

MARIO P. LOVATO  
Nevada Bar No. 7427  
LOVATO LAW FIRM, P.C.  
619 S. Sixth Street  
Las Vegas, Nevada 89101  
T: (702) 979-9047  
F: (702) 554-3858  
Attorney for Defendants

**UNITED STATES DISTRICT COURT**  
**DISTRICT OF NEVADA**

ANTHONY LUCAS, GREGORY H.  
CASTELLO, LILLIAN MELTON, LEAVON R.  
SMITH, ROBERT A. GREENE, JAMES A.  
BIGGS, LARRY DUTCHER, WILLIAM C.  
SACK, DONALD A. SPEARCE, MERRILL L.  
CLAIR, BRADLEY J. EDWARDS, and LISA  
MEDFORD on behalf of themselves and all  
others similarly situated,

Plaintiffs,

v.

BELL TRANS, a Nevada corporation; BELL  
LIMO, a Nevada corporation; and  
WHITTLESEA-BELL CORPORATION, and  
Does 1-50, inclusive,

Defendants.

Case No. 2:08-CV-1792-GMN-RJJ

**DEFENDANTS' EMERGENCY MOTION FOR PROTECTIVE ORDER**

Defendants, by and through their counsel, move for a protective order from having to engage in eight depositions that involve premature class discovery, from having Defendants' executives deposed prior to determination of pending motions addressing whether Plaintiffs' Rule 23 class claim may proceed in light of the Court's ruling in related litigation that there is no merit to such claim, and precluding depositions scheduled by Plaintiffs for purposes of harassment such as the depositions of Defendants' executives and deposition of its litigation co-counsel.

DATED: May 10, 2011.

LOVATO LAW FIRM, P.C.

/s/ Mario Lovato

MARIO P. LOVATO  
Nevada Bar No. 7427  
Attorney for Defendants

## MEMORANDUM OF POINTS AND AUTHORITIES

### I.

#### STATEMENT OF FACTS

Plaintiffs are limousine drivers who have filed suit against their employers, Bell Trans, Bell Limo and their parent company. Plaintiffs have essentially three remaining claims in this case. Two of the claims are federal claims under the federal Fair Labor Standards Act: a federal FLSA minimum wage claim and a federal FLSA overtime claim. The third claim is a claim purportedly arising under NRS 608.016.

#### A. PLAINTIFFS' RECENT DISCOVERY.

Plaintiffs recently served notices of eight depositions.<sup>1</sup> The deponents are each of the following:

- Larry Bell;
- Brent Bell;
- Brad Bell;
- Mark Trafton;
- Paul Baldarelli;
- Breck Opeka;
- Jeanne O'Doan and/or PMK re Defendant Bell Limo's Payroll, Tax Reporting and Human Resources Policies; and
- Cheryl Knapp and/or PMK re Defendant Bell Limo's Payroll, Tax Reporting and Human Resources Policies.

See Plaintiffs' Deposition Notices, attached as **Ex. 2**.

Larry Bell, Brent Bell and Brad Bell are executives of Bell Trans and Bell Limo. Paul Baldarelli and Breck Opeka are top management. Mark Trafton is litigation co-counsel for Defendants. As further detailed, below, these depositions have been scheduled largely for their harassment value.

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<sup>1</sup> Except where otherwise indicated, this Statement of Facts is supported by the Declaration of Mario P. Lovato, Esq., attached as **Ex. 1**.

1 Plaintiffs seek to engage in premature class discovery. This is shown by the  
2 depositions of Jeanne O'Doan and Cheryl Knapp, which include "person most  
3 knowledgeable" demands. Along with these deposition notices, Plaintiffs served  
4 document requests. Although most of the pertinent documents have already been  
5 produced, including driver trip sheets, the requests further indication intention to engage  
6 in class litigation.

