Michael P. Heringer
Seth M. Cunningham
BROWN LAW FIRM, P.C.
315 North 24th Street
P.O. Drawer 849
Billings, MT 59103-0849
Tel (406) 248-2611
Fax (406) 248-3128
Attorneys for Defendants
Glastonbury Landowners
Association, Inc.

MONTANA EIGHTEENTH JUDICIAL DISTRICT COURT, GALLATIN COUNTY

DANIEL and VALERY O'CONNELL (for and on behalf of GLA landowners),

Plaintiffs.

v.

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

GLASTONBURY LANDOWNERS ASSOCIATION, INC. Board of Directors,

Defendants.

Cause No.: DV-12-789C

DEFENDANTS' REPLY BRIEF IN SUPPORT OF ITS MOTION TO DISMISS FOR FAILURE TO STATE A CLAIM

COMES NOW the Defendants Glastonbury Landowners Association, Inc. Board of Directors (GLA), by and through its attorney of record, and submits this reply to Plaintiffs' Answer to GLA's Motion to Dismiss for Failure to State a Claim upon which Relief can be Granted.

ARGUMENT

A defense of failure to state a claim upon which relief can be granted may be made by motion before filing an answer. Mont. R. Civ. P. 12(b). Plaintiffs are seeking a TRO and preliminary injunction prohibiting the GLA from conducting "any and all business (other than what is absolutely necessary and minimal) until new elections can be held for all 12 GLA Board positions." (See Pl.'s Com. at ¶ 48). They request that the Court order a new election according to the way Plaintiffs' interpret the GLA By-Laws.

"An applicant for a preliminary injunction must establish a prima facie case, or show that it is at least doubtful whether or not he will suffer irreparable injury before his rights can be fully litigated. If either showing is made, then courts are inclined to issue the preliminary injunction to preserve the status quo pending trial." *Porter v. K & S Partnership*, 192 Mont. 175, 181, 627 P.2d 836, 839 (1981). Status quo is "the last actual, peaceable, noncontested condition which preceded the pending controversy." *Id.*

Plaintiffs' requests for relief do not warrant a TRO or preliminary injunction as they do not ask the Court to maintain the status quo, and they are not to restrain "the commission or continuance of the act complained of" nor to prevent "a great or irreparable injury to the applicant." Mont. Code Ann. § 27-19-201. Nor have Plaintiffs demonstrated they are entitled to the relief demanded. Plaintiffs complain about the way past elections have been conducted and claim the GLA By-Laws were not followed.

The GLA has been conducting elections in the manner complained of for over a decade. While Plaintiffs argue they are only contesting the 2011 & 2012 elections of the current Board (See Pl.'s Br. at 11), this fact remains: the act complained of has already occurred. The status quo is what the Plaintiffs are unhappy with. To grant their request would be to undo what has already occurred. The elections that have occurred are the "last actual, peaceable, noncontested condition which preceded the pending controversy," and it was Plaintiffs Complaint which inserted controversy.

Plaintiffs also request a TRO and preliminary injunction to prevent GLA from collecting assessments on guest houses which was decided in a recent decision. Notably, Plaintiffs claim the Board was illegally elected comes right after this decision. Injunctive relief to prevent collection of assessments is also inappropriate because it involved purely money damages which 'are not considered "irreparable harm" because money damages may be recovered in an action at law without resort to equity.' *Dicken v. Shaw*, 255 Mont. 231, 236, 841 P.2d 1126, 1129 (1992).

Plaintiffs allege "the GLA Board again abused its authority and governing documents when it voted to charge its members with a new annual assessment for all guest houses." (See Pl.'s Com. at ¶ 7). What Plaintiffs are asking for is a Court decree as to whether the GLA's governing documents allow assessing guest houses and allow elections in the manner they have been conducted for years. This is not a proper action for an injunction but rather a declaratory judgment action. Mont. Code. Ann. § 27-8-202. Thus, Plaintiffs are not entitled to any injunctive relief.

Here, a preliminary injunction will not prevent irreparable harm to Plaintiffs. As noted, if Plaintiffs prove their claims regarding the assessments, money damages would provide adequate remedy. In regards to the elections, Plaintiffs have only now challenged voting practices that have occurred for years. "A preliminary injunction is sought upon the theory that there is an urgent need for speedy action to protect the plaintiff's rights. By sleeping on its rights a plaintiff demonstrates the lack of need for speedy action." *Friends of Clearwater v. McAllister*, 214 F.Supp.2d 1083, 1086 (2002). Plaintiffs have waited years to challenge GLA's voting practice; clearly there is no urgent need for injunctive relief, and they have not shown what "irreparable harm" will occur.

Finally, Plaintiffs request for a TRO and preliminary injunction prohibiting the GLA from conducting "any and all business (other than what is absolutely necessary and minimal) until new elections can be held for all 12 GLA Board positions" is vague and unworkable in the extreme. All of the GLA's activities are those necessary for the members of the GLA such as road maintenance, snow plowing, maintaining common areas, and collecting assessments to fund these actions. Plaintiffs give no indication how "what is absolutely necessary and minimal" is to be determined.

As mentioned before, Plaintiffs real complaints are with how the GLA Board has interpreted its governing documents. Once the Board voted to assess guest houses, Plaintiffs filed this action to challenge elections held in years past in an attempt to oust the Board. Injunctive relief is not proper in

this case and Plaintiffs requests for TRO's and preliminary injunctions should be dismissed for failure 1 to state a claim for which relief can be granted. 2 3 **CONCLUSION** 4 For the reasons stated above, GLA's Motion to Change to Dismiss for Failure to State a Claim 5 for which can be Granted should be granted. 6 DATED this 29/9 day of November, 2012. 7 8 BROWN LAW FIRM, P.C. 9 315 North 24th Street P.O. Drawer 849 10 Billings, MT 59103-0849 11 12 Michael P. Heringer 13 Seth M. Cunningham Attorneys for Glastonbury Landowners Association, Inc. 14 15 16 17 18 CERTIFICATE OF SERVICE 19 I hereby certify that a true and correct copy of the foregoing was duly served by U.S. mail, postage prepaid, and addressed as follows this 29 day of November, 2012: 20 21 Daniel and Valery O'Connell 22 PO Box 77 Emigrant, MT 59027 23 Plaintiffs pro se 24 25 26 Seth M. Cunningham

27

28