) 64 Cal. App. 2d 848, 849 [149 P.2d 396]; California Real Property Remedies Practice (Cont. Ed. Bar 1982) § 8.69, p. 304.) Section 904.1 in its modern form supports the [**679] same conclusion. Subdivision (a)(2) permits an appeal to be taken from "an order made after a judgment made appealable by paragraph (1)." Paragraph (1) specifically makes an interlocutory judgment directing partition appealable, by reference to paragraph (9). ² The statute does not require a judgment preceding an appealable order to be "final" in the strict sense contemplated in *Hummel*--an appealable judgment is sufficient.

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2 [HN2] Section 904.1, subdivision (a)(1) allows an appeal "[f]rom a judgment, except (A) an interlocutory judgment, other than as provided in paragraphs (8), (9), and (11)...." [HN3] Paragraph (9) makes appealable "an interlocutory judgment in an action for partition determining the rights and interests of the respective parties and directing partition to be made."

When *Hummel* was decided, current paragraph (a)(1) of section 904.1 was subdivision (a), current paragraph (a)(2) was subdivision (b), and current paragraph (a)(9) was subdivision (i). (Stats. 1984, ch. 29, § 2, pp. 93-94.)

[***5] [HN4] An order confirming a partition sale meets the three requirements developed by case law for an appealable order after judgment: the underlying judgment is appealable under section 904.1, subdivision (a)(1), the order involves issues different from those addressed in the underlying judgment, and it affects the judgment or relates to it by enforcing it or staying its execution. (*Lakin v. Watkins Associated Industries* (1993) 6 Cal. 4th 644, 651-652 [25 Cal. Rptr. 2d 109, 863 P.2d 179].) [HN5] Any doubt whether such an order is sufficiently final (see *Barnes v. Litton Systems, Inc.* (1994) 28 Cal. App. 4th 681, 684 [33 Cal. Rptr. 2d 562]) is resolved by section 874.240: "A conveyance or transfer pursuant to Sections 873.750 and 873.790 or Section 873.960 is binding and conclusive, in the same manner as a judgment." Section 873.750 governs the confirmation order, and calls for the court to "order the referee to execute a conveyance or other instrument of transfer." (§ 873.750, [***6] subd. (a).) Section 873.790 requires no further action by the court; it directs the referee to execute and record the conveyance or transfer upon fulfillment of the terms of sale. Section 873.960 governs transfer of title in a partition by appraisal rather than by sale.

(2) Solis argues in the alternative that Vallar lacks standing to appeal. She relies on *Estate of Cahoon* (1980) 101 Cal. App. 3d 434, 437 [161 Cal. Rptr. 651], which held that an unsuccessful bidder had only a prospective interest that terminated with the approval of another bid, leaving no interest sufficient to support standing as an aggrieved party. The same reasoning was followed by *In re Pacific Std. Life Ins. Co.* (1992) 9 Cal. App. 4th 1197, 1200-1202 [12 Cal. Rptr. 2d 50]. Vallar acknowledges his [*714] appeal is a challenge to the court's approval of a bid competing with his. However, he argues [HN6] he is not merely an unsuccessful bidder but also a one-half owner of the property, giving him an interest that is present, not merely prospective. We agree that this factor distinguishes [***7] the case from *Cahoon* and *Pacific Std.* The terms of the sale approved by the court directly affect Vallar's ownership interest. If the prevailing bid was defective in some way, Vallar has an existing stake in the property being sold that entitles him to be heard, unlike a bidder who possesses only a rejected offer. ³ Therefore, Vallar must be considered an aggrieved party with standing to appeal the confirmation order. (*County of Alameda v. Carleson* (1971) 5 Cal. 3d 730, 737 [97 Cal. Rptr. 385, 488 P.2d 953]; *In re Pacific Std. Life Ins. Co., supra*, 9 Cal. App. 4th at p. 1201.)

3 The situation would be different in a case where the court ordered partition both by physical division and by sale, and the complaining party lacked an ownership interest in the portion being sold. (See § 872.830 [authorizing partial division and sale]; *Butte Creek Island Ranch v. Crim* (1982) 136 Cal. App. 3d 360, 365-366 [186 Cal. Rptr. 252] [physical division is preferred method of partition].) If such a party's bid were rejected, he would be in the same position as the disappointed bidders in *Cahoon* and *Pacific Std*.

[***8] [**680] DISPOSITION

The motions for dismissal and sanctions are denied.

McGuiness, P. J., and Corrigan, J., concurred.