7 **B. THERE IS NO PERMISSIBLE CLASS DISCOVERY.**

8 **1. There is no certified federal collective action in this case.**

9 Plaintiffs have not obtained a final order certifying a collective action under the  
10 FLSA. On September 30, 2010, Magistrate Judge Johnston issued an Order pertaining  
11 to Plaintiffs' Motion for Circulation of Notice of the Pendency of this Action Pursuant to  
12 29 U.S.C. 216(b). See Order (Docket No. 112). Defendants have filed, however, an  
13 Objection / Motion to Reconsider that remains pending before the Court. See Objection  
14 / Motion to Reconsider (Docket No. 117). There is no certified collective action in this  
15 case.

16 **2. The Court has entered orders showing Plaintiffs have no  
17 proper state claim for relief, eliminating the possibility that  
18 their state class claim can go forward.**

19 Plaintiffs have pursued claims under Nevada state law that have no merit. The  
20 principal state law claim is one being made pursuant to NRS 608.016. The other claims  
21 are merely additional remedies, such as statutory delay damages or attorneys' fees.  
22 For the NRS 608.016 claim, the court granted Rule 23 class certification. On June 9,  
23 2010, however, the Court entered an order granting summary judgment in related  
24 litigation that shows Plaintiffs' only remaining state law claim has no merit. This has led  
25 to the strange situation in this case where the claim with by far the greatest potential  
26 value is a claim under NRS 608.016 that is on the verge of being eliminated. Because  
27 the claim is about to be eliminated, it makes sense to await the court's ruling on the  
28 matter, rather than engage in protracted and wasteful discovery on a false and meritless  
claim.

1       The Court has made a progression of rulings that eliminate Plaintiffs' state law  
2 claims. It has done so in this case as well as the sister litigation involving identical  
3 claims made by Plaintiffs and their counsel against another Nevada limousine company.  
4 Both cases—this case and the case of *Greene v. Executive Coach and Carriage*—have  
5 been litigated before the same judge at the same times. They were filed by the same  
6 Plaintiffs' counsel. They even involve the same Plaintiff: Robert Greene is the only  
7 named plaintiff in the *Greene* case and is one of the named plaintiffs in this case. In  
8 both cases, the Court has dismissed Plaintiffs' state law minimum wage claim along  
9 with Plaintiffs' state law overtime claims.

10       The final significant state law claim in both cases is a claim under NRS 608.016.  
11 The two cases use exactly the same complaint, merely changing party names. The  
12 pertinent facts and allegations of the NRS 608.016 claim are the same: that Plaintiffs,  
13 who are paid on a commission-only basis, should be paid additional amounts for times  
14 when they are not actually receiving a commission for productive work.

15       In *Greene*, Defendant filed a motion for summary judgment as to the remaining  
16 state law claims. Defendant asserted that Plaintiffs were misinterpreting NRS 608.016  
17 by failing to insert definitions of the term "wages," which come from statutory definition  
18 sections in NRS Chapter 608. Such definitions expressly allow payment by way of  
19 commissions, eliminating Plaintiffs' argument that they are entitled to some sort of  
20 hourly wage under Nevada state law.

21       In *Greene*, on June 9, 2010, the Court granted Defendant's motion for summary  
22 judgment as to state law based claims. See Order dated June 9, 2010 (*Greene*),  
23 attached as **Ex. 3**. All remaining state law claims were eliminated, including the  
24 principal claim under NRS 608.016. Judge Jones held that the claim fails as a matter of  
25 law. In the decision, Judge Jones stated, inter alia, that Plaintiffs were misinterpreting  
26 the statutes in question. In his Order, Judge Jones stated:

27               Defendant's interpretation of the applicable statutes is  
28               correct. Very simply, this is a case involving a commission-  
              based agreement entered into by Plaintiff. Applying Nevada  
              Revised Statute § 608.016 to commission-only pay  
              structures, such as the present case, would render  
              meaningless the wages definition, which explicitly embraces

1 commission-based pay. See Nev. Rev. Stat. § 608.012.  
2 Section 608.016 must be read to complement the minimum  
3 wage statute, eliminating any potential loophole created by  
4 an employer requiring certain work obligations from an  
5 hourly employee, but failing to compensate them for that  
6 time. In contrast, Plaintiff's interpretation renders  
commission-only based wages illegal. Even with a  
traditional salesperson, an employer would be violating  
Nevada Revised Statute § 608.016 every time an employee  
worked on a sale, but failed to close, and thus failed to make  
any commission.

