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OF CALIFORNIA

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PARR,

Attorneys for Plaintiff/Cross-Defendants THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY and EDWARD L. LUTTRELL

IN THE SUPERIOR COURT OF THE STATE OF CALIFORNIA IN THE COUNTY OF SACRAMENTO

THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY, a Washington D.C. nonprofit corporation,

Plaintiff,

Case No. 34-2012-00130439

THE CALIFORNIA STATE GRANGE, a California nonprofit corporation, ROBERT MCFARLAND, JOHN LUVAAS, GERALD CHERNOFF and

JON LUVAAS SUBMITTED IN OPPOSITION TO THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY AND **EDWARD** LUTTRELL'S MOTION FOR SUMMARY JUDGMENT OR, IN THE ALTERNATIVE, SUMMARY ADJUDICATION

OBJECTIONS TO THE DECLARATION OF

DATE: January 12, 2015 TIME: 2:00 p.m.

DEPT: 53

ROBERT MCFARLAND, an individual,

Defendants.

Reservation Number: 1995904

Cross-Complainant,

THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY. a Washington D.C. nonprofit corporation, and MARTHA STEFENONI, an individual, and EDWARD L. LUTTRELL. individual, and SHIRLEY BAKER, individual, ROES 1 through 10, inclusive,

Complaint Filed:

October 1, 2012

First Amended Complaint:

July 12, 2013

First Amended

Cross-Complaint Filed:

May 13, 2013

Cross-Defendants.

OBJECTIONS TO THE DECLARATION OF JON LUVAAS SUBMITTED IN OPPOSITION TO THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY AND EDWARD LUTTRELL'S MOTION FOR SUMMARY JUDGMENT OR, IN THE ALTERNATIVE, SUMMARY ADJUDICATION

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Plaintiffs/Cross-Defendants THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY and EDWARD L. LUTTRELL hereby submit the following Objections to Defendant/Cross-Complainant's Evidence in Opposition to the Motion for Summary Judgment or. in the Alternative, Summary Adjudication. Specifically, the following objections apply to the Declaration of Jon Luvaas.

OBJECTION NO. 1:

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"After conducting an extensive investigation, the majority of the Board of Directors concluded Ms. Stefenoni's allegations were unfounded." (¶ 2, 2:8-9.)

GROUNDS FOR OBJECTION NO. 1:

Misstates the document.

COURT'S RULING ON OBJECTION NO. 1:

Sustained:

Overruled:

OBJECTION NO. 2:

"On February 7, 2012, I received a copy of a letter from Mr. Luttrell addressed to Mr. McFarland which appeared to adopt Ms. Stefenoni's unauthorized minority report and further degraded Mr. McFarland's position as State Master." (¶ 2, 2:10-13.)

GROUNDS FOR OBJECTION NO. 2:

Lack of personal knowledge. (Evid. Code § 702.) Misstates the document.

COURT'S RULING ON OBJECTION NO. 2:

Sustained:

Overruled:

OBJECTION NO. 3:

"The February 7, 2012 letter by Mr. Luttrell, in my view as Chairman, contained no suggestions on how the State Grange should be governed, under Mr. Luttrell's authority as National Master. Rather, the February 7, 2012 letter was limited to questioning Mr. McFarland's integrity as a leader and calling him a bully. This did nothing to assist or lend advice to the State Grange on how to govern itself." (¶ 3, 2:14-18.)

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GROUNDS FOR OBJECTION NO. 3:

Misstates the document. Lacks foundation.

COURT'S RULING ON OBJECTION NO. 3:

Sustained: X

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Overruled:

OBJECTION NO. 4:

"Mr. McFarland accepted a short-term suspension from his position as leader of the State Grange in May of 2012. During his suspension, the then-State Grange Overseer – Ms. Stefenoni – acted as the interim State Grange Master, which is the Overseer's duty under State Grange Bylaws during the temporary 'absence' of the State Master. One of Ms. Stefenoni's first acts in performing this duty was to try to remove Mr. McFarland from the State Grange payroll and place herself on payroll instead. State Grange Bylaws reserve budgeting authority to the members at their Annual Meeting; and the budget provides compensation only for the Master, not for an Overseer performing the Master's duties, even if the Overseer is required to act temporarily in the 'absence' of the State Master." (¶ 4, 2:19-27.)

GROUNDS FOR OBJECTION NO. 4:

Relevance. It is crucial to remember that the two-month suspension accepted by McFarland and served in June-July 2012 occurred well after the February 7, 2012 letter was sent, and concerned totally unrelated Grange violations by McFarland that are <u>not</u> the subject of the February 7, 2012 letter or related investigations.

