1 2 3	NEO Steve Morris, NV Bar No. 1543 Ryan M. Lower, NV Bar No. 9108 MORRIS LAW GROUP 411 E. Bonneville Ave., Ste. 360	Electronically Filed 12/12/2017 2:54 PM Steven D. Grierson CLERK OF THE COURT		
4 5 6	Las Vegas, Nevada 89101 Telephone: (702) 474-9400 Email: sm@morrislawgroup.com Email: rml@morrislawgroup.com			
7 8 9 10	Attorneys for Defendants Dickinson Wright, PLLC, Jodi Donetta Lowry, Jonathan M.A. Salls, Eric Dobberstein, and Michael G. Vartanian DISTRICT COURT			
12	CLARK COUNTY, NEVADA			
13	TAE-SI KIM, an Individual, and JIN-SUNG HONG, an Individual,) Case No. A-17-756785-C)) Dept. No. XXIV		
15 16 17 18 19 20 21 22 23 24 25 26 27 28	Plaintiffs, v. GIBSON LOWRY BURRIS, LLP, (now known as GIBSON LOWRY, LLP), a Nevada limited liability partnership; DICKINSON WRIGHT, PLLC, a Nevada Professional limited liability company; STEVE A. GIBSON, ESQ., an Individual; JODI DONETTA LOWRY, ESQ., an Individual; JONATHAN M.A. SALLS, ESQ., an Individual; ERIC DOBBERSTEIN, ESQ., an Individual; and MICHAEL G. VARTANIAN, ESQ., an Individual; and DOES I through X, inclusive, and ROE BUSINESS ENTITIES XI through XX, inclusive, Defendants.	> Dept. No. Axiv > NOTICE OF ENTRY OF ORDER > Dept. No. Axiv > NOTICE OF ENTRY OF ORDER > Dept. No. Axiv		
		₩		

MORRIS LAW GROUP E. BONNEVILLE AVE., STE. 360 · LAS VEGAS, NEVADA 89101 702/474-9400 · FAX 702/474-9422

PLEASE TAKE NOTICE that an Order Denying Plaintiffs' Motion to Reconsider Dismissal of Plaintiffs' Claims Against Dickinson Wright was entered in this action on the 12th day of December, 2017. A copy of the Order is attached hereto as Exhibit A.

MORRIS LAW GROUP

By: Steve Morris, NV Bar No. 1543 Ryan M. Lower, NV Bar No. 9108 411 E. Bonneville Ave., Ste. 360 Las Vegas, Nevada 89101

Attorneys for Defendants Dickinson Wright, PLLC, Jodi Donetta Lowry, Jonathan M.A. Salls, Eric Dobberstein, and Michael G. Vartanian

MORRIS LAW GROUP 411 E. BONNEVILLE AVE., STE. 360 · LAS VEGAS, NEVADA 89101 702/474-9400 · FAX 702/474-9422

CERTIFICATE OF SERVICE

Pursuant to Nev. R. Civ. P. 5(b)(2)(D) and E.D.C.R. 8.05, I					
certify that I am an employee of MORRIS LAW GROUP and that on the					
date below, I caused the following document to be served via the Court's					
Odyssey E-Filing system: NOTICE OF ENTRY OF ORDER. The date and					
time of the electronic proof of service is in place of the date and place of					
deposit in the mail.					

TO:

Brandon L. Phillips, NV Bar No. 12264
BRANDON L. PHILLIPS, ATTORNEY AT LAW, PLLC
1455 E. Tropicana Ave., Suite 750
Las Vegas, Nevada 89169
blb@abetterlegalpractice.com

Attorneys for Plaintiffs

DATED this 12th day of December, 2017.

An employee of Morris Law Group

Exhibit A

Exhibit A

12/12/2017 10:35 AM Steven D. Grierson CLERK OF THE COURT 1 ODM Steve Morris, NV Bar No. 1543 2 Ryan M. Lower, NV Bar No. 9108 MORRIS LAW GROUP 3 411 E. Bonneville Ave., Ste. 360 4 Las Vegas, Nevada 89101 Telephone: (702) 474-9400 Email: sm@morrislawgroup.com Email: rml@morrislawgroup.com 6 Attorneys for Defendants 7 Dickinson Wright, PLLC, 8 Jodi Donetta Lowry, Jonathan M.A. Salls, Eric Dobberstein, and Michael G. Vartanian 10 DISTRICT COURT 11 CLARK COUNTY, NEVADA 12) Case No. A-17-756785-C TAE-SI KIM, an Individual, and 13 IIN-SUNG HONG, an Individual, 14 Dept. No. XXIV Plaintiffs, 15 V. 16 ORDER DENYING PLAINTIFFS' GIBSON LOWRY BURRIS, LLP, 17 MOTION TO RECONSIDER (now known as GIBSON LOWRY, DISMISSAL OF PLAINTIFFS' LLP), a Nevada limited liability 18 **CLAIMS AGAINST DICKINSON** partnership; DICKINSON 19 WRIGHT, PLLC, a Nevada WRIGHT Professional limited liability 20 company; STEVE A. GIBSÓN, ESQ., 21 an Individual; JODI DONETTA LOWRY, ESQ., an Individual; 22 IONATHAN M.A. SALLS, ESQ., an Individual; ERIC DOBBERSTEIN, 23 ESQ., an Individual; and MICHAEL 24 G. VARTANIAN, ESQ., an Individual; and DOES I through X, 25 inclusive, and ROE BUSINESS 26 ENTITIES XI through XX, inclusive, 27 Defendants. 28

Electronically Filed

Case Number: A-17-756785-C

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

This matter came before the Court on December 5, 2017 for hearing on Plaintiffs' Motion to Reconsider Dismissal of Plaintiffs' Claims against Dickinson Wright. Brandon Phillips appeared for Plaintiffs. Ryan Lower appeared for Dickinson Wright, PLLC, Jodi Donetta Lowry, Jonathan M.A. Salls, Eric Dobberstein, and Michael G. Vartanian (collectively "Dickinson Wright"). Jodi Donetta Lowry appeared for Gibson Lowry Burris LLP, a non-existent entity. The Court, having considered the motion papers filed in support of and in opposition to the motion, and having heard the argument of counsel, HEREBY FINDS:

- (1) Plaintiffs' motion fails to address 28 U.S.C. § 1367(d)—a dispositive part of the court's October 17, 2017 order—which renders reconsideration a moot point;
- (2) Plaintiffs' motion does not meet the standard for reconsideration;
- (3) Plaintiffs' motion does not present any newly discovery or substantially different evidence;
- (4) Plaintiffs' motion re-argues their prior opposition to the motion to dismiss and makes arguments they could have raised before; and
- (5) Plaintiffs fail to show that the dismissal order was clearly erroneous.

Based on these FINDINGS, and good cause appearing IT IS HEREBY ORDERED that:

- (1) Plaintiffs' Motion to Reconsider Dismissal of Plaintiffs' Claims against Dickinson Wright is DENIED;
 - (2) Dickinson Wright's request for sanctions is DENIED.

Electronically Filed 11/6/2017 11:43 PM Steven D. Grierson CLERK OF THE COURT

MOT

BRANDON L. PHILLIPS, ESQ

Nevada Bar No. 12264

BRANDON L. PHILLIPS, ATTORNEY AT LAW, PLLC

1455 E. Tropicana Ave., Suite 750

Las Vegas, Nevada 89169

(702) 795-0097, (702) 795-0098 fax

blp@abetterlegalpractice.com

Attorney for Plaintiffs, Tae-Si Kim and Jin-Sung Hong

EIGHT JUDICIAL DISTRICT COURT COUNTY OF CLARK, STATE OF NEVADA

TAE-SI KIM, an Individual, and JIN-SUNG HONG, an Individual.

