	Electronically Filed 3/27/2019 2:46 PM Steven D. Grierson			
1	NOAS CLERK OF THE COU			
1	NOAS John P. Aldrich, Esq.	4.000.00		
2	Nevada Bar No.: 6877			
3	ALDRICH LAW FIRM, LTD.			
4	7866 West Sahara Avenue   Electronically File   Las Vegas, Nevada 89117   Apr 03 2010 02:5	d		
5	Telephone: (702) 853-5490 Elizabeth A. Brow	7 p.m.		
	Facsimile: (702) 227-1975 Clerk of Supreme			
6 7 8 9 10	Steven J. Purcell, Esq. Douglas E. Julie, Esq. Robert H. Lefkowitz, Esq. PURCELL JULIE & LEFKOWITZ LLP 708 Third Avenue, 6th Floor New York, New York 10017 (212) 725-1000			
11 12	Attorneys for Plaintiffs			
13	EIGHTH JUDICIAL DISTRICT COURT			
14	CLARK COUNTY NEVADA			
15	CHARLES JESSEPH AND CHARLES ) Case No.: A-18-781874-B CHURCHWELL,			
16	) Dept. No.: XI			
17	Plaintiffs, )			
18	v.			
19	) NOTICE OF ADDRAY			
20	DIGITAL ALLY, INC.,  ) NOTICE OF APPEAL )			
	Defendants. )			
21				
22				
23	TO: Defendant DIGITAL ALLY, INC.:			
24	NOTICE is hereby given that Plaintiffs Charles Jesseph and Charles Churchwell appeal			
25 26	to the Supreme Court of Nevada from the Order Granting Defendant Digital Ally's Motion to			
27	Dismiss Plaintiffs' Complaint Pursuant to NRCP 12(b)(5) entered in the above-referenced			
28	action (the "Action") on February 27, 2019.			

### AFFIRMATION Pursuant to NRS 239B.030

The undersigned does hereby affirm that the preceding document does not contain the Social Security Number of any person.

DATED this 27<sup>th</sup> day of March, 2019.

#### ALDRICH LAW FIRM, LTD.

/s/ John P. Aldrich John P. Aldrich, Esq. Nevada Bar No.: 6877 7866 West Sahara Avenue Las Vegas, Nevada 89117 Tel: (702) 853-5490

#### PURCELL JULIE & LEFKOWITZ LLP

Steven J. Purcell, Esq. Douglas E. Julie, Esq. Robert H. Lefkowitz, Esq. 708 Third Avenue, 6th Floor New York, New York 10017 (212) 725-1000

Attorneys for Plaintiffs

#### 1 **CERTIFICATE OF SERVICE** 2 I HEREBY CERTIFY that on the 27<sup>th</sup> day of March, 2019, I served a copy of **NOTICE** 3 **OF APPEAL**, pursuant to NRCP 12(b)(5) as follows: 4 By electronic case filing and service through the Court's e-filing service (Odyssey) 5 By U.S. mail, first class postage prepaid to the address below 6 7 By electronic mail to the email addresss(es) listed below 8 9 Jeffrey F. Barr, Esq. 10 Lee I. Iglody, Esq. ASHCRAFT & BARR | LLP 11 2300 West Sahara Ave Las Vegas, Nevada 89102 12 barrj@ashcraftbarr.com 13 iglodyi@ashcraftbarr.com 14 15 David H. Kistenbroker, Esq. Joni S. Jacobsen, Esq. 16 **DECHERT LLP** 35 West Wacker Drive Suite 3400 17 Chicago, Illinois 60601 18 david.kistenbroker@dechert.com joni.jacobsen@dechert.com 19 20 21 22 /s/ T. Bixenmann 23 An employee of Aldrich Law Firm, Ltd. 24 25 26

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Electronically Filed 3/27/2019 3:06 PM Steven D. Grierson CLERK OF THE COURT

1 **ASTA** John P. Aldrich, Esq. 2 Nevada Bar No.: 6877 ALDRICH LAW FIRM, LTD. 7866 West Sahara Avenue 4 Las Vegas, Nevada 89117 Telephone: (702) 853-5490 5 Facsimile: (702) 227-1975 6 Steven J. Purcell, Esq. 7 Douglas E. Julie, Esq. (admitted pro hac vice) Robert H. Lefkowitz, Esq. PURCELL JULIE & LEFKOWITZ LLP 708 Third Avenue, 6th Floor New York, New York 10017 10 (212) 725-1000 11 Attorneys for Plaintiffs 12 EIGHTH JUDICIAL DISTRICT COURT 13 **CLARK COUNTY NEVADA** 14 15 CHARLES JESSEPH AND CHARLES ) Case No.: A-18-781874-B CHURCHWELL, 16 Dept. No.: XI Plaintiffs, 17 18 v. 19 DIGITAL ALLY, INC., CASE APPEAL STATEMENT 20 Defendants. 21 22 Name of Appellants filing this Case Appeal Statement: Charles Jesseph and Charles 23 1. 24 Churchwell ("Appellants"). 25 2. Judge Issuing Order Appealed From: The Honorable Elizabeth Gonzalez, District 26 Judge, Eighth Judicial District Court, Department XI. 27

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Each Appellant and Name and Address of Counsel: Appellants are represented by:

3.