COURT'S RULING ON OBJECTION NO. 4:

22 Sustained:

23 || Overruled:

OBJECTION NO. 5:

"Furthermore, as a 'director' of a California corporation, Ms. Stefenoni was entitled to compensation only if such compensation was approved by the Board of Directors, who denied her request for approval. Accordingly, I pointed out to both Mr. Luttrell and Ms. Stefenoni that Ms. Stefenoni's continuing demand was a conflict of interest under California law. Mr. Luttrell

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forcefully advocated and argued with me on this topic, insisting that Ms. Stefenoni should be paid, instead of Mr. McFarland. I reminded him that his demand exceeded his and Ms. Stefenoni's authority under both state law and Grange rules." (¶ 5, 2:28-3:6.)

GROUNDS FOR OBJECTION NO. 5:

Relevance. It is crucial to remember that the two-month suspension accepted by McFarland and served in June-July 2012 occurred well after the February 7, 2012 letter was sent, and concerned totally unrelated Grange violations by McFarland that are not the subject of the February 7, 2012 letter or related investigations.

Hearsay regarding Luttrell's purported statement.

COURT'S RULING ON OBJECTION NO. 5:

Sustained:

OBJECTION NO. 6:

"In response to my concerns regarding Ms. Stefenoni's powers to pay herself under Grange rules law and California law, Mr. Luttrell remained insistent that she be paid instead of Mr. McFarland." (¶ 6, 3:7-9.)

GROUNDS FOR OBJECTION NO. 6:

Relevance. It is crucial to remember that the two-month suspension accepted by McFarland and served in June-July 2012 occurred well after the February 7, 2012 letter was sent, and concerned totally unrelated Grange violations by McFarland that are not the subject of the February 7, 2012 letter or related investigations.

Hearsay.

COURT'S RULING ON OBJECTION NO. 6:

Sustained: / Overruled:

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Dated: Janua	ıry 7,	2015
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Thomas L. Riordan Attorneys for THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY and EDWARD LUTTRELL

National Grange, et al. v. The California State Grange, et al. Sacramento County Superior Court Case No. 34-2012-00130439

PROOF OF SERVICE

At the time of service, I was over 18 years of age and not a party to this action. My business address is 350 University Avenue, Suite 200, Sacramento, California 95825. On the date below, I caused to have served the following document: OBJECTIONS TO THE DECLARATION OF JON LUVAAS SUBMITTED IN OPPOSITION TO THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY AND EDWARD LUTTRELL'S MOTION FOR SUMMARY JUDGMENT OR, IN THE ALTERNATIVE, SUMMARY ADJUDICATION

~	BY MAIL: I placed the envelope for collection and mailing, following our ordinary business practices. I am
	readily familiar with this business' practice for collecting and processing correspondence for mailing. On the
	same day that correspondence is placed for collection and mailing, it is deposited in the ordinary course of
	business with the United States Postal Service, in a sealed envelope with postage fully prepaid.

BY PERSONAL SERVICE: I caused such document to be personally delivered to the person(s) addressed below. (1) For a party represented by an attorney, delivery was made to the attorney or at the attorney's office by leaving the documents, in an envelope or package clearly labeled to identify the attorney being served, with a receptionist or an individual in charge of the office, between the hours of nine in the morning and five in the evening. (2) For a party, delivery was made to the party or by leaving the documents at the party's residence with some person not younger than 18 years of age between the hours of eight in the morning and six in the evening.

BY FAX TRANSMISSION: Based on an agreement of the parties to accept service by fax transmission, I faxed the documents to the persons at the fax numbers listed below. No error was reported by the fax machine that I used. A copy of the record of the fax transmission, which I printed out, is attached

BY ELECTRONIC SERVICE: Based on a court order or an agreement of the parties to accept service by electronic transmission, I caused the documents to be sent to the persons at the electronic notification address listed below.

Attorney for Robert McFarland	Attorneys for The California State Grange, John		
Mark Etlis	Luvaas, Gerald Chernoff, Damian Parr, Takashi		
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Sacramento, CA 95825	BOUTIN JONES		
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	Sacramento, CA 95814		
Attorney for Martha Stefenoni and Shirley	Attorney for The Grange of the State of		
Baker	California's Order of Patrons of Husbandry,		
Michael A. Farbstein	Chartered		
FARBSTEIN & BLACKMAN	Jeff Skinner		
A Professional Corporation	SCHIFF HARDIN		
411 Borel Avenue, Suite 425	901 K Street NW, Suite 700		
San Mateo, CA 94402	Washington, DC 20001		

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed at Sacramento, California on January 7, 2015.

Cilia Califoli	Cindy	Cannon	
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OBJECTIONS TO THE DECLARATION OF JON LUVAAS SUBMITTED IN OPPOSITION TO THE NATIONAL GRANGE OF THE ORDER OF PATRONS OF HUSBANDRY AND EDWARD LUTTRELL'S MOTION FOR SUMMARY JUDGMENT OR, IN THE ALTERNATIVE, SUMMARY ADJUDICATION