7 The statutory language in this case is sufficiently clear in this  
8 case. The law explicitly provides for commission-based pay.  
9 Nev. Rev. Stat. § 608.012. Plaintiff is paid a commission for  
every fare that he collects. Plaintiff's claims based on  
§ 608.016 are inapplicable to commission-based pay  
structures like the one entered into by Plaintiff and  
Defendant.

10  
11 Order (Greene) dated June 9, 2010 at 6-7. (Greene No. 31), attached as Ex. 5. NRS  
12 608.016, along with related definitional statutes, specifically authorizes commission-only  
13 compensation. This is the compensation system used by Nevada limousine companies,  
14 including the Defendants in *Greene* and in this case.

15 The reasoning from Judge Jones' Order applies with equal force in this case.  
16 Plaintiffs' remaining state law claims are **exactly the same**. The Complaints have  
17 exactly the same wording. Plaintiff-drivers in both cases agree that they are paid on a  
18 commission-only basis. Plaintiffs' class claim under NRS 608.016 fails in this case for  
19 the same reasons stated by Judge Jones in his Order in the *Greene* case. In the Order,  
20 Judge Jones made specific reference to this case, reasoning that his Order certifying a  
21 Rule 23 class, as well as his order denying the initial motion to dismiss, did not address  
22 the merits of the state law claims. Addressing the merits in his summary judgment  
23 Order, Judge Jones found the claim to have no merit as a matter of law. He stated:

24 Plaintiff relies heavily on this Court's decision in *Lucas v. Bell*  
25 *Transportation*, quoting from the decision to deny the  
26 defendant's motion to dismiss on the issue of a claim based  
27 on Nevada Revised Statute § 608.016. Specifically, Plaintiff  
references the Court's determination that the plaintiffs had  
stated a cause of action by alleging that they had not  
received pay for attending training and other non-driving  
time.

28 June 9, 2010 Order at 5. The Court then rejected the argument. The Court stated:

1 But this reliance is misplaced. The decision in *Lucas v. Bell*  
2 *Transportation* was a motion to dismiss and the order does  
3 not address whether Nevada Revised Statute § 608.016 is  
4 applicable to employers such as Defendant. (*Lucas v. Bell*  
5 *Trans.*, 08-cv-01792, June 23, 2009 Order at page. 8, #21  
6 Ex. A).

7 *Id.* Judge Jones' decision directly addresses the question at hand. His reasoning  
8 applies with equal force in this case.

9 Shortly after the decision was entered by the court, Defendants in this case filed  
10 a motion for summary judgment as to state law claims. Defendants filed the motion on  
11 June 15, 2010. See Motion (Docket No. 92). The motion remained pending for nearly a  
12 year.

13 In this case, on February 25, 2011, Judge Navarro struck Defendants' Motion for  
14 Summary Judgment as to State Law Based Claims, stating that the dispositive motion  
15 filing deadline had passed. See Order at 17 (Docket No. 127). When the Court entered  
16 its Order, however, the deadline for filing dispositive motions was August 25, 2011. See  
17 Stipulation to Modify Scheduling Order (Docket No. 126); see *also* Order Granting  
18 Motion to Modify Scheduling Order (setting the preceding December of 2010 deadline)  
19 (Docket No. 115).

20 On March 18, 2011, Defendants re-filed the motion for summary judgment as to  
21 state law claims so that it can be heard on the merits. See Motion (Docket No. 129).  
22 Plaintiffs filed their opposition. On April 28, 2011, Defendants filed their reply brief  
23 (Docket No. 134). The Motion is pending before the Court.