1	John P. Aldrich, Esq.						
2	ALDRICH LAW FIRM, LTD.						
	7866 West Sahara Avenue						
3	Las Vegas, Nevada 89117 Telephone: (702) 853-5490						
4	Facsimile: (702) 227-1975						
5	Email: jaldrich@johnaldrichlawfirm.com						
6	In addition, the following counsel also represent Appellants:						
7	Steven J. Purcell, Esq.						
8	Douglas E. Julie, Esq.						
	Robert H. Lefkowitz, Esq.						
9	PURCELL JULIE & LEFKOWITZ LLP						
10	708 Third Avenue, 6th Floor						
10	New York, New York 10017						
11	Telephone: (212) 725-1000						
12	4. Respondent and Respondent's Counsel: Respondent Digital Ally, Inc.						
13	("Respondent") is represented by:						
14							
15	Jeffrey F. Barr, Esq.						
13	Lee I. Iglody, Esq.  ASHCRAFT & BARR   LLP						
16	2300 West Sahara Ave						
17	Las Vegas, Nevada 89102						
1/	Telephone: (702) 631-7555						
18							
19	In addition, the following counsel also represent Respondent:						
20	David H. Kistenbroker, Esq.						
21	Joni S. Jacobsen, Esq.						
	DECHERT LLP 35 West Wacker Drive Suite 3400						
22	Chicago, Illinois 60601						
23	Telephone: (312) 646-5800						
24							
	5. The attorneys with offices located in Nevada, identified in paragraphs 3 and 4 above,						
25	are licensed to practice law in Nevada. Douglas E. Julie, co-counsel for Plaintiff, has been						
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admitted to practice pro hac vice (see Minute Order attached hereto as Exhibit 1<sup>1</sup>), David H. Kistenbroker, co-counsel for Defendants, has been admitted to practice pro hac vice (see Exhibit 2 attached hereto), and Joni S. Jacobsen, co-counsel for Defendants, has been admitted to practice pro hac vice (see Exhibit 3 attached hereto).

- 6. Appellants were represented by retained counsel in the District Court.
- 7. Appellants are represented by retained counsel on appeal.
- 8. Appellants were not granted leave to proceed *in forma pauperis*.
- 9. The Action was commenced on September 28, 2018 by the filling of a Complaint for Attorneys' Fees and Expenses asserting a claim for attorneys' fees.
- 10. Appellants are stockholders of Respondent, a Nevada corporation. Appellants brought this Action to obtain payment of attorneys' fees and expenses for successfully prosecuting a stockholder litigation demand (the "Demand") which caused Respondent to correct material flaws in its capital structure. Specifically, the Demand alleged that Respondent's Articles of Incorporation (the "Articles of Incorporation") had been illegally amended to create a new class of preferred stock that had not been approved by the requisite number of legally voting shares, and that another proposal to increase the amount of authorized common stock was approved on the basis of a proxy statement which falsely instructed stockholders that their failure to vote would effectively constitute voting against the proposal. In response to the Demand, the preferred stock amendment was withdrawn and the common stock amendment was put to a stockholder ratification vote. Respondent later unsuccessfully sought to have stockholders reapprove the class of blank check preferred stock.

<sup>&</sup>lt;sup>1</sup> The District Court granted Plaintiffs' Motion to Associate Counsel on January 14, 2019, however it appears that an Order was not submitted to the Court. Plaintiffs' counsel will submit an Order to the Court and will supplement this Case Appeal Statement to include the Order once it is filed with the District Court.

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Appellants seek an award of attorneys' fees and expenses for the substantial benefit conferred upon Respondent and its stockholders through the prosecution of the Demand, which caused Respondent to correct these defects and issue corresponding disclosures.

On November 13, 2018, Respondent filed a Motion to Dismiss the Complaint, arguing that the substantial benefit doctrine does not permit awards of attorneys' fees and expenses under these circumstances, specifically where a benefit is obtained through a stockholder litigation demand and not filed litigation. This is a question of first impression under Nevada law. Appellants filed their Opposition to Defendant's Motion to Dismiss on December 21, 2018 and Respondent filed its reply on January 7, 2019. The District Court heard oral argument on January 14, 2019. On February 25, 2019, the Court issued the Order Granting Defendant Digital Ally's Motion to Dismiss Plaintiffs' Complaint Pursuant to NRCP 12(b)(5) on a form of Order submitted by Respondent. In granting the motion, the Court Ordered that "predicate litigation is an essential element for maintaining a claim for attorney's fees under the substantial benefit doctrine found in Nevada common law."

- 11. This Action has not previously been the subject of an appeal to or original writ proceeding in the Nevada Supreme Court.
- 12. This appeal does not involve child custody or visitation.
- 13. The parties to the Action have not engaged in any settlement discussions during the pendency of this litigation, but to the extent that Appellee wishes to participate in the appellate settlement program, Appellants are willing to participate.

# AFFIRMATION Pursuant to NRS 239B.030 The undersigned does hereby affirm that the preceding document does not contain the social security number of any person.

DATED this 27<sup>th</sup> day of March, 2019.

#### ALDRICH LAW FIRM, LTD.

/s/ John P. Aldrich John P. Aldrich, Esq. Nevada Bar No.: 6877 7866 West Sahara Avenue Las Vegas, Nevada 89117 Tel: (702) 853-5490

#### PURCELL JULIE & LEFKOWITZ LLP

Steven J. Purcell, Esq.
Douglas E. Julie, Esq. (admitted pro hac vice)
Robert H. Lefkowitz, Esq.
708 Third Avenue, 6th Floor
New York, New York 10017
Tel: (212) 725-1000

Attorneys for Plaintiffs

#### 1 **CERTIFICATE OF SERVICE** 2 I HEREBY CERTIFY that on the 27<sup>th</sup> day of March, 2019, I served a copy of CASE 3 **APPEAL STATEMENT**, pursuant to NRCP 12(b)(5) as follows: 4 By electronic case filing and service through the Court's e-filing service (Odyssey) 5 By U.S. mail, first class postage prepaid to the address below 6 7 By electronic mail to the email addresss(es) listed below 8 9 Jeffrey F. Barr, Esq. 10 Lee I. Iglody, Esq. ASHCRAFT & BARR | LLP 11 2300 West Sahara Ave 12 Las Vegas, NV 89102 barrj@ashcraftbarr.com 13 iglodyi@ashcraftbarr.com 14 David H. Kistenbroker, Esq. 15 Joni S. Jacobsen, Esq. **DECHERT LLP** 16 35 West Wacker Drive Suite 3400 Chicago, IL 60601 17 david.kistenbroker@dechert.com 18 joni.jacobsen@dechert.com 19 20 21 22 /s/ T. Bixenmann An employee of Aldrich Law Firm, Ltd. 23 24 25

