1 2 BAIRD, WILLIAMS & GREER, L.L.P. 3 6225 NORTH 24TH STREET, SUITE 125 4 PHOENIX, ARIZONA 85016 TELEPHONE (602) 256-9400 5 Daryl M. Williams (004631) 6 darylwilliams@bwglaw.net Attorneys for Thomas and Barbara Clark 7 IN THE SUPERIOR COURT OF THE STATE OF ARIZONA 8 IN AND FOR THE COUNTY OF MARICOPA 9 Desert Mountain Club, Inc., 10 No. CV2014-015334 Plaintiff. 11 **Reply in Support of Motion for** Judgment on the Pleadings VS. 12 Thomas Clark and Barbara Clark, husband 13 (Assigned to the Honorable Dawn Bergin) and wife, 14 Defendants. 15 The defendants' two-page motion provoked a seven-page response. The response goes in all 16 different directions and even accuses undersigned counsel of making a motion "without substantial, 17 indeed, no pertinent justification." Response at 7:23. The footnoted suggestion is that counsel be 18 sanctioned under Rule 11. The response, however, never addresses the single, narrow point of the 19 motion for judgment on the pleadings, to wit, the statutory right of a member of a non-profit 20 organization to resign at any time, 21

A member may resign at any time, except as set forth in or authorized by the articles of incorporation or bylaws.

A.R.S. § 10-3620(A).

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This statute is cited in defendants' motion, but the plaintiff's response attempts a little legerdemain by saying "defendants' Motion relies solely on A.R.S. § 10-3620(B), asserting that . . . their 'unilateral resignation' on January 1, 2014, relieved them from any further obligation or commitment to the club." A.R.S. § 10-3620(B) does say that a member that has resigned is not relieved of obligations prior to the resignation, but the thrust of the motion has nothing to do with

the *ipsi dixit* reality that Thomas Clark was paid up when he resigned from Desert Mountain Club on January 1, 2014, and thenceforth has had no further obligations to the club.

The point of the motion is simple. A member can resign at any time because there is nothing in the articles of incorporation or bylaws that says otherwise. The response does not point the court to any such restriction, and the plaintiff's lawyers should have told the court where to find any restriction on the right of a member to resign if there was one. After all, it is the lawyer's duty to point the court to that part of the record that forecloses the motion requested by the adverse party:

¶ 10 In deciding a motion for summary judgment [or any motion], the trial court considers "those portions of the verified pleadings, deposition, answers to interrogatories and admissions on file *which are brought to the court's attention by the parties.*" *Choisser v. Herman*, 12 Ariz. App. 259, 261, 469 P.2d 493, 495 (1970).

Tilley v. Delci, 220 Ariz. 233, 236, ¶ 10, 204 P.3d 1082, 1085 (App. 2009) (emphasis by the court).

The plaintiff retreats to obfuscation because it has nothing else. At page six of the response plaintiff cites a provision from a conversion agreement attached as exhibit G to the complaint that says "any transfer [as opposed to a resignation] . . . and refund" is subject to the bylaws. However, this conversion agreement does not address simply abandoning an interest by resignation and thereby forfeiting all refund rights as a seller.

There is a citation at page seven of the response to a provision in the 2010 bylaws that talks about a defined term in the bylaws, *Surrendering Member*. They say this same provision remained in the 2013 bylaws, but that is not quite correct. The 2013 bylaws changed the term *Surrendering Member* to the term *Member Pending Reissuance*. The 2010 bylaws are exhibit H to the plaintiff's complaint and the 2013 bylaws are exhibit J. The pertinent language is found in article 4.2, but this language only applies to someone who wants to sell their membership by transferring it to the club so the member can recover some equity. These provisions say nothing about someone just deciding to walk away by resignation.

Indeed, article four of the 2010 bylaws begins, "A Member in good standing *may* surrender his or her membership by written notice to the Club (the "Surrendering Member")." Exhibit H to Complaint, \P 4.1 (emphasis added). This permission language is found in the 2013 bylaws, as well,

but the language is not mandatory and merely has the effect of placing the member on a Surrender List—a defined term—that could result in the member recouping some money as outlined in ¶ 4.6.

The reference to the term *Surrendering Member* and *Member Pending Reissuance* is an attempt by plaintiff to point to something in the bylaws or the articles of incorporation that restricts the right of a member to resign. But the attempt is a feint: there is nothing in the exhibits to the complaint that addresses, restricts, or limits in any fashion the statutory right of a member to resign at any time.

There is a lot more in plaintiff's response that is off-point and obfuscatory. The motion for judgment on the pleadings, though, does not test whether there was a contract. Nor the validity or binding effect of any of the documents attached to the complaint. The motion does not attack the existence of a contract. Nor is there any attack on the validity of obligations under a contract. The motion is narrowly focused on the right to just resign, assuming, as the court must, that all these things formed a contract.

Perhaps plaintiff's counsel is just engaged in a form of good lawyering taught in law school.

Consistent with our reasoning in *People v. Bell, supra*, we conclude that the prosecutor's remarks did not exceed the bounds of permissible vigor. (*See also People v. Breaux* (1991) 1 Cal. 4th 281, 305 [3 Cal. Rptr. 2d. 81, 821 P.2d 585] [no misconduct to refer to law school trial tactics class where students are taught that if they do not have either the law or the facts on their side, "try to create some sort of a confusion with regard to the case because any confusion at all is to the benefit of the defense"]; *People v. Goldberg*, (1984) 161 Cal. App. 3d 170, 190 [207 Cal Rptr. 431] [no misconduct to argue defense counsel's job was to confuse the jury on the issues and sidetrack the jury's deliberations].)

People v. Gionis, 9 Cal. 4th 1196, 1218, 892 P.2d 1199, 1212 (1995).

Conclusion

A motion for judgment on the pleadings restricts the court to consideration of the pleadings on file. The pleadings include all of the exhibits. *Coleman v. City*, 230 Ariz. 352, 284 P.3d 863 (2012). The prism of the law—the statute giving a member the absolute right to resign—separates all of the colored persiflage in the complaint and the plaintiff's response from this simple reality:

the defendant had an unrestricted right to resign. The defendant did resign. Plaintiff's complaint 1 2 does not, therefore, state a claim against these defendants as a matter of law. 3 Respectfully submitted this 18th day of June 2015. 4 /S/ Daryl M. Williams Daryl M. Williams Baird, Williams & Greer, LLP 6225 North 24th Street, Suite 125 5 Phoenix, Arizona 85016 6 Attorneys for plaintiff 7 Original eFiled with the Clerk's ECF 8 filing system this 18th day of June 2015 9 Copy mailed this same day to: 10 The Honorable Dawn Bergin Maricopa County Superior Court 201 W. Jefferson (CCB #7D) Phoenix, AZ 85003-2243 11 12 and copies mailed/emailed this same day to: 13 Christopher L. Callahan 14 Seth G. Schuknecht Fennemore Craig, P.C. 2394 E. Camelback Rd., Suite 600 Phoenix, AZ 85016-3429 15 ccallahan@fclaw.com 16 sschuknecht@fclaw.com 17 attorneys for plaintiff 18 /s/ Diana L. Clark 19 20 21 22 23 24 25

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