This Response is supported by the following Memorandum of Points and Authorities and the papers and pleadings on file herein.

Respectfully submitted this 9th day of September, 2022.

PETERSON BAKER, PLLC

By: /s/ Tamara Beatty Peterson
TAMARA BEATTY PETERSON, ESQ., Bar No. 5218
tpeterson@petersonbaker.com
NIKKI L. BAKER, ESQ., Bar No. 6562
nbaker@petersonbaker.com
701 S. 7th Street

Las Vegas, NV 89101 Telephone: 702.786.1001 Facsimile: 702.786.1002

JEFFREY VOCKRODT, ESQ. (Admitted Pro Hac Vice) jvockrodt@cm.law DAVID JACOBY, ESQ. (Admitted Pro Hac Vice) djacoby@cm.law CULHANE MEADOWS PLLC 888 Main Street, #543 New York, NY 10044 Telephone: 917.853.0057

Attorneys for Plaintiffs Wealthy Inc. and Dale Buczkowski

MEMORANDUM OF POINTS AND AUTHORITIES

I. INTRODUCTION

Defendants Spencer Cornelia, Cornelia Media, LLC, and Cornelia Education, LLC (the "Defendants") are asking the Court to put a hold on all proceedings until pending motions in a *separate* action are resolved. However, Defendants provide no authority, no reference to statutes or cases, and no legal discussion in support of their request. Rather, they simply base their request on the fact that they have sought consolidation¹ with a separate action that has pending motions to

¹ Defendants have filed a motion to consolidate this action with a separate action styled as *Wealthy Inc. et al v Mulvehill et al*, Case No. 2:22-cv-00740-JCM-EJY. (*See* Motion to Consolidate Cases [ECF No. 43].) Plaintiffs have opposed the Motion to Consolidate Cases. (*See* Plaintiffs Wealthy Inc. and Dale Buczkowski's Opposition to Defendants' Motion to Consolidate Cases [ECF No. 47].)

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

dismiss.² In fact, Defendants undermine their position that the cases should be consolidated when they say that "the cases indeed should not (and perhaps cannot) be consolidated if the Court lacks personal jurisdiction." (Motion to Stay [ECF No. 46], at 2:9-10.) Most importantly, Defendants do not make a clear case of hardship or inequity that they would suffer if this action were to move forward, nor do they suggest that a stay would simplify the issues for determination in this case.

In fact, asking the Court to consolidate the two actions and then asking the Court to refrain from making a decision as to consolidation until pending motions in the separate action are resolved is illogical and creates undue delay³ that Plaintiffs should not have to endure. This is especially true when one of the reasons that consolidation is not appropriate is that the two actions are in different stages of litigation and imposing a stay in these proceedings would allow the other action to "catch up."

Because Defendants' Motion to Stay contains neither legal support nor logical support and because Defendants would not suffer any hardship if the case were to move forward nor would a stay simplify the issues, the Court should deny the Motion to Stay.

II. **DISCUSSION**

Defendants Failed to Comply with LR 7-2. Α.

Pursuant to LR 7-2(a), "[a]ll motions ... must be supported by a memorandum of points and authorities." "The failure of a moving party to file points and authorities in support of the motion constitutes a consent to the denial of the motion." LR 7-2(d).

Here, Defendants have not provided *any* points or authorities in support of their Motion to Stay. (See Motion to Stay [ECF No. 46].) Most notably, they do not even provide any legal basis for staying the proceedings in this litigation.

Nowhere in their Motion to Stay do the Defendants cite to any statutory or case law authority for the Court to stay the proceedings in this action. (See generally Motion to Stay [ECF

² Defendants filed the Motion to Stay over three months after the complaint was filed in Wealthy Inc. et al v. Mulvehill et al, Case No. 2:22-CV-00740-JCM-EJY and over two months after two motions to dismiss were filed in that action.

³ It is noteworthy that Defendants did not mention that they also filed a Motion to Extend Discovery, [ECF No. 44], the day before filing the Motion to Stay, thus compounding the potential delays in this litigation.

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

No. 46].) In fact, Defendants' Motion to Stay, [ECF No. 46], is more noteworthy for what elements it is lacking. For example, Defendants do not ask for a stay because of the potential for the district court to disrupt "state efforts to establish a coherent policy with respect to a matter of substantial public concern." Colorado River Water Conserv. Dist. v. United States, 424 U.S. 800, 814, 96 S. Ct. 1236, 1245, 47 L. Ed. 2d 483 (1976). Neither do Defendants ask for a stay pending appeal. See Hilton v. Branskill, 481 U.S. 770, 776, 107 S.Ct. 2113, 2119 (1987) (discussing factors for a stay pending appeal).