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# EXHIBIT 1

# EXHIBIT 1

#### DISTRICT COURT CLARK COUNTY, NEVADA

NRS Chapters 78-89

#### **COURT MINUTES**

January 14, 2019

A-18-781874-B

Charles Jesseph, Plaintiff(s)

Digital Ally, Inc., Defendant(s)

January 14, 2019

9:00 AM

**All Pending Motions** 

**HEARD BY:** Gonzalez, Elizabeth

COURTROOM: RJC Courtroom 03E

**COURT CLERK:** Dulce Romea

RECORDER:

Jill Hawkins

**PARTIES** 

PRESENT:

Aldrich, John P. Attorney for Plaintiffs Barr, Jeffrey F. Attorney for Defendant Kistenbroker, David H Attorney for Defendant

#### **JOURNAL ENTRIES**

- MOTION TO ASSOCIATE COUNSEL...DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT PURSUANT TO NRCP 12(B)(5)

APPEARANCES CONTINUED: Attorney Douglas Elliot Julie for Plaintiffs, Pro Hac Vice pending.

MOTION TO ASSOCIATE COUNSEL: There being no objection, COURT ORDERED, motion to associate Mr. Julie GRANTED. By accepting this admission, Counsel agrees to submit to jurisdiction and appear without subpoena for any proceedings required by the Court which relate to Counsel's conduct in this matter including motions, depositions, and evidentiary hearings. SCR 42(13)(a).

DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT PURSUANT TO NRCP 12(B)(5): Following arguments by Mr. Kistenbroker and Mr. Julie, COURT ORDERED, in Nevada the substantial benefit doctrine is limited to litigation matters, at least in the currently decided cases. For that reason, the Court GRANTS the motion to dismiss.

PRINT DATE: 01/15/2019 Page 1 of 1 Minutes Date: January 14, 2019

# EXHIBIT 2

# EXHIBIT 2

CLERK OF THE COUR

**ORAP** Jeffrey F. Barr, Esq. Nevada Bar No. 7269 Lee I. Iglody, Esq. Nevada Bar No. 7757 ASHCRAFT & BARR | LLP 2300 West Sahara Ave, Ste. 900 Las Vegas, NV 89102 (702) 631-7555 barri@ashcraftbarr.com iglodyl@ashcraftbarr.com David H. Kistenbroker\* Joni Jacobsen\*

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**DECHERT LLP** 35 West Wacker Drive Suite 3400 Chicago, IL 60601 (312) 646-5800 david.kistenbroker@dechert.com joni.jacobsen@dechert.com

Attorneys for Defendant \* Pro hac vice pending

#### DISTRICT COURT CLARK COUNTY, NEVADA

CHARLES JESSEPH AND CHARLES CHURCHWELL,

Plaintiffs,

CASE NO: A-18-781874-C

DEPT NO. XI

VS.

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ORDER ADMITTING TO PRACTICE

DIGITAL ALLY, INC.,

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Defendants.

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DAVID H. KISTENBROKER, ESQ., having filed his Motion to Associate Counsel under Nevada Supreme Court Rule 42, together with a Verified Application for Association of Counsel, Certificates of Good Standing from the Supreme Court of Illinois and the Supreme Court of New York, and the State Bar of Nevada Statement; said application having been noticed, no objections having been made, and the Court being fully apprised in the premises. and good cause appearing, it is hereby

Page 1 of 2

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ORDERED that said application is hereby granted, DAVID H. KISTENBROKER, ESQ. is hereby admitted to practice in the above-entitled Court for the purposes of the above entitled matter only.

IT IS FURTHER ORDERED by accepting this admission, Counsel agrees to submit to jurisdiction and appear without subpoena for any proceedings required by the Court which relate to Counsel's conduct in this matter including motions, depositions, and evidentiary hearings. SCR 42(13)(a).

DATED this 24 day of December, 2018

DISTRICT COURT JODGE

Submitted by:

Ashcraft & Barr | LLP

LIH

Jeffrey F. Barr, Esq., NV Bar No. 7269 Lee I. Iglody, Esq., NV Bar No. 7757 2300 West Sahara Ave, Ste. 900 Las Vegas, NV 89102 (702) 631-7555 Attorneys for Defendant

# EXHIBIT 3

# EXHIBIT 3

ORAP

Jeffrey F. Barr, Esq. Nevada Bar No. 7269 Lee I. Iglody, Esq.

Nevada Bar No. 7757 ASHCRAFT & BARR | LLP

2300 West Sahara Ave, Ste. 900

Las Vegas, NV 89102 (702) 631-7555

<u>barrj@ashcraftbarr.com</u> iglodyl@ashcraftbarr.com

David H. Kistenbroker\* Joni Jacobsen\*

DECHERT LLP

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35 West Wacker Drive Suite 3400

Chicago, IL 60601 (312) 646-5800

david.kistenbroker@dechert.com joni.jacobsen@dechert.com

Attorneys for Defendant
\* Pro hac vice pending

#### DISTRICT COURT

#### CLARK COUNTY, NEVADA

CHARLES JESSEPH AND CHARLES CHURCHWELL,

Plaintiffs,

CASE NO: A-18-781874-C

ioriori (i EEE),

DEPT NO. XI

vs.

DIGITAL ALLY, INC.,

Defendants.