Plaintiffs,

V.

10

11

13

14

15

16

17

18

19

20

21

22

23

24

25

26

GIBSON LOWRY BURRIS, LLP, (now known as GIBSON LOWRY, LLP), a Nevada limited liability partnership; DICKINSON WRIGHT, PLLC, a Nevada Professional limited liability company; STEVE A. GIBSON, ESQ., an Individual; JODI DONETTA LOWRY, ESQ. an Individual; JONATHAN M.A. SALLS, ESQ., Individual; ERIC DOBBERSTEIN, ESQ., an Individual; and **MICHAEL** VARTANIAN, ESQ., an Individual; and DOES I through X, inclusive, and ROE BUSINESS ENTITIES XI through XX, inclusive.

CASE NO. A-17-756785-C

DEPT. NO. XXIV

Defendants.

PLAINTIFFS' MOTION TO RECONSIDER DISMISSAL OF PLAINTIFFS' CLAIMS AGAINST DICKINSON WRIGHT

COMES NOW, Plaintiffs TAE-SI KIM and JIN-SUNG HONG, by and through their counsel of record, Brandon L. Phillips, Esq., of Brandon L. Phillips, PLLC, and hereby submit their Motion for Reconsideration of this Court's Order Granting Dismissal of Plaintiff's Claims Against Dickinson Wright.

28

BRANDON L PHILLIPS Attorney at Law, PLLC 1455 E Tropicana Ave Suite 750 AS VEGAS NEVADA 89169

l

This Motion is made and based upon the pleadings and papers on file herein, the accompanying Memorandum of Points and Authorities, the attached exhibits, including an and 3 any and all oral argument, this Court may entertain at the time of the hearing on this matter. DATED this 6th day of November, 2017. BRANDON L. PHILLIPS, BRANDON L. PHILLIPS, ESO. Nevada Bar No. 12264 1455 E. Tropicana Ave., Suite 750 Las Vegas, Nevada 89119 Phone: (702) 795-0097, Fax: (702) 795-0098 11 Attorney for Plaintffs 12 **NOTICE OF MOTION** 13 14 TO: ALL PARTIES AND THEIR ATTORNEYS OF RECORD: 15 PLEASE TAKE NOTICE that the undersigned will bring the foregoing PLAINTIFFS' 16 MOTION FOR RECONSIDERATION, on for hearing before the above-entitled Court on the 17 day of DEC. 7 , 2017, at the hour of 9:00 a.m/p.m., in Department No. XXIV, 18 or as soon thereafter as counsel for Plaintiff can be heard. DATED this 6th day of November, 2017. 20 21 **BRANDON L. PHILLIPS,** ATTORNEY AT LAW, PLLC 22 23 24 BRANDON L. PHILLIPS, ESQ. 25 26

Nevada Bar No. 12264 1455 E. Tropicana Ave., Suite 750 Las Vegas, Nevada 89119 (702) 795-0097, (702) 795-0098 fax Attorney for Plaintiffs

BRANDON L PHILLIPS Attorney at Law, PLLC 1455 E Tropicana Ave Suite 750 AS VEGAS, NEVADA 89169

27

12

13 14

15

16 17

18

19 20

21 22

23 24

25

26 27

28

Introduction

Plaintiffs bring the instant Motion for Reconsideration pursuant to EDCR 2.24 and NRCP 15, and request that the Court reconsider its decision granting Defendants' Motion to Dismiss. It is Plaintiffs' position that Defendants' Motion should have been denied based on the legal authority cited by Defendants. In particular, Defendants' Motion should have been denied as there were multiple factual issues that should have prevented this Court from granting the Motion, which includes:

- 1. Whether an underlying action existed, Plaintiffs' argue herein that there was no underlying action, in which, the malpractice had been committed because the malpractice alleged against Damus arose out of the fact that he failed to timely file any action prior expiration of the statutory period to prevent the sale of Plaintiffs' property. Thus, the conclusion of the Federal case was irrelevant and did not toll the action against Damus.
- 2. Whether Plaintiffs' damages against Damus were realized at the time Defendants' filed the action against Damus. Plaintiffs' argue their damages were realized since they had lost their real property due to foreclosure. The loss of real property causes irreparable harm. Since, Plaintiffs had their real property there was no need to look any further than filing a claim against Damus. Failure to properly proceed with a claim against Damus was malpractice.
- 3. Whether the attorney judgment rule was applicable to the instant circumstances. There is no dispute that Plaintiffs' hired the Defendants to pursue an action against Damus. Defendants in fact did pursue a claim against Damus, confirming their obligation to sue Damus. Defendants were paid by Plaintiffs to sue. The fact that Defendants' sued Damus in federal court, which had no jurisdiction, does not relieve Defendants responsibility to sue Damus in a proper venue.
- 4. Whether Plaintiffs' Claims Were Barred by NRS 11.207.

RANDON E PHILL PS Morney at Law, PLLC 455 E Tropicana Ave AS VEGAS, NEVADA 89169

II. Statement of Facts

On August 20, 2009, Plaintiffs retained the legal services of Defendant, GLB, memorialized through a written agreement. In accordance with the terms of the Legal Services Agreement, Plaintiffs were required to and did tender \$30,000.00 with payments to be paid in six (6) equal monthly payments. In accordance with the Agreement the Defendants were to represent the clients in litigation against the defendants named in the action.

In accordance with the Agreement "Litigation" was defined as an action in a court in Nevada against the Relevant Persons that the Client and the Firm has a good faith belief have perpetrated civil wrongs against the Client(s) in connection with the Investment and/or breached contractual obligation(s) with respect to Client in connection with the Investment.

In accordance with the Agreement "Relevant Persons" was defined as any Person who solicited (or participated in the solicitation of) the Investment and/or any Person who engaged in effecting the Investment (whether directly or indirectly) during the time period that the Client engaged in activities aimed at securing ownership of the Investment.

In accordance with the Agreement "Defendants" was defined as the Relevant Persons that were named as "defendants" in the Litigation.

On October 15, 2009, GLB filed a Complaint in the United States District Court, District of Nevada under case No. 2:09-cv-02008-RFB-GWF. On March 2, 2010, GLB filed an Amended Complaint in which additional Defendants were named and additional claims were brought. Specifically, claims against Charles M. Damus, Esq. for legal malpractice and negligent undertaking to perform services.

On December 17, 2008, Plaintiffs had originally retained the services of Charles M.

Damus, Esq., to litigate and dispute certain real estate and other related claims regarding real property. Importantly, Damus was retained to prevent the foreclosure of the Property of which Plaintiffs had tendered all payments. On September of 2009, Plaintiffs terminated Damus due to the fact that no complaint had been filed and the foreclosure had occurred.

In the Amended Complaint it was alleged that Damus committed legal malpractice and negligent undertaking to perform services. In Damus' Motion to Dismiss for Lack of Subject Matter Jurisdiction it was admitted that he attempted to negotiate with Adam Kearney and was aware of the pending foreclosure. After the foreclosure sale, without the filing of case to prevent the foreclosure, Damus was terminated. Since Plaintiffs lost title to the Property and Damus had taken no reasonable steps to prevent the foreclosure sale, malpractice was clear and obvious.

On October 5, 2010, Damus filed a Motion to Dismiss for Lack of Subject Matter Jurisdiction. On October 22, 2010, the firm Dickinson Wright, PLLC filed Plaintiffs' Response to Defendant Charles M. Damus, Esq.'s Motion to Dismiss for Lack of Subject Matter Jurisdiction.