24 Recently, Judge Navarro entered an Order confirming Judge Jones' reasoning in  
25 his June 9, 2010 Order. In mid-2010, the two cases were transferred to the Honorable  
26 Judge Gloria Navarro. After the reassignment, Plaintiff in the *Greene* case filed a  
27 motion to reconsider Judge Jones' June 9, 2010 Order in *Greene*. Judge Navarro  
28 denied the motion, finding, *inter alia*, that Judge Jones' Order thoroughly addressed the  
question at hand. This Court stated:

Judge Jones provided a thorough analysis of the statutes in  
question and applied them to the facts of this case to rule  
that Plaintiff did not have a cause of action as a matter of  
law.

1 Order (*Greene*) dated March 7, 2011 at 3 (*Greene* No. 55), attached as **Ex. 4**. With  
2 Judge Navarro's decision, there can be little question but that Plaintiffs' claim under  
3 NRS 608.016 will be eliminated. The claim is based on a misinterpretation of the  
4 statute in question. Since the claim is on the verge of elimination, class discovery  
5 addressing the claim should be delayed so that the Court can consider Defendants'  
6 motion for summary judgment as to state law based claims.

7 **3. In response to Defendants' re-filing of their motion for**  
8 **summary judgment as to state law claims, Plaintiffs serve**  
9 **abusive and wasteful discovery.**

10 Seeing that that application of Judge Jones' reasoning will cause Plaintiffs' state  
11 law claims to be eliminated, Plaintiffs have decided to serve wide-ranging discovery for  
12 harassment purposes. On April 21, 2011, Plaintiffs served eight deposition notices.  
13 See Deposition Notices, attached as Ex. 2. These include depositions of three  
14 executives of Defendant companies, the depositions of two top management  
15 representatives, and even the deposition of Defendants' litigation co-counsel, Mark  
16 Trafton.

17 **4. Plaintiffs' abusive discovery and other tactics that violate**  
18 **Defendants' rights under the FLSA.**

19 Over the last couple months, Plaintiffs have asserted a right to engage in abusive  
20 litigation tactics that are not permitted in FLSA claims. For example, Plaintiffs assert the  
21 right to directly contact potential members of the federal collective action. Under the  
22 FLSA, potential opt ins can only be contacted through court-approved notice. Yet, in  
23 their Opposition to Defendants' Objection / Motion to Reconsider, Plaintiffs state: "It is  
24 well settled that, once they have obtained the names and addresses, plaintiffs' counsel  
25 may contact potential plaintiffs to inform them of the rights to join the collective action."  
26 In compliance with a portion of the Magistrate Judge's Order relating to Plaintiffs' Motion  
27 to Service Notice of Pendency, Defendants have served name and address information  
28 of its drivers to Plaintiffs' counsel. Plaintiffs' position that they free to directly contact  
drivers causes Defendants to be at risk of having Plaintiffs circumvent the requirements  
of the FLSA.



1 Even though there is no final order certifying a collective action, Plaintiffs assert  
2 the right to engage in class discovery. Even though the Court has entered an Order  
3 that shows that Plaintiffs' state law claim fails as a matter of law and is based on a  
4 misreading of the statute in question, Plaintiffs assert a right to engage in wide ranging  
5 class discovery.

6 **5. Plaintiffs' abusive tactics in connection with the latest**  
7 **discovery.**

8 Defense counsel has had numerous telephone calls with Plaintiffs' counsel's  
9 office regarding the recent deposition notices and discovery. Plaintiffs unilaterally set  
10 dates for the depositions, which one would expect to change to dates that are mutually  
11 agreeable. During this time period, defense counsel has been obtaining dates, and has  
12 provided dates for certain depositions, informed Plaintiffs' counsel of the status of  
13 obtaining other dates, and agreed that Reno personnel would have their depositions  
14 taken in Las Vegas.

15 Defense counsel has attempted to resolve the dispute. Prior to May 5, 2011,  
16 defense counsel engaged in telephone calls with Plaintiffs' counsel's assistants /  
17 paralegals on several occasions regarding the deposition dates. On May 5, 2011,  
18 defense counsel sought to speak with Plaintiffs' counsel, but was only able to leave a  
19 message for him. Defense counsel also left a message with an assistant / paralegal in  
20 Plaintiffs' counsel's office.