ORDER ADMITTING TO PRACTICE

21

JONI S. JACOBSEN, ESQ., having filed her Motion to Associate Counsel under

22

Nevada Supreme Court Rule 42, together with a Verified Application for Association of

23

Counsel, Certificate of Good Standing from the Supreme Court of Illinois, and the State Bar

24 25

of Nevada Statement; said application having been noticed, no objections having been made,

26

27

and the Court being fully apprised in the premises, and good cause appearing, it is hereby

Page 1 of 3

12-24-18AUS:21 RCVD

Case Number: A-18-781874-B

**ORDERED** that said application is hereby granted, **JONI S. JACOBSEN**, **ESQ.** is hereby admitted to practice in the above-entitled Court for the purposes of the above entitled matter only.

IT IS FURTHER ORDERED by accepting this admission, Counsel agrees to submit to jurisdiction and appear without subpoena for any proceedings required by the Court which relate to Counsel's conduct in this matter including motions, depositions, and evidentiary hearings. SCR 42(13)(a).

DATED this 24 day of December, 2018.

DISTRICT COURT JUDGE

Submitted by:

Ashcraft & Barr | LLP

LKT

Jeffrey F. Barr, Esq., NV Bar No. 7269 Lee I. Iglody, Esq., NV Bar No. 7757 2300 West Sahara Ave, Ste. 900 Las Vegas, NV 89102 (702) 631-7555 Attorneys for Defendant

#### CASE SUMMARY CASE NO. A-18-781874-B

Charles Jesseph, Plaintiff(s) vs.
Digital Ally, Inc., Defendant(s)

02/27/2019

Location: Department 11
Judicial Officer: Gonzalez, Elizabeth
Filed on: 09/28/2018

Case Number History:

Cross-Reference Case A781874

Number:

#### **CASE INFORMATION**

§ §

Statistical Closures Case Type: NRS Chapters 78-89

Case 02/27/2019 Dismissed

Status: 02/27/2017 Disimssed

DATE CASE ASSIGNMENT

**Current Case Assignment** 

Motion to Dismiss by the Defendant(s)

Case Number A-18-781874-B
Court Department 11
Date Assigned 11/15/2018
Judicial Officer Gonzalez, Elizabeth

PARTY INFORMATION

Plaintiff Churchwell, Charles Lead Attorneys
Aldrich,

Aldrich, John P. Retained 702-863-5490(W)

Jesseph, Charles

Aldrich, John P.

*Retained* 702-863-5490(W)

Defendant Digital Ally, Inc. Barr, Jeffrey F.

*Retained* 702-631-7555(W)

DATE EVENTS & ORDERS OF THE COURT INDEX

**EVENTS** 

09/28/2018 Complaint

Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles

Complaint for Attorneys' Fees and Expenses

09/28/2018 Initial Appearance Fee Disclosure

Filed By: Plaintiff Churchwell, Charles *Initial Appearance Fee Disclosure* 

10/04/2018 Summons Electronically Issued - Service Pending

Party: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles

Summons

10/18/2018 Affidavit of Service

Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles

Affidavit of Service

11/13/2018 Motion to Dismiss

### CASE SUMMARY CASE NO. A-18-781874-B

	CASE 110. A-10-701074-D
	Filed By: Defendant Digital Ally, Inc.  Defendant Digital Ally's Motion to Dismiss Plaintiff's Complaint Pursuant to NRCP 12(b)(5)
11/13/2018	Initial Appearance Fee Disclosure Filed By: Defendant Digital Ally, Inc. Initial Appearance Fee Disclosure
11/13/2018	Disclosure Statement Party: Defendant Digital Ally, Inc. Defendant's NRCP 7.1 Disclosure Statement
11/30/2018	Motion to Associate Counsel Filed By: Defendant Digital Ally, Inc. Motion to Associate Counsel ( Joni Jacobsen Esq.)
11/30/2018	Motion to Associate Counsel Filed By: Defendant Digital Ally, Inc. Motion to Associate Counsel (David H. Kistenbroker Esq.
12/04/2018	Stipulation and Order Filed by: Defendant Digital Ally, Inc. Stipulation and Order to Continue Hearing
12/05/2018	Notice of Entry of Stipulation and Order Filed By: Defendant Digital Ally, Inc. Notice of Entry of Stipulation and Order
12/21/2018	Notice of Change of Address  Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles  Notice of Change of Address
12/21/2018	Opposition to Motion  Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles  Plaintiffs' Opposition to Defendant's Motion to Dismiss Complaint Under NRCP (b)(5)
12/31/2018	Order Admitting to Practice  Filed By: Defendant Digital Ally, Inc.  Order Admitting to Practice (Joni S. Jacobsen, Esq.)
12/31/2018	Order Admitting to Practice  Filed By: Defendant Digital Ally, Inc.  Order Admitting to Practice (David H. Kistenbroker, Esq.)
01/02/2019	Motion to Associate Counsel Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles  Motion to Associate Counsel
01/03/2019	Notice of Entry of Order  Filed By: Defendant Digital Ally, Inc.  Notice of Entry of Order Admitting to Practice
01/03/2019	Notice of Entry of Order  Filed By: Defendant Digital Ally, Inc.  Notice of Entry of Order Admitting to Practice (Joni S. Jacobsen, Esq.)