On November 1, 2010, Damus filed a Reply to the Opposition. On December 6, 2010, the Court entered an Order Granting Damus' Motion to Dismiss.

The Defendants admitted they never initiated a claim in the District Court against Damus.

Any claim against Damus for malpractice should have been brought on or before the termination date two years later.

On May 31, 2012, Plaintiffs entered into an Amended and Restated Legal services Agreement with Dickinson Wright PLLC, which combined practices with GLB. Defendants continued to pursue claims against the remaining defendants in the case. On July 30, 2015,

Plaintiffs received an email from Defendant Vartanian acknowledging that no suit had been filed against Damus and that as of the date of that email representation of the Plaintiffs had ended.

Ш.

Legal Argument

A. EDCR 2.24 Provides This Court Authority to Reconsider Its Order Granting Defendant's Motions to Dismiss.

EDCR 2.24, entitled "Rehearing of motions," governs the instant Motion for Reconsideration, and provides this Court with the authority to reconsider its decision granting Defendants' Motion to Dismiss. Specifically, EDCR 2.24 states, in pertinent part, as follows:

- (a) No motions once heard and disposed of may be renewed in the same cause, nor may the same matters therein embraced be reheard, unless by leave of the court granted upon motion therefor, after notice of such motion to the adverse parties.
- (c) If a motion for rehearing is granted, the court may make a final disposition of the cause without reargument or may reset it for reargument or resubmission or may make such other orders as are deemed appropriate under the circumstances of the particular case.

EDCR 2.24(a) (emphasis added). Thus, the Nevada Supreme Court has long held, "A district court may reconsider a previously decided issue if substantially different evidence is subsequently introduced or the decision is clearly erroneous." *Masonry and Tile Contractor's Association of Southern Nevada v. Jolley, Urga & Wirth, Ltd.*, 113 Nev. 737, 741, 941 P.2d 486, 489 (1997). Therefore, this Court has the authority, pursuant to EDCR 2.24 to reconsider the previously decided issues raised in Defendant's Motion to Dismiss and to make such other

orders as are deemed appropriate under the circumstances of this case, specifically to confirm that issues of fact exist and a motion to dismiss at this stage in the litigation is improper.

B. The Was No Underlying Action.

Defendants' Motion to Dismiss and Reply argue that the claims against Damus were tolled until the underlying lawsuit in which the malpractice allegedly occurred had been resolved. Brady. Vorwerck, Ryder & Caspino v. New Albertson's Inc., 130 Nev. Adv. Op. 68, 333 P.3d 229, 235 (2014). In Defendant's Reply they state, "The underlying federal litigation in which Damus was alleged to have committed malpractice did not finally conclude until September 4, 2015, when it was dismissed with prejudice." (Reply Pg. 6, Ln. 7-9). The argument misconstrues the facts of the present action. In the Brady case, the malpractice occurred during the litigation process, thus the plaintiff therein was not required to bring an action for malpractice until the case had concluded, the claim for malpractice was tolled. Those issues are substantially factually different than the present set of facts. Specifically, Damus had allegedly committed malpractice prior to the institution of the Federal case against him, he did not commit malpractice during the Federal litigation, his alleged malpractice had already been committed. Therefore, there was no action to toll against Damus because Damus could not cure the malpractice. As Plaintiffs' referenced in their Opposition, it is important that their damages were realized because it is an essential element of the malpractice claim. The only tolling that would have occurred, would by Plaintiffs' claims against the present Defendants. Not Plaintiffs' alleged claims against Damus.

Further, Plaintiffs' argument is supported by Semenza v. Nev. Med. Liab. Ins. Co., 104 Nev. 666, 668, 765 P.2d 184, 186 (1998). The Court in Semenza, again details that a claim of malpractice is speculative when the underlying case is still pending. In applying that same reasoning to the instant matter, this Court must determine whether Plaintiffs claims against Damus

26

27

were speculative, even though there was no underlying action, essentially, could Damus cure his malpractice by resolution of the case. The answer to the question is a resounding, negative. The claims against Damus were realized in that Plaintiffs' had lost their property to foreclosure by failure of Damus to timely file suit. (This is the underlying action. Damus failed to file that action, thus sealing his fate, a valid malpractice claim, as Plaintiffs' were statutorily barred from bringing their claims to prevent the foreclosure or set aside the foreclosure).

Since, Plaintiffs' claims against Damus were realized, his dismissal from the Federal Court action allowed the statute to continue to run. There could be no tolling of Plaintiffs' malpractice claims against Damus as the damages had already been realized. Therefore, Defendants' argument that Plaintiff's claims must be dismissed as they still could bring suit against Damus do not hold water. The resolution of the underlying case, using the term loosely as there was no actual underlying case, had been completed or worded alternatively the malpractice had been completed, the damages were realized, and Damus had no ability to cure/offset the damages. Thus, a claim had to brought against Damus no later than December 6, 2012.

C. Plaintiffs' Damages Were Realized.

As alluded to above, Plaintiffs' damages were realized thereby setting in motion the malpractice claims against Damus. This is a critical factor in Plaintiffs' claims against the present Defendants. In *Brady* and *Semenza*, the Court's focused on the fact that the plaintiffs therein had speculative damages because the underlying case was not procedurally completed and there were still reasonable alternatives for resolution of the matters. Those factual matters are in contrast to the Plaintiffs' claims against Damus. The claims against Damus were valid as the malpractice had been committed and the statutory time to cure that malpractice had run. Since, Plaintiffs could no longer reacquire their real property, their damages were realized. Therefore, Plaintiffs' claims for

malpractice against Damus were valid and not speculative. Defendants confuse this matter by claiming the underlying action was the Federal suit. Damus did not commit malpractice during the Federal suit as he did not represent the Plaintiffs during that action. The only malpractice claims that could be tolled during the Federal action would be claims against the present Defendants.

D. Attorney Judgment Rule is Not Applicable.

Defendants allege that they informed Plaintiffs that they could sue Damus at the conclusion of the Federal Action. (*Defendants' Reply*, Pg. 7, Ln. 5-6). Defendants' allege that they reviewed the alleged relevant statutes and concluded that Plaintiffs could bring their claims against Damus at the conclusion of the Federal Action. This alone does not relieve the Defendants of a possible malpractice claim. Based the cases, as referenced above, it is clear that since there was no underlying action, the claims against Damus should have been brought prior to the conclusion of the Federal action. Further, as Plaintiffs' alleged in the Complaint, malpractice was committed when Defendants brought suit against Damus in Federal Court. The Federal Court had no jurisdiction over Damus based on the state law claims of malpractice and unjust enrichment and the lack of diversity between the parties. Since the Defendants had been retained to bring an action against Damus there remains a factual dispute as to whether the filing of the Federal Action against Damus constituted malpractice. Additionally, a factual issue remains regarding whether the Defendants had a duty, within their scope of their representation of the Plaintiffs, to bring a state action against Damus.

E. Plaintiff's Malpractice Claim Was Timely Filed.

Dickinson Wright alleged that they terminated their representation as of July 30, 2015.