21 On May 6, 2011, Plaintiffs' counsel and defense counsel spoke by telephone.  
22 Defense counsel raised concerns that the parties would be engaging in wasteful  
23 discovery that would likely prove pointless given Judge Jones' Order holding that there  
24 is no valid claim under NRS 608.016. In addition, there is no certified FLSA collective  
25 action. Defense counsel communicated that he was obtaining dates, and would provide  
26 them, but that he would likely be required to file a motion for protective order if Plaintiffs'  
27 counsel sought to engage in class discovery of a meritless state law claim.

28 Plaintiffs' counsel would not agree to any limitation on the class discovery.  
Rather, he seeks to harass and annoy Plaintiffs' executives by continuing to pursue a  
meritless claim. Defense counsel stated he would have dates available for all the



1 deponents by early the following week, with some of the dates provided before then, but  
2 that defense counsel would have to file a motion for protective order if the parties could  
3 not agree on a limitation relating to the NRS 608.016 class claim. During the telephone  
4 call, Plaintiffs' counsel stated that he would re-notice the depositions for two weeks  
5 later. Nevertheless, at 5:12 that day, which was a Friday, Plaintiffs' counsel sent a letter  
6 stating that he would not reschedule any depositions, but rather, that he would file a  
7 motion to compel. See May 6, 2011, 5:12 p.m. letter from Plaintiffs' counsel to defense  
8 counsel, attached as **Ex. 5**. In response, at approximately 6:00 p.m., defense counsel  
9 sent correspondence that corrected statements made in Plaintiffs' counsel's letter, and  
10 providing dates that had been obtained for the depositions of Larry "Chip" Bell and Paul  
11 Baldarelli. See May 6, 2011 letter from defense counsel to Plaintiffs' counsel, attached  
12 as **Ex. 6**.

13 On Monday, May 9, 2011, defense counsel was required to travel to the location  
14 of Plaintiffs' first-scheduled deposition because Plaintiffs' counsel would not re-notice  
15 the deposition for any of the dates provided by defense counsel. Upon arriving at the  
16 court reporter's office where the deposition had been noticed to take place, defense  
17 counsel learned from the office personnel that Plaintiffs' counsel had canceled the  
18 deposition. Plaintiffs' counsel had provided no notice of the cancellation.

19 Plaintiff has sent additional correspondence stating that he intends to file a  
20 motion to compel even though he is already aware that Defendants are filing a motion  
21 for protective order.

## 22 II.

### 23 ARGUMENT

#### 24 A. TO AVOID POTENTIAL WASTE AND NEEDLESS DISCOVERY, CLASS 25 DISCOVERY SHOULD AWAIT THE COURT'S DECISIONS ON THE 26 PENDING MOTIONS.

27 Under Rule 26(c), a party subject to discovery may file a motion for protective  
28 order that seeks protection from, inter alia, premature or abusive discovery.

Prior to certification of a class action, discovery is generally limited and in the  
discretion of the court. See, e.g., *Tracy v. Dean Witter Reynolds*, 185 F.R.D. 303, 304

(D. Co. 1998). Generally, the plaintiff bears the burden of showing that discovery is likely to produce substantiation of the class allegations. *Del Campo v. Kennedy*, 236 F.R.D. 454, 459 (N.D. Cal. 2006), *citing Tracy*, 185 F.R.D. at 305.

To avoid waste in class action litigation, discovery is often delayed while motions relating to the validity of the claims remain pending. This is done so as to ensure that there is only one round of discovery. It is also done to avoid wasteful discovery that is rendered useless in the event that certain class claims do not go forward. As stated by Wright & Miller:

Because of the complexity of most class actions and the numbers of people involved, the ***management of discovery to avoid duplicative and conflicting inquiries*** also is particularly important. Indeed, discovery often proves to be the most protracted phase of class-action litigation. Thus, the court must maintain strict control over discovery in actions under Rule 23, and the class, except upon good cause shown, should have one overall opportunity for such discovery, just as if it were a single plaintiff.