#### CASE SUMMARY CASE NO. A-18-781874-B

01/07/2019	Reply in Support  Filed By: Defendant Digital Ally, Inc.  Reply in Support of Defendant's Motion to Dismiss Complaint Under NRCP 12(b)(5)
01/08/2019	Ex Parte Motion Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles Ex Parte Motion for Order Shortening Time on Motion to Associate Counsel and Order Shortening Time
01/08/2019	Notice of Entry Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles Notice of Entry of Order Shortening Time
01/09/2019	Notice of Non Opposition  Filed By: Defendant Digital Ally, Inc.  Notice of Non-Opposition to Plaintiffs' Ex Parte Motion to Associate Counsel
02/14/2019	Transcript of Proceedings  Transcript of Proceedings: Hearing on Defendant's Motion to Dismiss Complaint
02/27/2019	Order Granting Motion Filed By: Defendant Digital Ally, Inc.  Order Granting Defendant Digital Ally's Motion to Dismiss Plaintiffs' Complaint Pursuant to NRCP 12(b)(5)
02/27/2019	Notice of Entry of Order  Filed By: Defendant Digital Ally, Inc.  Notice of Entry of Order Granting Defendant Digital Ally's Motion to Dismiss Plaintiffs'  Complaint Pursuant to NRCP 12(b)(5)
03/27/2019	Notice of Appeal Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles Notice of Appeal
03/27/2019	Case Appeal Statement Filed By: Plaintiff Jesseph, Charles; Plaintiff Churchwell, Charles  Case Appeal Statement
02/27/2019	DISPOSITIONS Order of Dismissal With Prejudice (Judicial Officer: Gonzalez, Elizabeth) Debtors: Charles Jesseph (Plaintiff), Charles Churchwell (Plaintiff) Creditors: Digital Ally, Inc. (Defendant) Judgment: 02/27/2019, Docketed: 02/27/2019
12/26/2018	HEARINGS Motion to Associate Counsel (11:10 AM) (Judicial Officer: Gonzalez, Elizabeth)  Motion to Associate Counsel (Joni Jacobsen)  Granted;
12/26/2018	Motion to Associate Counsel (11:10 AM) (Judicial Officer: Gonzalez, Elizabeth)  Motion to Associate Counsel (David Kistenbroker)  Granted;
12/26/2018	All Pending Motions (11:10 AM) (Judicial Officer: Gonzalez, Elizabeth)

#### CASE SUMMARY CASE NO. A-18-781874-B

Minute Order - No Hearing Held;

Journal Entry Details:

MOTION TO ASSOCIATE COUNSEL (JONI JACOBSEN)...MOTION TO ASSOCIATE COUNSEL (DAVID KISTENBROKER) Pursuant to EDCR 2.23, the Court decides this matter without the necessity of oral argument. Upon review of the papers and pleadings on file in this Matter, as proper service has been provided, this Court notes no opposition has been filed. Accordingly, pursuant to EDCR 2.20(e) the Motions to Associate (Jacobsen and Kistenbroker) are deemed unopposed. Therefore, good cause appearing, COURT ORDERED, motions are GRANTED. By accepting this admission, Counsel agrees to submit to jurisdiction and appear without subpoena for any proceedings required by the Court which relate to Counsel's conduct in this matter including motions, depositions, and evidentiary hearings. SCR 42(13)(a). Moving Counsel is to prepare and submit an order within ten (10) days and distribute a filed copy to all parties involved in this matter. 1-14-19 9:00 AM DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT PURSUANT TO NRCP 12(B)(5) CLERK'S NOTE: Motions advanced from the December 31, 2018 calendar, Parties notified by distributing a copy of this minute order via the E-Service List. / dr 12-26-18 CLERK'S NOTE: Minute order corrected as to the title of the Motion to Dismiss scheduled for January 14, 2019 to reflect "...pursuant to NRCP 12(b)(5)", not EDCR 1.61(A) and (1). Corrected minute order distributed via the E-Service List. / dr 12-27-18;

01/14/2019

Motion to Dismiss (9:00 AM) (Judicial Officer: Gonzalez, Elizabeth)

Defendant Digital Ally's Motion to Dismiss Plaintiff's Complaint Pursuant to NRCP 12(B)(5) Granted;

01/14/2019

Motion to Associate Counsel (9:00 AM) (Judicial Officer: Gonzalez, Elizabeth) Granted;

01/14/2019

All Pending Motions (9:00 AM) (Judicial Officer: Gonzalez, Elizabeth)

Matter Heard;

Journal Entry Details:

MOTION TO ASSOCIATE COUNSEL...DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT PURSUANT TO NRCP 12(B)(5) APPEARANCES CONTINUED: Attorney Douglas Elliot Julie for Plaintiffs, Pro Hac Vice pending. MOTION TO ASSOCIATE COUNSEL: There being no objection, COURT ORDERED, motion to associate Mr. Julie GRANTED. By accepting this admission, Counsel agrees to submit to jurisdiction and appear without subpoena for any proceedings required by the Court which relate to Counsel's conduct in this matter including motions, depositions, and evidentiary hearings. SCR 42(13)(a). DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT PURSUANT TO NRCP 12(B)(5): Following arguments by Mr. Kistenbroker and Mr. Julie, COURT ORDERED, in Nevada the substantial benefit doctrine is limited to litigation matters, at least in the currently decided cases. For that reason, the Court GRANTS the motion to dismiss.;

DATE

Balance Due as of 3/29/2019

Defendant Digital Ally, Inc.Total Charges1,483.00Total Payments and Credits1,483.00Balance Due as of 3/29/20190.00Plaintiff Jesseph, CharlesTotal Charges324.00Total Payments and Credits324.00