Plaintiffs brought their cause of action against the Defendants on June 12, 2017. As detailed

22

23

24

25

26

27

28

above, any claim against the Defendants for malpractice were tolled so long as the action was pending. The Federal Action was not dismissed until September of 2017. NRS 11.207, requires that a claim of malpractice be brought ". . .4 years after the plaintiff sustains damage or within 2 years after the plaintiff discovers or through the use of reasonable diligence should have discovered the material facts which constitute the cause of action, whichever occurs earlier." Defendants cannot have it both ways. Defendants allege this prevents Plaintiffs from bringing their cause of action of malpractice because they knew their damages in 2011. Assuming that is true, which was also confirmed by Defendants filing the complaint against Damus, it remained Defendants responsibility to sue Damus in Federal Court. Unless, as Plaintiffs' argue their claims of malpractice were tolled as confirmed by *Bradley* and *Semenza*. Thus, Plaintiffs' action was timely.

IV.

CONCLUSION

Based on the foregoing reasons, Plaintiffs respectfully requests this Court reconsider its decision granting Defendants' Motion to Dismiss and find that factual and legal issues exists as to whether Defendants committed malpractice.

DATED this 6th day of November, 2017.

BRANDON L. PHILLIPS, ATTORNEY AT, LAW, PLLC

BRANDON L. PHILLIPS, ESO.

Nevada Bar No. 12264

1455 E. Tropicana Ave., Suite 750

Las Vegas, Nevada 89119

Phone: (702) 795-0097, Fax: (702) 795-0098

Attorney for Plaintiffs

BRANDON L PHILLIPS Attorney at Law, PLLC 1455 E Tropicana Ave, Suite 750 AS VEGAS, NEVADA 89169

Electronically Filed 10/17/2017 1:57 PM Steven D. Grierson CLERK OF THE COURT NEO Steve Morris, NV Bar No. 1543 Ryan M. Lower, NV Bar No. 9108 MORRIS LAW GROUP 3 411 E. Bonneville Ave., Ste. 360 Las Vegas, Nevada 89101 Telephone: (702) 474-9400 5 Email: <u>sm@morrislawgroup.com</u> Email: rml@morrislawgroup.com 6 Attorneys for Defendants Dickinson Wright, PLLC, 8 Jodi Donetta Lowry, Jonathan M.A. Salls, Eric Dobberstein, and Michael G. Vartanian 10 DISTRICT COURT 11 CLARK COUNTY, NEVADA 12 13 TAE-SI KIM, an Individual, and JIN-) Case No. A-17-756785-C SUNG HONG, an Individual, 14 Dept. No. XXIV Plaintiffs, 15 v. 16 GIBSON LOWRY BURRIS, LLP, NOTICE OF ENTRY OF ORDER 17 (now known as GIBSON LOWRY, 18 LLP), a Nevada limited liability partnership; DICKINSON WRIGHT, 19 PLLC, a Nevada Professional limited liability company; STEVE A. 20 GIBSON, ESQ., an Individual; JODI 21 DONETTA LOWRY, ESQ., an Individual; JONATHAN M.A. 22 SALLS, ESO., an Individual; ERIC 23 DOBBERSTEIN, ESQ., an Individual; and MICHAEL G. 24 VARTANIAN, ESQ., an Individual; and DOES I through X, inclusive, 25 and ROE BUSINESS ENTITIES XI 26 through XX, inclusive, 27 Defendants. 28

MORRIS LAW GROUP E. BONNEVILLE AVE., STE. 360 · LAS VEGAS, NEVADA 89101 702/474-9400 · FAX 702/474-9422

PLEASE TAKE NOTICE that an Order Granting Dickinson Wright's Motion to Dismiss ("Order") was entered in this action on the 17th day of October, 2017. A copy of the Order is attached hereto as Exhibit A.

MORRIS LAW GROUP

By: Steve Morris, NV Bar No. 1543 Ryan M. Lower, NV Bar No. 9108 411 E. Bonneville Ave., Ste. 360 Las Vegas, Nevada 89101

Attorneys for Defendants Dickinson Wright, PLLC, Jodi Donetta Lowry, Jonathan M.A. Salls, Eric Dobberstein, and Michael G. Vartanian

MORRIS LAW GROUP 411 E. BONNEVILLE AVE., STE. 360 · LAS VEGAS, NEVADA 89101 702/474-9400 · FAX 702/474-9422

CERTIFICATE OF SERVICE

Pursuant to Nev. R. Civ. P. 5(b)(2)(D) and E.D.C.R. 8.05, I certify that I am an employee of MORRIS LAW GROUP and that on the date below, I caused the following document to be served via the Court's Odyssey E-Filing system: **NOTICE OF ENTRY OF ORDER**. The date and time of the electronic proof of service is in place of the date and place of deposit in the mail.

TO:

Brandon L. Phillips, NV Bar No. 12264 BRANDON L. PHILLIPS, ATTORNEY AT LAW, PLLC 1455 E. Tropicana Ave., Suite 750 Las Vegas, Nevada 89169 blb@abetterlegalpractice.com

Attorneys for Plaintiffs

DATED this 11^{4} day of October, 2017.

By: Tal

EXHIBIT A

	· · · · · · · · · · · · · · · · · · ·	Electronically Filed 10/17/2017 9:52 AM Steven D. Grierson		
1	OGM	CLERK OF THE COURT		
2	Steve Morris, NV Bar No. 1543	Stevent thum		
3	Ryan M. Lower, NV Bar No. 9108 MORRIS LAW GROUP			
	411 E. Bonneville Ave., Ste. 360			
4	Las Vegas, Nevada 89101 Telephone: (702) 474-9400			
5	Email: sm@morrislawgroup.com Email: rml@morrislawgroup.com			
6	Email: rml@morrislawgroup.com			
7	Attorneys for Defendants			
8	Dickinson Wright, PLLC, Jodi Donetta Lowry, Jonathan M.A.			
9	Salls, Eric Dobberstein, and			
10	Michael G. Vartanian			
11	DISTRICT COURT			
12	CLARK COUNTY, NEVADA			
13	TAE-SI KIM, an Individual, and) Case No. A-17-756785-C		
14	JIN-SUNG HONG, an Individual,)) Dept. No. XXIV		
15	Plaintiffs,) Dept. No. AXIV		
16	v.)		
17	GIBSON LOWRY BURRIS, LLP,	ORDER GRANTING DICKINSON		
	(now known as GIBSON LOWRY,	WRIGHT'S MOTION TO DISMISS		
18	LLP), a Nevada limited liability partnership; DICKINSON	<i>)</i>)		
19	WRIGHT, PLLC, a Nevada	Ò		
20	Professional limited liability company; STEVE A. GIBSON, ESQ.,)		
21	an Individual; JODI DONETTA	Ó		
22	LOWRY, ESQ., an Individual; JONATHAN M.A. SALLS, ESQ., an))		
23	Individual; ERIC DOBBERSTEIN,	ý –		
24	ESQ., an Individual; and MICHAEL G. VARTANIAN, ESQ., an)		
25	Individual; and DOES I through X,	,)		
26	inclusive, and ROE BUSINESS)		
27	ENTITIES XI through XX, inclusive,))		
	Defendants.)		
28				

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

This matter came before the Court on September 26, 2017 for hearing on Defendants Dickinson Wright, PLLC, Jodi Donetta Lowry, Jonathan M.A. Salls, Eric Dobberstein, and Michael G. Vartanian's (collectively "Dickinson Wright") Motion to Dismiss. Brandon Phillips appeared for Plaintiffs. Ryan Lower appeared for Dickinson Wright. The Court, having considered the motion papers filed in support of and in opposition to Dickinson Wright's motion to dismiss, and having heard the argument of counsel, HEREBY FINDS:

- (1) The plaintiffs allege the defendants committed malpractice because they did not file a legal malpractice action in state court against attorney Charles Damus on or before September 2011, after that claim against Damus in a multi-party case in federal court had been dismissed on December 6, 2010 in a non-final and non-appealable order;
- (2) Under 28 U.S.C. § 1367(d), the statute of limitations against Damus was tolled until September 4, 2015 when the federal action was finally dismissed. Plaintiffs' claims against Damus could have been brought in state court at that time and thereafter, as Dickinson Wright clearly advised plaintiffs when the firm terminated its representation of them on July 30, 2015;
- (3) Based on Nevada's litigation tolling rule, plaintiffs' legal malpractice claim against Damus did not accrue until the conclusion of the federal action when their damages became certain;
- (4) Under the attorney judgment rule, Dickinson Wright's exercise of professional judgment as to when plaintiffs could re-file their claims against Damus in state court is not, as a matter of law, actionable in this case;
- (5) The plaintiffs' claims against Dickinson Wright are timebarred under NRS 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

28

Based on these FINDINGS, and good cause appearing IT IS HEREBY ORDERED that:

- (1) Dickinson Wright's Motion to Dismiss is GRANTED;
- (2) The action is DISMISSED, without prejudice; and
- (3) Plaintiffs' request for leave to amend is DENIED.