Wright & Miller, *FEDERAL PRACTICE & PROCEDURE* § 1796.1 *Discovery in Class Proceedings* (emphasis added).

In this case, class discovery should be delayed until the Court addresses whether a federal collective action will go forward in the manner requested, and whether the state law claim will go forward. Given that both Judge Jones and Judge Navarro have entered orders confirming that Plaintiffs' NRS 608.016 claim is without merit, Plaintiffs do not have a proper basis to immediately engage in class discovery. Rather, the parties should await the Court's ruling on Defendants' motion for summary judgment, thereby avoiding expensive and wasteful discovery on a meritless claim.

**1. The Court has not certified a federal collective action.**

The law governing FLSA collective actions uses a two-stage analysis for whether to allow a collective action to proceed. Under such analysis, the plaintiff is to file a motion for collective action early in the discovery process, which, if granted, is addressed for a second time at or about the close of discovery. See *Wren v. RGIS Inventory Specialists*, 256 F.R.D. 180, 212 (N.D. Cal. 2007) (detailing Ninth Circuit's two-tier approach of addressing a motion for certification early in discovery period and

1 revisiting the question at the time discovery concludes, after the parties have had the  
 2 opportunity to conduct discovery into the issues raised by the motion); *Bonilla v. Las*  
 3 *Vegas Cigar Co.*, 61 F. Supp. 2d 1129, 1137 (D. Nev. 1999) (applying same procedure  
 4 in this district).

5 In this case, the Court has not entered an Order holding that there is a certified  
 6 collective action. While the Magistrate Judge entered such an Order, Defendants filed  
 7 an Objection / Motion to Reconsider that remains pending with the Court. The result is  
 8 that there is no certified collective action in this case.

9 **2. The Court has entered Orders holding that Plaintiffs' state law  
 claim is without merit.**

10 Plaintiffs also have no reasonable basis for pursuing a Rule 23 class action. In  
 11 2009, Plaintiffs obtained an order that certified a Rule 23 class action. On June 9, 2010,  
 12 however, an Order was entered as to the identical claim in the *Greene* case. The  
 13 Court's Order held that Plaintiffs' state law claims failed as a matter of law.

14 Since the NRS 608.016 claim in this case is exactly the same claim as in  
 15 *Greene*, involving exactly the same pertinent fact allegation, the Order's reasoning  
 16 applies with equal force in this case. Plaintiffs have no good basis for pursuing a  
 17 meritless class claim in this case.

18 **3. Rule 23 class actions cannot coexist in the same case with a  
 FLSA case.**

19 "[T]he policy behind requiring FLSA plaintiffs to opt in to the class would largely  
 20 'be thwarted if a plaintiff were permitted to back door the shoehorning in of unnamed  
 21 parties through the vehicle of calling upon similar state statutes that lack such an opt-in  
 22 requirement.'" *Leuthold v. Destination America, Inc.*, 224 F.R.D. 462, 470 (N.D. Cal.  
 23 2004), *citing Rodriguez v. The Texan, Inc.*, 2001 WL 1829490, \*2, 2001 U.S. Dist.  
 24 LEXIS 24652, \*3 (N.D. Ill. 2001).

25 In 2007, a judge in this District agreed that state law class action claims cannot  
 26 properly be combined with FLSA collective action claims.

27 The Court follows the latter line of cases and finds that the  
 28 class action mechanisms of the FLSA and Rule 23 are  
 incompatible. It would be inappropriate to permit Plaintiffs'  
 attempt to circumvent the restrictive opt-in requirements of

the FLSA by utilizing the borrowing statute of California Business and Professions Code Section 17200. . . [and] to escape the stricter FLSA statute of limitations by taking advantage of the Section 17200 four-year limitations period. Therefore, permitting Plaintiffs to use Section 17200 as a vehicle for their FLSA claims would violate Congress's intent to manage FLSA claims through the stricter opt in process.