FINANCIAL INFORMATION

0.00

#### DISTRICT COURT CIVIL COVER SHEET

		County, Nevada	A-18-781874-C	
	Case No.		Department 14	
	(Assigned by Clerk		·	
I. Party Information (provide both ho	me and mailing addresses if different			
Plaintiff(s) (name/address/phone):		Defendant(s) (name/ac	ddress/phone):	
Attorney (name/address/phone):		Attorney (name/address/phone):		
II. Nature of Controversy (please se	elect the one most applicable filing typ	e below)		
Civil Case Filing Types	11 3 3 31	,		
Real Property		Torts		
Landlord/Tenant	Negligence	Other To	rts	
Unlawful Detainer	Auto	Product	t Liability	
Other Landlord/Tenant	Premises Liability	Intentio	onal Misconduct	
Title to Property	Other Negligence		ment Tort	
Judicial Foreclosure	Malpractice	Insuran		
Other Title to Property	Medical/Dental	Other T	Cort	
Other Real Property	Legal			
Condemnation/Eminent Domain	Accounting			
Other Real Property	Other Malpractice			
Probate	Construction Defect & Con		Judicial Review/Appeal	
Probate (select case type and estate value)	Construction Defect	Judicial F		
Summary Administration	Chapter 40		sure Mediation Case	
General Administration	Other Construction Defect		to Seal Records	
Special Administration	Contract Case		Competency	
Set Aside Trust/Conservatorship	Uniform Commercial Code Building and Construction		tate Agency Appeal nent of Motor Vehicle	
Other Probate	Insurance Carrier		's Compensation	
Estate Value	Commercial Instrument		Vevada State Agency	
Over \$200,000	Collection of Accounts	Appeal O	• •	
Between \$100,000 and \$200,000	Employment Contract	l <u>—</u>	from Lower Court	
Under \$100,000 or Unknown	Other Contract	I =	udicial Review/Appeal	
Under \$2,500			udicial richiem, spear	
	<u>                                     </u>		Other Civil Filing	
Civil Writ		Other Civ		
Writ of Habeas Corpus	Writ of Prohibition		omise of Minor's Claim	
Writ of Mandamus	Other Civil Writ		Judgment	

See other side for family-related case filings.

Business Court filings should be filed using the Business Court civil coversheet.

Other Civil Matters

Signature of initiating party or representative

Writ of Quo Warrant

Date

☐ Summary Judgment
☐ Stipulated Judgment
☐ Default Judgment
☐ Judgment of Arbitration s

☐ Voluntary Dismissal
☐ Involuntary Dismissal
☐ Stipulated Dismissal
☐ Stoulated Dismissal

Electronically Filed 2/27/2019 1:48 PM Steven D. Grierson CLERK OF THE COURT

OGM
Jeffrey F. Barr, Esq.
Nevada Bar No. 7269
Lee I. Iglody, Esq.
Nevada Bar No. 7757
ASHCRAFT & BARR | LLP
2300 West Sahara Ave, Ste. 900
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David H. Kistenbroker\*
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Attorneys for Defendant \* Admitted pro hac vice

#### **DISTRICT COURT**

#### CLARK COUNTY, NEVADA

CHARLES JESSEPH AND CHARLES CHURCHWELL,

Plaintiffs,

18 VS.

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DIGITAL ALLY, INC.,

Defendants.

CASE NO: A-18-781874-B

DEPT NO. XI

ORDER GRANTING DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFFS' COMPLAINT PURSUANT TO NRCP 12(b)(5)

Defendant DIGITAL ALLY, INC.'s ("Defendant") filed a Motion to Dismiss Plaintiff's Complaint Pursuant to NRCP 12(b)(5) (the "Motion") on November 13, 2018. The Motion came on for hearing on January 14, 2019. John P. Aldrich and Douglas Elliot Julie appeared on behalf of Plaintiffs, CHARLES JESSEPH and CHARLES CHURCHWELL ("Plaintiffs"). Jeffrey F. Barr and David H. Kistenbroker appeared on behalf of Defendant.

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Now, having read and considered the motion papers filed by Plaintiffs and Defendants concerning the Motion and heard the arguments of counsel in support of and in opposition to the Motion, and good cause appearing:

THE COURT HEREBY ORDERS that predicate litigation is an essential element to maintaining a claim for attorney's fees under the substantial benefit doctrine found in Nevada common law, and it is undisputed that the Complaint does not allege any predicate litigation. Accordingly, for these reasons, as more fully stated on the record by the Court, the Court GRANTS the Motion;

The Court hereby **DISMISSES** the complaint with prejudice.

#### **ORDER**

IT IS SO ORDERED.

DATED this 25 day of February, 2019

ELIZABETH GONZALEZ DISTRICT COURT JUDGE

Submitted by:

Ashcraft, & Barr LLLP

Jeffrey F. Barr, Esq., NV Bar No. 7269 Lee I. Iglody, Esq., NV Bar No. 7757

2300 West Sahara Ave, Ste. 900

21 Las Vegas, NV 89102

(702) 631-7555

David H. Kistenbroker\*

Joni Jacobsen\*

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\*Admitted pro hac vice

Attorneys for Defendant

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Electronically Filed 2/27/2019 2:47 PM Steven D. Grierson CLERK OF THE COURT

NEOJ Jeffrey F. Barr, Esq. Nevada Bar No. 7269 Lee I. Iglody, Esq. Nevada Bar No. 7757 ASHCRAFT & BARR | LLP 2300 West Sahara Ave, Ste. 900 Las Vegas, NV 89102 (702) 631-7555 barrj@ashcraftbarr.com iglodyl@ashcraftbarr.com David H. Kistenbroker, Esq. Joni Jacobsen, Esq. (Admitted pro hac vice) DECHERT LLP 35 West Wacker Drive **Suite 3400** Chicago, IL 60601 (312) 646-5800 david.kistenbroker@dechert.com 11 joni.jacobsen@dechert.com Attorneys for Defendant 12

### DISTRICT COURT CLARK COUNTY, NEVADA

CHARLES JESSEPH AND CHARLES CHURCHWELL,

Plaintiffs,

17 VS.

DIGITAL ALLY, INC.,

Defendants.

CASE NO: A-18-781874-C

DEPT NO. XI

NOTICE OF ENTRY OF ORDER GRANTING DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFFS' COMPLAINT PURSUANT TO NRCP 12(b)(5)

PLEASE TAKE NOTICE that an Order Granting Defendant Digital Ally's Motion to Dismiss Plaintiffs' Complaint Pursuant to NRCP 12(b)(5) was hereby entered on the 27<sup>th</sup> day of February, 2019, a copy of which is attached hereto.