DISTRICT COURT JUDGE

DATED: October 12, 2017

Approved by: BRANDON L. PHILLIPS, ATTORNEY AT LAW, PLLC

BY: NOT SIGNED

Brandon L. Phillips, NV Bar No. 12264 1455 E. Tropicana Ave., Suite 750 Las Vegas, Nevada 89169

Submitted by:

MORRIS LAW GROUP

Bv:///

Steve Morris, NV Bar No. 1543 Ryan M. Lower, NV Bar No. 9108 411 E. Bonneville Ave., Ste. 360

Las Vegas, Nevada 89101

Attorneys for Defendants Dickinson Wright, PLLC,

Jodi Donetta Lowry, Jonathan M.A.

Salls, Eric Dobberstein, and Michael G. Vartanian

CLERK OF THE COURT OPP 1 BRANDON L. PHILLIPS, ESO Nevada Bar No. 12264 2 BRANDON L. PHILLIPS, ATTORNEY AT LAW, PLLC 3 1455 E. Tropicana Ave., Suite 750 Las Vegas, Nevada 89169 4 (702) 795-0097, (702) 795-0098 fax blp@abetterlegalpractice.com 5 Attorney for Plaintiff, Tae-Si Kim and Jin-Sung Hong 6 EIGHT JUDICIAL DISTRICT COURT 7 COUNTY OF CLARK, STATE OF NEVADA 8 TAE-SI KIM, an Individual, and JIN-SUNG CASE NO. A-17-756785-C HONG, an Individual. 9 DEPT. NO. XXIV Plaintiffs. 10 V. 11 PLAINTIFFS' OPPOSITION GIBSON LOWRY BURRIS, LLP, (now TO DEFENDANTS' 12 known as GIBSON LOWRY, LLP), a **MOTION TO DISMISS** Nevada limited liability partnership: 13 DICKINSON WRIGHT, PLLC, a Nevada Professional limited liability company; 14 STEVE A. GIBSON, ESQ., an Individual; 15 JODI DONETTA LOWRY, ESQ. an Individual; JONATHAN M.A. SALLS, 16 ESQ., an Individual; ERIC DOBBERSTEIN, ESQ., an Individual: and MICHAEL G. 17 VARTANIAN, ESQ., an Individual; and DOES I through X, inclusive, and ROE 18 BUSINESS ENTITIES XI through XX, 19 inclusive, 20 Defendants. 21 COMES NOW, Plaintiffs, TAE-SI KIM and JIN-SUNG HONG, by and through their 22 attorney, BRANDON L. PHILLIPS, ESQ., of the law firm of BRANDON L. PHILLIPS, 23 ATTORNEY AT LAW, PLLC and hereby submit their Opposition to the Motion to Dismiss filed 24 by Defendants Dickinson Wright. 25 26 This Opposition is made and based upon the following Memorandum of Points and

BRANDON L. PHILLIPS Attorney at Law, PLLC 1455 E. Tropicana Ave Suite 750 LAS VEGAS, NEVADA 89119

27

28

Authorities, any attachments thereto, the papers and pleadings already on file herein, and any oral

Electronically Filed 9/7/2017 12:56 PM Steven D. Grierson

argument the Court may permit at a hearing of this matter.

DATED this 7th day of August, 2017.

BRANDON L. PHILLIPS, ATTORNEY AT LAW, PLLC

/S/ Brandon L Phillips
BRANDON L. PHILLIPS, ESQ.
Nevada Bar No. 12264
1455 E. Tropicana Ave., Suite 750
Las Vegas, Nevada 89119
Attorney for Plaintiffs, Kim and Hong

MEMORANDUM OF POINTS AND AUTHORITIES

I. INTRODUCTION

Without dispute, Plaintiffs retained the services of Gibson Lowry LLP/Dickinson Wright to bring a claim of malpractice against Plaintiffs former attorney Charles Damus. Defendants filed a claim of malpractice against Damus and therefore, admittedly knew that certain damages had occurred to Plaintiffs as a result of his negligence. The position that Defendants did not know the damages or whether there was a cause of action against Damus is an admission that they filed a lawsuit without honoring their ethical obligations in presenting claims to the Court. Regardless, Defendants knew that Damus had committed malpractice because he failed to bring a timely cause of action or file any documents to prevent the foreclosure of certain real property. There is no dispute that the Plaintiffs lost real property as a direct result of Damus' negligence. All of this was known prior to Defendants' filing of the Amended Complaint alleging malpractice against Damus.

The instant Motion, is merely an attempt to shift the blame to another. Defendant Vartanian stated in an email to Plaintiffs' counsel, sent on June 14, 2017 the following:

Under Nevada law, as I am sure you know, a legal malpractice claim must be commenced

ONL PHILLIPS
Tropicans Ave.

5

6

7

8 9

10

11

12 13

14

15 16

17

18 19

20

21

22

23 24

25

26

27

28

within 4 years after the plaintiff (your client) sustains damage or within 2 years after the plaintiff discovers the material facts which constitute the cause of action, whichever occurs earlier. Those statutes also apply to the misrepresentation and breach of fiduciary claims in your complaint. By the admissions in the complaint, all claims against all defendants are barred by the statute of repose and/or limitations.

This email recognizes that the Defendants knew or reasonable did know that they had two years to bring a claim against Damus and by failing to do so malpractice had been committed. Only after Plaintiffs' counsel claimed that the Plaintiffs' claims against the Defendants were tolled so long as they continued representation did Defendants attempt to construe the tolling statutes in their favor and shift the blame back upon Damus.

The tolling statutes do not apply to the malpractice claims against Damus because the damages and negligence of Damus had already been confirmed by the filing of the Complaint, The most important fact is that Defendants filed an Amended Complaint thereby admitting knowledge that they had discovered facts which constitute the cause of action, malpractice. Once Damus was dismissed, the statute continued to run. Further, Plaintiffs had retained the Defendants to sue Damus for malpractice and Defendants had a duty to continue pursuit of Plaintiffs' valid claims against Damus, which they failed to do.

Finally, Defendants do not address the fact that Plaintiffs' claim that malpractice also occurred by the mere filing of the claims against Damus in the Federal Court. The claims against Damus arose out of his failure to timely file any claim to prevent the foreclosure of Plaintiffs' property. Therefore, the claim against Damus was merely a straightforward claim of malpractice. As there was no federal question and no diversity, the Federal Court did not have jurisdiction. The Federal Court ruled as such, as admitted in the instant Motion. Therefore, Defendants knew they had a duty to pursue the claims against Damus in state court, which they failed to ever do.