*Williams v. Trendwest Resorts, Inc.*, 2007 WL 2429149, at \*4 (D. Nev. 2007).

Judge Navarro, who is the judge in this case, has agreed with this analysis. Judge Navarro has held that state law class action claims cannot coexist in the same case as FLSA claims. In *Daprizio v. Harrah's Las Vegas, Inc.*, WL 3259920, at \*6 (D. Nev. 2010), she cited *Leuthold* with approval, quoting its reasoning that "[T]he policy behind requiring FLSA plaintiffs to opt in to the class would largely 'be thwarted if a plaintiff were permitted to back door the shoe-horning in of unnamed parties through the vehicle of calling upon similar state statutes that lack such an opt-in requirement.'"

Judge Navarro added to such reasoning, stating:

Because of the tension between the opt-in procedure of an FLSA collective action and the opt-out procedure of a garden-variety Rule 23 class action, a conflict exists. See, e.g., *Rose v. Wildflower Bread Co.*, No. CV09-1348-PHX-JAT, 2010 WL 1781011, at \*3 (D. Ariz. May 4, 2010). The Ninth Circuit has stated even more broadly in dicta that "[c]laims that are directly covered by the FLSA (such as overtime and retaliation disputes) must be brought under the FLSA." *Williamson*, 208 F.3d at 1154.

*Daprizio*, WL 3259920, at \*6 (D. Nev. 2010).

**B. PLAINTIFFS ARE PREJUDICING DEFENDANTS' BY ATTEMPTING TO IMPROPERLY CIRCUMVENT REQUIREMENTS UNDER THE FLSA.**

The key to *Leuthold*, *Williams*, and *Daprizio* is the recognition that Congress sought to protect defendants in FLSA claims from the intrusiveness and harm caused by opt-out class actions. The FLSA only allows opt-in wage claims. *Leuthold*, *Williams*, and *Daprizio* preclude plaintiffs from employing state-based remedies to circumvent the defendants' rights in FLSA actions.

Plaintiffs are seeking to do just this. Plaintiffs assert the right to directly contact potential opt-ins. They claim such a right because they assert that every former driver in the current state-law class action is already Plaintiffs' client. In asserting such a right,

1 Plaintiffs are subverting Defendants' rights under the Fair Labor Standards Act. The  
2 FLSA action can only be an opt-in action. Also, under the FLSA, communication with  
3 potential opt-ins is managed through court-approved notice. Plaintiffs openly and  
4 improperly claim the right to subvert the notice procedure employed by the FLSA.

5 In compliance with the Magistrate's Order—which is currently being "appealed" to  
6 the court through the objection / motion to reconsider procedure—Defendants have  
7 produced a list of names and last known address for drivers it employed since 2005.  
8 Plaintiffs' argument regarding a right to directly contact such drivers causes Defendants  
9 to have a reasonable basis for insecurity that such list of names will be improperly used  
10 by Plaintiffs and their counsel.

11 Plaintiffs employed a similar abusive tactic relating to the Magistrate Judge's  
12 Order relating to the Motion to Approve Notice of Pendency. In their Motion, Plaintiffs  
13 sought approval of an **FLSA** notice of pendency. Yet, after the Magistrate Judge  
14 granted such Motion, Plaintiffs claimed the right to circulate a notice that referenced  
15 **both the FLSA and the Rule 23 class claim**. See Plaintiffs' Proposed Class Notice  
16 and Order (Docket No. 119). Plaintiffs filed this even though their Motion and proposed  
17 notice attached to such Motion made no reference to the Rule 23 class action.