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CASE NO: A-18-781874-C

Case Number: A-18-781874-B

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DATED this 27th day of February, 2019.

ASHCRAFT & BARR | LLP

/s/Jeffrey F. Barr, Esq., NV Bar No. 7269 Lee I. Iglody, Esq. NV Bar No. 7757 2300 West Sahara Ave., Ste. 900 Las Vegas, NV 89102 (702) 631-7555

DECHERT LLP
David H. Kistenbroker, Esq.
Joni S. Jacobsen, Esq.
(Admitted pro hac vice)
35 West Wacker Dr., Ste. 3400
Chicago, IL 60601
(312) 646-5800
Attorneys for Defendant

#### **CERTIFICATE OF SERVICE**

Pursuant to NRCP 5(b), I certify that on the 27th day of February, 2019, I caused the foregoing NOTICE OF ENTRY OF ORDER GRANTING DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFFS' COMPLAINT PURSUANT TO NRCP 12(b)(5) to be served upon those persons designated by the parties in the E-Service Master List for the above-referenced matter in the Eighth Judicial District Court eFiling System in accordance with the mandatory electronic service requirements of Administrative Order 14-2 and the Nevada Electronic Filing and Conversion Rules.

/s/ Michelle T. Harrell
An Employee of Ashcraft & Barr | LLP

Page 2 of 2

CASE NO: A-18-781874-C

☐ Summary Judgment
☐ Stipulated Judgment
☐ Default Judgment
☐ Judgment of Arbitration s

☐ Voluntary Dismissal
☐ Involuntary Dismissal
☐ Stipulated Dismissal
☐ Stoulated Dismissal

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OGM
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Attorneys for Defendant \* Admitted pro hac vice

#### **DISTRICT COURT**

#### CLARK COUNTY, NEVADA

CHARLES JESSEPH AND CHARLES CHURCHWELL,

Plaintiffs,

18 VS.

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DIGITAL ALLY, INC.,

Defendants.

CASE NO: A-18-781874-B

DEPT NO. XI

ORDER GRANTING DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFFS' COMPLAINT PURSUANT TO NRCP 12(b)(5)

Defendant DIGITAL ALLY, INC.'s ("Defendant") filed a Motion to Dismiss Plaintiff's Complaint Pursuant to NRCP 12(b)(5) (the "Motion") on November 13, 2018. The Motion came on for hearing on January 14, 2019. John P. Aldrich and Douglas Elliot Julie appeared on behalf of Plaintiffs, CHARLES JESSEPH and CHARLES CHURCHWELL ("Plaintiffs"). Jeffrey F. Barr and David H. Kistenbroker appeared on behalf of Defendant.

Page 1 of 2

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Now, having read and considered the motion papers filed by Plaintiffs and Defendants concerning the Motion and heard the arguments of counsel in support of and in opposition to the Motion, and good cause appearing:

THE COURT HEREBY ORDERS that predicate litigation is an essential element to maintaining a claim for attorney's fees under the substantial benefit doctrine found in Nevada common law, and it is undisputed that the Complaint does not allege any predicate litigation. Accordingly, for these reasons, as more fully stated on the record by the Court, the Court GRANTS the Motion;

The Court hereby **DISMISSES** the complaint with prejudice.

#### **ORDER**

IT IS SO ORDERED.

DATED this 25 day of February, 2019

ELIZABETH GONZALEZ DISTRICT COURT JUDGE

Submitted by:

Ashcraft, & Barr LLLP

Jeffrey F. Barr, Esq., NV Bar No. 7269 Lee I. Iglody, Esq., NV Bar No. 7757

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David H. Kistenbroker\*

Joni Jacobsen\*

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\*Admitted pro hac vice

Attorneys for Defendant

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### DISTRICT COURT CLARK COUNTY, NEVADA

NRS Chapters 78-89 COURT MINUTES December 26, 2018

A-18-781874-B Charles Jesseph, Plaintiff(s)
vs.
Digital Ally, Inc., Defendant(s)

December 26, 2018 11:10 AM All Pending Motions

**HEARD BY:** Gonzalez, Elizabeth **COURTROOM:** Chambers

**COURT CLERK:** Dulce Romea

**RECORDER:** 

REPORTER:

PARTIES PRESENT:

#### **JOURNAL ENTRIES**

- MOTION TO ASSOCIATE COUNSEL (JONI JACOBSEN)...MOTION TO ASSOCIATE COUNSEL (DAVID KISTENBROKER)

Pursuant to EDCR 2.23, the Court decides this matter without the necessity of oral argument. Upon review of the papers and pleadings on file in this Matter, as proper service has been provided, this Court notes no opposition has been filed. Accordingly, pursuant to EDCR 2.20(e) the Motions to Associate (Jacobsen and Kistenbroker) are deemed unopposed. Therefore, good cause appearing, COURT ORDERED, motions are GRANTED. By accepting this admission, Counsel agrees to submit to jurisdiction and appear without subpoena for any proceedings required by the Court which relate to Counsel's conduct in this matter including motions, depositions, and evidentiary hearings. SCR 42(13)(a). Moving Counsel is to prepare and submit an order within ten (10) days and distribute a filed copy to all parties involved in this matter.

1-14-19 9:00 AM DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT PURSUANT TO NRCP 12(B)(5)

CLERK'S NOTE: Motions advanced from the December 31, 2018 calendar. Parties notified by distributing a copy of this minute order via the E-Service List. / dr 12-26-18

PRINT DATE: 03/29/2019 Page 1 of 3 Minutes Date: December 26, 2018

#### A-18-781874-B

CLERK'S NOTE: Minute order corrected as to the title of the Motion to Dismiss scheduled for January 14, 2019 to reflect "...pursuant to NRCP 12(b)(5)", not EDCR 1.61(A) and (1).