Valid claims against the Defendants exist. Issues of fact, concerning knowledge of claims against Damus and Defendants' conduct in the legal proceedings are factual issues that prevent the

dismissal of this suit. Based on the foregoing, Plaintiffs' request that Defendants' Motion to Dismiss be denied in its' entirety.

II. STATEMENT OF FACTS

When considering a motion to dismiss, courts consider all factual assertions to be true and draw all reasonable inferences in favor of the plaintiff. (*Shoen v. SAC Holding Corp.*, 122 Nev. 621, 634-35, 137 P.3d 1171, 1180 (2006). The following factual assertions, among others, are pled in the Complaint and therefore for purposes of resolving the motion to dismiss, must be considered as true.

A. Plaintiffs Contracted with the Defendants to Sue Damus.

On August 20, 2009, Plaintiffs retained the legal services of Defendant, GLB, memorialized through a written agreement. In accordance with the terms of the Legal Services Agreement, Plaintiffs were required to and did tender \$30,000.00 with payments to be paid in six (6) equal monthly payments. In accordance with the Agreement the Defendants were to represent the clients in litigation against the defendants named in the action.

In accordance with the Agreement "Litigation" was defined as an action in a court in Nevada against the Relevant Persons that the Client and the Firm has a good faith belief have perpetrated civil wrongs against the Client(s) in connection with the Investment and/or breached contractual obligation(s) with respect to Client in connection with the Investment.

In accordance with the Agreement "Relevant Persons" was defined as any Person who solicited (or participated in the solicitation of) the Investment and/or any Person who engaged in effecting the Investment (whether directly or indirectly) during the time period that the Client engaged in activities aimed at securing ownership of the Investment.

In accordance with the Agreement "Defendants" was defined as the Relevant Persons that

BRANDON L PHILLIPS 1455 E Tropicana Ave Suite 750 LAS VEGAS NEVADA 89119

16

17

18 19 2.0

21 22

27

28

were named as "defendants" in the Litigation.

On October 15, 2009, GLB filed a Complaint in the United States District Court, District of Nevada under case No. 2:09-cv-02008-RFB-GWF. On March 2, 2010, GLB filed an Amended Complaint in which additional Defendants were named and additional claims were brought. Specifically, claims against Charles M. Damus, Esq. for legal malpractice and negligent undertaking to perform services.

On December 17, 2008, Plaintiffs had originally retained the services of Charles M. Damus, Esq., to litigate and dispute certain real estate and other related claims regarding real property. Importantly, Damus was retained to prevent the foreclosure of the Property of which Plaintiffs had tendered all payments. On September of 2009, Plaintiffs terminated Damus due to the fact that no complaint had been filed and the foreclosure had occurred.

In the Amended Complaint it was alleged that Damus committed legal malpractice and negligent undertaking to perform services. In Damus' Motion to Dismiss for Lack of Subject Matter Jurisdiction it was admitted that he attempted to negotiate with Adam Kearney and was aware of the pending foreclosure. After the foreclosure sale, without the filing of case to prevent the foreclosure, Damus was terminated. Since Plaintiffs lost title to the Property and Damus had taken no reasonable steps to prevent the foreclosure sale, malpractice was clear and obvious.

On October 5, 2010, Damus filed a Motion to Dismiss for Lack of Subject Matter Jurisdiction. On October 22, 2010, the firm Dickinson Wright, PLLC filed Plaintiffs' Response to Defendant Charles M. Damus, Esq.'s Motion to Dismiss for Lack of Subject Matter Jurisdiction. On November 1, 2010, Damus filed a Reply to the Opposition. On December 6, 2010, the Court entered an Order Granting Damus' Motion to Dismiss.

The Defendants admitted they never initiated a claim in the District Court against Damus.

Any claim against Damus for malpractice should have been brought on or before the termination date two years later.

On May 31, 2012, Plaintiffs entered into an Amended and Restated Legal services Agreement with Dickinson Wright PLLC, which combined practices with GLB. Defendants continued to pursue claims against the remaining defendants in the case. On July 30, 2015, Plaintiffs received an email from Defendant Vartanian acknowledging that no suit had been filed against Damus and that as of the date of that email representation of the Plaintiffs had ended.

III.

LEGAL ARGUMENT

A. Under a Motion to Dismiss Standard, All of Plaintiffs' Allegations are Assumed to be True.

A party may move for dismissal of claims when a pleading fails to state a claim upon which relief may be granted. NRCP 12(b)(5). When considering a motion to dismiss, courts consider all factual assertions to be true and draw all reasonable inferences in favor of the plaintiff. (*Shoen v. SAC Holding Corp.*, 122 Nev. 621, 624-35, 137 P.3d 1171, 1180 (2006)). Dismissing a complaint is appropriate "only if it appears beyond a doubt that [the complaint] could prove no set of facts, which, if true, would entitle [the plaintiff] to relief." (*Buzz Stew, LLC v. City of N. Las Vegas*, 124 Nev. 224, 227-28, 181 P.3d 670, 672 (2008); see also *In re Amerco Derivative Litig.*, 127 Nev. Adv. Op. 17, 252 P.3d 681, 692 (2011)).

Thus, when considering a motion to dismiss, this Court must determine "whether or not the challenged pleading sets forth allegations sufficient to make out the elements of a right to relief." (*Edgar v. Wager*, 101 Nev. 226, 227, 699 P.2d 110, 111 (1985) Emphasis added. The focus is on the allegations in Plaintiff's Complaint.

6 of 12

1.5

Additionally, a court should consider certain documents without converting a motion to dismiss into a motion for summary judgment:

While a district court must normally ignore those matters that lie outside the pleadings, it may consider: (1) documents physically attached to the complaint, *see Durning v. First Boston Corp.*, 815 F.2d 1265, 1267 (9th. Cir.), cert denied. 484 U.S. 944, 108 S.Ct. 330, 98 L.Ed.2d 358 (1987); (2) documents of undisputed authenticity that are alleged or referenced within the complaint, *see Parrino v. FIIP, Inc.*, 146 F.3d 699, 706 (9th Cir. 1998); *Branch v. Tunnell*, 14 F.3d 449, 454 (9th Cir. 1994); and (3) public records and other judicially noticeable evidence, *see Baron v. Reich*, 13 F.3d 1370, 1377 (9th Cir. 1994); *MGIC Indem. Corp.*, v. Weisman, 803 F.2d 500, 504 (9th Cir. 1986).

Venetian Casino Resort, LLC v. Cortez, 96 F.Supp.2d 110, 1106, (D. Nev. 200) (emphasis added). "Documentation whose contents are alleged in a complaint and whose authenticity no party questions, but which are not physically attached to the pleading may [also] be considered in ruling on a ... motion to dismiss." (Branch v. Tunnell, 14. F.3d 449, 454 (9th Cir. 1994) (cited in Brown v. Ramsfeld, 211 F.R.D. 601, 604 (N.D. Cal. 2002)).

Nevada's "notice pleading" requirement mandates that a plaintiff only set forth the facts which support a legal theory. NRCP 8(a)(1), (e); Liston v. Las Vegas Metro Police Dept., 111 Nev. 1575, 1578-79, 908 P.2d 720, 723 (1995). The court's "task is to determine whether ... the challenged pleadings sets forth allegations sufficient to make out the elements of a right to relief." (Breliant v. Preferred Equities Corp., 109 Nev. 842, 845-46, 858 P.2d 1258, 1260 (1993)). Allegations of a complaint are sufficient to assert a claim for relief when they give fair notice of the nature and basis of a legally sufficient claim and the relief requested. (Western States Constr. v. Michoff, 108 Nev. 931, 840 P.2d 1220, 1223 (1992); Ravera v. City of Reno, 100 Nev. 68, 70, 675 P.2d 407, 408 (1984). Emphasis Added).