18 Courts in this circuit have held that a notice referencing both an FLSA and a state  
19 law class action improperly prejudices Defendants' rights. "Confusion would likely result  
20 in asking potential plaintiffs both to opt in and to opt out of the claims in this suit."  
21 *Leuthold v. Destination America, Inc.*, 224 F.R.D. 462, 470 (N.D. Cal. 2004) (emphasis  
22 added). It would be difficult to fashion an effective notice to prospective class members  
23 that explained their opportunity to opt in to the FLSA collective action as well as their  
24 choice to opt out of the class action. *Thiebes v. Wal-Mart, Inc.*, 2002 WL 479840 (D.  
25 Or. 2002); *De La Fuente v. FPM Ipsen Heat Treating, Inc.*, 2002 WL 31819226, 8 WH  
26 Cases 2d 1279 (N.D. Ill. 2002). Plaintiffs seek, however, to undermine Defendants  
27 rights under the FLSA by having the tail of the state claim "wag the dog" of the FLSA  
28 claims. This is made much worse by the fact that Plaintiffs are pursuing a phony state  
claim that is based on a refusal to properly interpret the state statute in question.

1 Plaintiffs should be precluded from engaging in premature class discovery. In  
2 addition, an order should be entered precluding Defendants from using the list of names  
3 and addresses for any purpose other than that approved by the Court.

4 **C. PLAINTIFFS SHOULD BE PRECLUDED FROM USING OTHER  
ABUSIVE DISCOVERY TACTICS.**

5 Plaintiffs should be precluded from taking Defendants' counsel's deposition.  
6 Plaintiffs have noticed the deposition of Mark Trafton, co-counsel for Defendants in this  
7 case. Plaintiffs noticed the deposition without explanation as to why such deposition is  
8 needed. It appears that the deposition was noticed to engage in abusive discovery  
9 tactics and to inquire of privileged matters.

10 Plaintiffs refuse to adjust any deposition dates. Defense counsel has informed  
11 Plaintiffs' counsel that it was obtaining potential dates. Defense counsel had provided  
12 various dates for certain deponents, and is obtaining additional dates. Nevertheless,  
13 Plaintiffs' counsel sent correspondence after 5:00 p.m. on the Friday before the first  
14 scheduled deposition that refused to reset dates, contrary to what Plaintiffs' counsel had  
15 stated by telephone. Plaintiffs' counsel was forced to travel to the deposition location to  
16 learn that the deposition had been canceled.

17 Defendants do not object to all discovery or to all depositions. As stated in  
18 conversations with Plaintiffs' counsel, Defendants object to abusive and wasteful  
19 discovery. The Court has made clear that there is no good claim under state law.  
20 Since Defendants have sought for nearly a year to have the court's reasoning applied in  
21 this case, there is no good reason to suddenly engage in extensive discovery on the  
22 matter. In addition, if and when a federal collective action is certified, the opt-in cutoff  
23 date will usually be used as the new date to amend / add parties, resulting in extended  
24 discovery deadlines. There is no good reason to engage in the wasteful discovery  
25 sought by Plaintiffs while these matters are pending before the Court.

26 Plaintiffs request an order precluding the deposition of Defendants' co-counsel,  
27 Mark Trafton, as well as an order addressing Plaintiffs' abusive discovery tactics in this  
28 case.

**III.**

**CONCLUSION**

Defendants request a protective order delaying the litigation of the state law claim under NRS 608.016 until such time as the Court rules on Defendants' motion for summary judgment as to state law based claims. Defendants also request an order precluding the taking of the deposition of Defendants' co-counsel in this litigation, as well as an Order addressing Plaintiffs' counsel's abusive and unnecessary tactics in relation to scheduling the depositions in this matter.

DATED: May 10, 2011.

LOVATO LAW FIRM, P.C.

/s/ Mario Lovato

MARIO P. LOVATO  
Nevada Bar No. 7427  
Attorney for Defendants



**CERTIFICATE OF SERVICE**

I hereby certify that, on May 10, 2011, I served a copy of this **DEFENDANTS' EMERGENCY MOTION FOR PROTECTIVE ORDER** via electronic means in accordance with the court's order requiring electronic service in this case, and that it was served on all parties registered with the court's CM / ECF system of electronic service.

/s/ Mario Lovato  
An employee of Lovato Law Firm, P.C.