By failing to file points and authorities in support of the Motion to Stay, Defendants consent to the Court denying it pursuant to LR 7-2(d) and the Court should do so.

B. **Defendants Fail to Demonstrate Grounds for a Stay.**

Although "the power to stay proceedings is incidental to the power inherent in every court to control" its docket⁴, Landis v. North American Co., 299 US 248, 254-55, 57 S.Ct. 163, 166 (1936), Defendants do not point to, much less make out a clear case of, hardship or inequity that they would suffer if this case were to move forward as scheduled. As noted in Justice Cardozo's opinion, "the suppliant for a stay must make out a clear case of hardship or inequity in being required to go forward, if there is even a fair possibility that the stay for which he prays will work damage to some one [sic] else." *Id.* How could Defendants point to potential hardship when the Court's denial of the Motion to Stay will not affect their ability to defend against Plaintiffs claims for relief?

Additionally, Defendants have not suggested that resolution of the pending motions in a separate case would simplify the issues, proof, or questions of law in this case. See Lockyer v Mirant Corp., 398 F.3d 1098, 1110 (9th Cir. 2005) ("the competing interests which will be affected by the granting or refusal to grant a stay must be weighed ... [as] measured in terms of the simplifying or complicating of issues, proof, and questions of law which could be expected to result from a stay.") (citations omitted). Defendants have not suggested that the determination of personal jurisdiction over different defendants in a separate case could simply the issues, proof, or questions

⁴ All within the spirit of NRCP 1 "to secure the just, speedy, and inexpensive determination of every action and proceeding."

of law in this case. In fact, they have not suggested that resolution of the pending motions in a 2 separate case would have any effect, whatsoever, on this case. 3 Because Defendants fail to point to any hardship or inequity they may suffer if the case 4 moves forward and do not suggest that it would simplify the issues if a stay were granted, the Court 5

III. **CONCLUSION**

should deny the Motion to Stay.

1

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

Because Defendants did not comply with LR 7-2 by failing to submit points and authorities in support of their Motion to Stay and because they did not provide cognizable grounds for a stay, the Court should deny the Motion to Stay.

Respectfully submitted this 9th day of September, 2022.

PETERSON BAKER, PLLC

By: /s/ Tamara Beatty Peterson TAMARA BEATTY PETERSON, ESQ., Bar No. 5218 tpeterson@petersonbaker.com NIKKI L. BAKER, ESQ., Bar No. 6562 nbaker@petersonbaker.com 701 S. 7th Street Las Vegas, NV 89101 Telephone: 702.786.1001 Facsimile: 702.786.1002 JEFFREY VOCKRODT, ESQ. (Admitted Pro Hac Vice) jvockrodt@cm.law DAVID JACOBY, ESQ. (Admitted Pro Hac Vice) djacoby@cm.law CULHANE MEADOWS PLLC 888 Main Street, #543 New York, NY 10044 Telephone: 917.853.0057 Attorneys for Plaintiffs Wealthy Inc. and Dale Buczkowski

26

27

28

15

16

17

18

19

20

21

22

23

24

25

26

27

28

1

2

3

4

5

6

CERTIFICATE OF SERVICE

Pursuant to Fed.R.Civ.P.5(b), and Section	on IV of District of Nevada Electronic Filing
Procedures, I certify that I am an employee of Peterson Baker, PLLC, and that a true and correct	
copy of the PLAINTIFFS WEALTHY INC. AND DALE BUCZKOWSKI'S OPPOSITION	
TO DEFENDANTS' MOTION TO STAY O	ASE [ECF NO. 46] was served via electronic
service, via CM/ECF, on this $\underline{9^{th}}$ day of September, 2022, and to the following:	
MARC J. RANDAZZA, ESQ. mjr@randazza.com RONALD D. GREEN, JR., ESQ.	JOANNA M. MYERS, ESQ. jmyers@nevadafirm.com HOLLEY DRIGGS LTD.

7 8 rdg@randazza.com 9 ALEX J. SHEPARD, ESQ. ajs@randazza.com 10 RANDAZZA LEGAL GROUP, PLLC 2764 Lake Sahara Drive, Suite 109 11 Las Vegas, NV 89117 Attorneys for Defendants Spencer Cornelia, Cornelia Media LLC, 12 and Cornelia Education LLC 13

400 S. 4th Street, Third Floor Las Vegas, NV 89101 Attorneys for non-party John Mulvehill

ELIAS P. GEORGE, ESO. elias@epglawgroup.com EPG LAW GROUP 4950 South Rainbow Blvd. Las Vegas, NV 89118 Attorneys for non-party John Mulvehill

/s/ Erin Parcells

Employee of Peterson Baker, PLLC

6