B. Defendants' Motion Should be Denied in its Entirety as Each of Plaintiff's Causes of Action Adequately State a Claim Upon Which Relief May be Granted.

Defendants are seeking dismissal of all of Plaintiff's claims on the primary basis that Plaintiffs' claims against Damus tolled during the litigation against the Defendants named in the

4 5 6

7 8

9 10

11

12 13

14 15

16

17 18

19

20

21 22

23

24 25

26

27

28

Federal Case No. 2:09-cv-02008-PMP-PAL.

First, Plaintiffs' Complaint properly pleads a malpractice claim against all named Defendants. Plaintiffs' malpractice claim against the Defendants was timely filed, within two years of Defendants last date of legal representation of the Plaintiffs. (NRS 11.207). There is no dispute that the claim was timely filed.

Second, Plaintiffs' original claims of malpractice did not continue to toll during the Federal litigation matter after Damus was dismissed.

- (a) Plaintiffs retained Damus to file a claim to prevent the foreclosure of a property they lawfully owned. Plaintiffs' tendered all required payments to Damus to satisfy their part in retaining his legal services.
- (b) Damus was retained prior to the foreclosure and failed to file any claims to prevent said foreclosure. As a result of Damus' conduct the foreclosure sale went forward.
- (c) Under NRS 107.080(b) a party may have up to forty-five (45) days to file a motion to set aside the foreclosure sale. Damus also failed to file any claim to set aside the foreclosure sale.
- (d) As a direct result of Damus' conduct, the foreclosure sale occurred and Plaintiffs' lost the property.

While Plaintiffs' may have had causes of action against the named defendants in the Federal Case, the Plaintiffs' clearly had a cause of action for malpractice against Damus. Further, as articulated in the Amended Complaint, it was alleged that Damus breached his fiduciary duty and was unjustly enriched when he failed to take any legal action to prevent the foreclosure sale. The claims against the Federal defendants were separate and distinct from the claims against Damus. Only Damus had the ability, through a legal action, to prevent the foreclosure and retaining

the Plaintiffs' property.

There is long standing case law in Nevada that would have easily supported a cause of action to prevent the foreclosure sale. As the Nevada Supreme Court has explained, injunctions are issued to protect plaintiffs from irreparable injury and to preserve the court's power to render a meaningful decision after a trial on the merits. See Ottenheimer v. Real Estate Division, 91 Nev. 338, 535 P.2d 1284 (1975). A temporary restraining order or preliminary injunction may be granted "when it appears by the complaint that the plaintiff is entitled to the requested relief, and such relief or any part thereof consists in restraining the commission or continuance of the act complained of, either for a limited period or perpetually. NRS 33.010. Generally, "[a] preliminary injunction is available if the applicant can show a likelihood of success on the merits and a reasonable probability that the non-moving party's conduct, if allowed to continue, will cause irreparable harm for which compensatory damages is an inadequate remedy." Dangherg Holdings Nevada, LLC v. Douglas County, 115 Nev. 129, 142, 978 P.2d 311, 319 (1999) (citing Pickett v. Comanche Construction Inc., 108 Nev. 422, 426, 836 P.2d 42, 44 (1992)).

The Plaintiffs' were irreparably harmed by Damus' conduct. Therefore, there is no question that at the time of filing the amended complaint the instant Defendants were well aware of the alleged damages against Damus. Defendants request that this Court ignore the fact that they filed an Amended Complaint against Damus, which would allow the statute to toll. How is it ethically possible that the Defendants could file a complaint for malpractice against Damus, yet fail to legally understand whether Plaintiffs had any damages against Damus. The filing of the Amended Complaint refutes any possible argument that they were unaware of the damages against Damus.

Under NRS 11.207(1), an aggrieved party "...within 2 years after the plaintiff discovers or through the use of reasonable diligence should have discovered the material facts which constitute the cause of action" must bring their complaint. At the latest possible date of March 2,

2010, filing of Amended Complaint, Defendants were well aware of the malpractice claim against Damus. Even if the statute tolled during the time the litigation was pending against Damus, which it likely did not, the statute would have began to run again on the date of dismissal, December 6, 2010. Giving Defendants all benefit of the doubt the claims against Damus had to be brought no later than December 6, 2012. (Plaintiff believes such claims would likely have had to been brought much sooner than the proposed date above. However, for argument sake only, it is clear that Defendants did not bring a state court action against Damus.)

Therefore, the litigation tolling allowance would have never applied against Damus because there can be no dispute that Plaintiffs and the counsel, Defendants, were well aware at the time of filign the Amended Complaint of Damus' malpractice and unjust enrichment claims.

Further, the issue with Damus may not be the only malpractice claim against the Defendants. Per the Federal Court Order Dismissing the Case filed September 4, 2015, it was clear that Defendants failed to follow court orders and the case was dismissed. (Exhibit 1 – Order Dismissing Case). The Court stated, "The Court also instructed Plaintiffs to show cause in writing why this case should not be dimssed with prejudice, given that (1) a recent Stipulation filed by the parties (ECF No. 416) included a Proposed Order stating that the case be dismissed with prejudice, and (2) it appears that there are no active Defendants remaining in this case. Plaintiffs were required to show cause in writing by August 14, 2015, and have not done so." The Court also stated, "The Court originally ordered Plaintiffs to serve Kearney with a copy of the Court's previous order, and provide proof of service to the Court, on October 16, 2014. ECF No. 408. Plaintiffs did not do so. Further, Plaintiffs to date have not responded to the Court's Order to Show Cause, even after the Court has waited an additional three weeks beyond the deadline it gave Plaintiffs. This delay of almost a full year, with no action by Plaintiffs, weighs heavily in favor of dismissal." The Court finally finds, "Plaintiffs have failed to obey two Orders of the Court despite

being informed that the case would be dismissed with prejudice if they did not provide an explanation for their inaction and the lack of clarity in their recent Stipulation. Based on Plaintiffs' failure to comply, the Court can only conclude that they have abandoned their claims and have no intention of moving forward." The statements of the Federal Court scream malpractice. However, this case is in its early stages and these actions/non-actions, may also constitute malpractice.

C. The Only Tolling Applies to Plaintiffs' Claims of Malpractice Against the Defendants.

The purpose of the tolling statutes and supporting case law support Plaintiffs' current claims of malpractice. The Nevada Supreme Court was clear in *Brady. Vorwerck, Ryder & Caspino v. New Albertson's Inc.*, 130 Nev. Adv. Op. 68, 333 P.3d 229 (August 7, 2014), where the Court adopted the "litigation malpractice tolling" rule, which provided that the damages for a malpractice claim do not accrue until the underlying litigation is complete and, thus, a malpractice claim does not accrue and its statute of limitations does not being to run during a pending appeal of an adverse ruling from the underlying litigation. The *Brady* Court further concluded that so long as the litigation in which the malpractice occurred continues, the damages on which the attorney malpractice action is based remain uncertain. At present, Plaintiffs were unaware that the claims against Damus had not been brought in state court and/or unaware that they would not be brought timely. Therefore, the Plaintiffs' actions are supported by *Brady* and thus the filing of the instant litigation was timely and should not be dismissed.