Corrected minute order distributed via the E-Service List. / dr 12-27-18

PRINT DATE: 03/29/2019 Page 2 of 3 Minutes Date: December 26, 2018

### DISTRICT COURT CLARK COUNTY, NEVADA

NRS Chapters 78-89

#### **COURT MINUTES**

January 14, 2019

A-18-781874-B

Charles Jesseph, Plaintiff(s)

VS.

Digital Ally, Inc., Defendant(s)

January 14, 2019

9:00 AM

**All Pending Motions** 

**HEARD BY:** Gonzalez, Elizabeth

**COURTROOM:** RJC Courtroom 03E

**COURT CLERK:** Dulce Romea

**RECORDER:** Jill Hawkins

REPORTER:

**PARTIES** 

**PRESENT:** Aldrich, John P. Attorney

Barr, Jeffrey F. Attorney Kistenbroker, David H Attorney

#### **JOURNAL ENTRIES**

- MOTION TO ASSOCIATE COUNSEL...DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT PURSUANT TO NRCP 12(B)(5)

APPEARANCES CONTINUED: Attorney Douglas Elliot Julie for Plaintiffs, Pro Hac Vice pending.

MOTION TO ASSOCIATE COUNSEL: There being no objection, COURT ORDERED, motion to associate Mr. Julie GRANTED. By accepting this admission, Counsel agrees to submit to jurisdiction and appear without subpoena for any proceedings required by the Court which relate to Counsel's conduct in this matter including motions, depositions, and evidentiary hearings. SCR 42(13)(a).

DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT PURSUANT TO NRCP 12(B)(5): Following arguments by Mr. Kistenbroker and Mr. Julie, COURT ORDERED, in Nevada the substantial benefit doctrine is limited to litigation matters, at least in the currently decided cases. For that reason, the Court GRANTS the motion to dismiss.

PRINT DATE: 03/29/2019 Page 3 of 3 Minutes Date: December 26, 2018



# EIGHTH JUDICIAL DISTRICT COURT CLERK'S OFFICE NOTICE OF DEFICIENCY ON APPEAL TO NEVADA SUPREME COURT

JOHN P. ALDRICH, ESQ. 7866 W. SAHARA AVE. LAS VEGAS, NV 89117

> DATE: March 29, 2019 CASE: A-18-781874-B

RE CASE: CHARLES JESSEPH; CHARLES CHURCHWELL vs. DIGITAL ALLY, INC.

NOTICE OF APPEAL FILED: March 27, 2019

YOUR APPEAL HAS BEEN SENT TO THE SUPREME COURT.

PLEASE NOTE: DOCUMENTS **NOT** TRANSMITTED HAVE BEEN MARKED:

- \$250 Supreme Court Filing Fee (Make Check Payable to the Supreme Court)\*\*

   If the \$250 Supreme Court Filing Fee was not submitted along with the original Notice of Appeal, it must be mailed directly to the Supreme Court. The Supreme Court Filing Fee will not be forwarded by this office if submitted after the Notice of Appeal has been filed.
   \$24 − District Court Filing Fee (Make Check Payable to the District Court)\*\*
   \$500 − Cost Bond on Appeal (Make Check Payable to the District Court)\*\*
- NRAP 7: Bond For Costs On Appeal in Civil Cases
- ☐ Case Appeal Statement
  - NRAP 3 (a)(1), Form 2
- □ Order
- ☐ Notice of Entry of Order

#### NEVADA RULES OF APPELLATE PROCEDURE 3 (a) (3) states:

"The district court clerk must file appellant's notice of appeal despite perceived deficiencies in the notice, including the failure to pay the district court or Supreme Court filing fee. The district court clerk shall apprise appellant of the deficiencies in writing, and shall transmit the notice of appeal to the Supreme Court in accordance with subdivision (e) of this Rule with a notation to the clerk of the Supreme Court setting forth the deficiencies. Despite any deficiencies in the notice of appeal, the clerk of the Supreme Court shall docket the appeal in accordance with Rule 12."

#### Please refer to Rule 3 for an explanation of any possible deficiencies.

\*\*Per District Court Administrative Order 2012-01, in regards to civil litigants, "...all Orders to Appear in Forma Pauperis expire one year from the date of issuance." You must reapply for in Forma Pauperis status.

### **Certification of Copy**

State of Nevada	٦	CC.
County of Clark	}	SS:

I, Steven D. Grierson, the Clerk of the Court of the Eighth Judicial District Court, Clark County, State of Nevada, does hereby certify that the foregoing is a true, full and correct copy of the hereinafter stated original document(s):

NOTICE OF APPEAL; CASE APPEAL STATEMENT; DISTRICT COURT DOCKET ENTRIES; CIVIL COVER SHEET; ORDER GRANTING DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFFS' COMPLAINT PURSUANT TO NRCP 12(B)(5); NOTICE OF ENTRY OF ORDER GRANTING DEFENDANT DIGITAL ALLY'S MOTION TO DISMISS PLAINTIFFS' COMPLAINT PURSUANT TO NRCP 12(B)(5); DISTRICT COURT MINUTES; NOTICE OF DEFICIENCY

CHARLES JESSEPH; CHARLES CHURCHWELL,

Plaintiff(s),

VS.

DIGITAL ALLY, INC.,

Defendant(s),

now on file and of record in this office.

Case No: A-18-781874-B

Dept No: XI

IN WITNESS THEREOF, I have hereunto Set my hand and Affixed the seal of the Court at my office, Las Vegas, Nevada This 29 day of March 2019.

Steven D. Grierson, Clerk of the Court

Heather Ungermann, Deputy Clerk