The Defendants also request dismissal on the allegation that since Plaintiffs' allegedly knew claims had not been brought against Damus they are time barred from their malpractice claims. Such a finding would allow attorneys to commit malpractice and then draw out the litigation until after the statutory period to bring a claim. This would put the onus on the uneducated plaintiffs to monitor their attorneys' actions for the possibility of malpractice. The purpose of the

litigation tolling period is to prevent exactly such conduct.

D. Request to Amend the Complaint

Plaintiffs do not believe that Defendants' Motion has any merit. However, should the Court find that a claim should have been brought against Damus, Plaintiffs request that this Court allow Plaintiffs' to file an amended Complaint. However, it remains Plaintiffs' position that their claims of malpractice against Defendants are valid.

IV. CONCLUSION

Based on the foregoing, Plaintiffs' Motion should be denied in its entirety.

DATED this 7th day of September, 2017.

BRANDON L. PHILLIPS, ATTORNEY AT LAW, PLLC

/S/ Brandon L Phillips
BRANDON L. PHILLIPS, ESQ.
Nevada Bar No. 12264
1455 E. Tropicana Ave., Suite 750
Las Vegas, Nevada 89119
Attorney for Plaintiffs, Kim and Hong

EXHIBIT 1

EXHIBIT 1

UNITED STATES DISTRICT COURT
DISTRICT OF NEVADA

* * *

TAE-SI KIM and JIN-SUNG HONG,

Plaintiffs,

v.

ADAM B. KEARNEY, et al.,

Defendants.

Case No. 2:09-cv-02008-RFB-GWF

ORDER DISMISSING CASE

I. INTRODUCTION

This case is before the Court on an Order to Show Cause, issued August 6, 2015. ECF No. 424. In its Order, the Court dismissed Plaintiffs Tae-Si Kim and Jin-Sung Hong's (collectively, "Plaintiffs") Motion for Order to Show Cause filed on September 10, 2014 for failure to obey the Court's earlier order requiring them to provide proof that they had served Defendant Adam Kearney with a copy of an earlier Order. The Court also instructed Plaintiffs to show cause in writing why this case should not be dismissed with prejudice, given that (1) a recent Stipulation filed by the parties (ECF No. 416) included a Proposed Order stating that the case be dismissed with prejudice, and (2) it appears that there are no active Defendants remaining in this case. Plaintiffs were required to show cause in writing by August 14, 2015, and have not done so.

"Courts are to weigh five factors in deciding whether to dismiss a case for failure to comply with a court order: (1) the public's interest in expeditious resolution of litigation; (2) the court's need to manage its docket; (3) the risk of prejudice to the defendants; (4) the public policy

 favoring disposition of cases on their merits; and (5) the availability of less drastic sanctions." <u>In</u> re Phenylpropanolamine (PPA) Products Liab. Litig., 460 F.3d 1217, 1226 (9th Cir. 2006) (citations and internal quotation marks omitted).

Here, the public's interest and the court's interest in managing its docket favor dismissing this case. The Court originally ordered Plaintiffs to serve Kearney with a copy of the Court's previous order, and provide proof of service to the Court, on October 16, 2014. ECF No. 408. Plaintiffs did not do so. Further, Plaintiffs to date have not responded to the Court's Order to Show Cause, even after the Court has waited an additional three weeks beyond the deadline it gave Plaintiffs. This delay of almost a full year, with no action by Plaintiffs, weighs heavily in favor of dismissal.

The third factor, prejudice to Defendants, also favors dismissal. While it appears all Defendants may have been dismissed from the case, Defendants are faced with continuing uncertainty and risk incurring additional costs as long as this case remains open despite Plaintiffs' demonstrated inaction.

Fourth, "the public policy favoring disposition of cases on their merits strongly counsels against dismissal." PPA Products, 460 F.3d at 1228 (citation omitted). Nevertheless, "this factor lends little support to a party whose responsibility it is to move a case toward disposition on the merits but whose conduct impedes progress in that direction." Id. (internal quotation marks omitted). Because Plaintiffs are responsible for moving a case forward, their conduct in causing delay and impeding progress supports dismissal.

Finally, the Court finds that no less drastic sanctions are available. Plaintiffs have failed to obey two Orders of the Court despite being informed that the case would be dismissed with prejudice if they did not provide an explanation for their inaction and the lack of clarity in their recent Stipulation. Based on Plaintiffs' failure to comply, the Court can only conclude that they have abandoned their claims and have no intention of moving forward.

For these reasons,

ALC IN

1 2 3

IT IS ORDERED that this case is DISMISSED WITH PREJUDICE. The Clerk of Court is instructed to close this case.

DATED: September 4, 2015.

RICHARD F. BOULWARE, II United States District Judge

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that I am an employee of Brandon L. Phillips, Attorney at Law PLLC, and that on this 7th day of September, 2017 and pursuant to NCRP 5, I served a true and correct copy of the foregoing PLAINTIFFS' OPPOSITION TO DEFENDANTS' MOTION TO DISMISS in the following manner:

(ELECTRONIC SERVICE) Pursuant to Administrative Order 14-2, the above-referenced document was electronically filed on the date hereof & served through the Notice of Electronic Filing automatically generated by the Court's facilities to those parties listed on the Court's Master Service List.

MORRIS LAW GROUP

Steve Morris, Esq. Ryan M. Lower, Esq. 411 E. Bonneville Ave. Ste. 360 Las Vegas, Nevada 89101 sm@morrislawgroup.com rml@morrislawgroup.com

/s/ Sarah Holmes
An Employee of BRANDON L. PHILLIPS,
ATTORNEY AT LAW, PLLC

IN THE SUPREME COURT OF THE STATE OF NEVADA

Tae-Si Kim as an individual; and Jin-Sung Hong, as an individual.

Appellants,

v.

Dickinson Wright, PLLC, a Nevada Professional Limited Liability Company; Jodi Donetta Lowry, Esq., an individual; Jonathan M. A. Salls, Esq., an individual; Eric Dobberstein, Esq., an individual; and Michael G. Vartanian, Esq., an Individual

Respondents.

SUPREME COURT CASE

NO. 74803

Electronically Filed Jun 21 2018 10:08 a.m. Elizabeth A. Brown

DISTRICT COURT CHANGE Supreme Court

NO. A-756785

APPELLANTS' APPENDIX VOLUME IV OF IV

BRANDON L. PHILLIPS, ESQ Nevada Bar No. 12264 BRANDON L. PHILLIPS, ATTORNEY AT LAW, PLLC 1455 E. Tropicana Ave., Suite 750 Las Vegas, Nevada 89119 (702) 795-0097, (702) 795-0098 fax blp@abetterlegalpractice.com Attorney for Appellants, Tae-Si Kim and Jin-Sung Hong

$\frac{CHRONOLOGICAL}{\underline{INDEX}}$

VOLUME 4

Appellants Opposition to Motion to Dismiss (09/07/2017)	AA302-AA318
Order Granting Respondents' Motion (10/17/2017)	AA319-AA325
Appellants' Motion to Reconsider (11/06/2017)	. AA326-AA335
Order Denying Appellants' Motion to Reconsider (12/12/2017)	AA336-AA341

$\frac{\textbf{ALPHABETICAL}}{\underline{\textbf{INDEX}}}$

VOLUME 4

Appellants' Motion to Reconsider (11/06/2017)	. AA326-AA335
Appellants Opposition to Motion to Dismiss (09/07/2017)	AA302-AA318
Order Denying Appellants' Motion to Reconsider (12/12/2017)	AA336-AA341
Order Granting Respondents' Motion (10/17/2017)	AA319-AA325