Plaintiffs Richard Allen Claridge, Capri Lynn Winser, Todd Michero, Lori Michero, Scott A. Walker, and Elizabeth L. Walker ("Plaintiffs") and Defendants Timothy J. LeFever ("LeFever") and Specialty Properties Partners, LP ("Specialty Properties Partners"), by and through their respective counsel of record, hereby stipulate and agree as follows:

WHEREAS, on October 17, 2024, Plaintiffs filed a First Amended Class Action Complaint ("FAC") naming Defendants LeFever, Kenneth W. Mattson ("Mattson"), KS Mattson Partners, LP ("KS Mattson Partners"), and Specialty Properties Partners (together, the "Defendants") (ECF No. 73);

WHEREAS, on November 12, 2024, Defendants filed two motions to dismiss the FAC pursuant to Rule 12(b)(6) of the Federal Rules of Civil Procedure (ECF Nos. 89 & 90);

WHEREAS, Plaintiffs' response to Defendants' motions to dismiss is due December 6, 2024, Defendants' replies in support of their motions are due December 20, 2024, and a hearing on Defendants' motions is set for January 16, 2025 (*see* ECF No. 79);

WHEREAS, a Further Case Management Conference is set for December 18, 2024 (ECF No. 76);

WHEREAS, on November 22, 2024, LeFever Mattson, a California corporation ("LeFever Mattson") filed an involuntary bankruptcy petition against Mattson for relief under Chapter 11 of Title 11 of the United States Code (the "Bankruptcy Code") with the United States Bankruptcy Court for the Northern District of California (the "Bankruptcy Court"), under Case No. 24-10714, currently pending before Judge Charles Novack of the Bankruptcy Court ("Mattson Involuntary Bankruptcy");<sup>1</sup>

WHEREAS, on November 22, 2024, LeFever Mattson and Windtree, LP filed an involuntary petition against KS Mattson Partners for relief under Chapter 11 of Title 11 of the Bankruptcy Code with the Bankruptcy Court, under Case No. 24-10715, currently pending before Judge Charles Novack of the Bankruptcy Court ("KS Mattson Partners Involuntary Bankruptcy" and together with the Mattson Involuntary Bankruptcy, the "Involuntary Bankruptcies");<sup>2</sup>

28

<sup>&</sup>lt;sup>1</sup> A copy of the petition in the Mattson Involuntary Bankruptcy is attached hereto as Exhibit A.

<sup>&</sup>lt;sup>2</sup> A copy of the petition in the KS Mattson Partners Involuntary Bankruptcy is attached hereto as Exhibit B.

WHEREAS, pursuant to section 362(a) of the Bankruptcy Code, the commencement of

1 2 the Involuntary Bankruptcies "operates as a stay, applicable to all entities," of, among other 3 things, "the commencement or continuation, including the issuance or employment of process, of 4 a judicial, administrative, or other action or proceeding against the debtor that was or could have 5 been commenced before the commencement of the case under [the Bankruptcy Code], or to 6 recover a claim against the debtor that arose before the commencement of the [bankruptcy] case" 7 and "any act to obtain possession of property of the estate or of property from the estate or to 8 exercise control over property of the estate," 11 U.S.C. § 362(a)(1), (3);<sup>3</sup> 9 10

11

12

13

14

15

16

17

18

19

20

2.1

22

23

24

WHEREAS, in the interest of conserving the parties' and the Court's resources, and efficient administration of the class action as to all Defendants, Plaintiffs, Defendant LeFever, and Defendant Specialty Properties Partners have agreed to a stay of the above-captioned action as set forth below; and

WHEREAS, the proposed stay is not intended to prejudice any party and will serve the interests of judicial economy;

NOW, THEREFORE, subject to the approval of the Court, it is hereby stipulated and agreed that:

- 1. The above-captioned action is stayed;
- 2. All existing hearings and deadlines are hereby vacated;
- 3. All deadlines applicable to discovery, including responses to outstanding discovery requests and the resolution of pending discovery disputes, are hereby tolled during the pendency of the stay;
- 4. The parties shall not file further motions or serve further discovery during the pendency of the stay; and
- 5. No later than (a) 120 days from the entry of this stipulation, or (b) 30 days after entry of final judgment by the Bankruptcy Court dismissing the Involuntary

27

28

25

<sup>26</sup> 

<sup>&</sup>lt;sup>3</sup> A "debtor named in an involuntary [bankruptcy] petition may contest the petition." Fed. R. Bankr. P. 1011(a). The debtor may move to dismiss the bankruptcy "within 21 days after service of the summons." Fed. R. Bankr. P. 1011(b). The Involuntary Bankruptcies were commenced on November 22, 2024. As of this filing, no responsive pleadings (including motions to dismiss) have been filed in the Involuntary Bankruptcies.

1	Bankruptcies, whichever occurs first, the parties shall file a Joint Status Report	
2	advising the Court as to the status of the Involuntary Bankruptcies and each party's	
3	position regarding whether or not the stay should be lifted.	
4	Dated: November 27, 2024 /s/ Michael K. Sheen Michael K. Sheen	
5		
6	Elizabeth J. Cabraser (SBN 83151) Richard M. Heimann (SBN 63607) Katherine Lubin Benson (SBN 259826)	
7	Michael K. Sheen (SBN 288284) LIEFF CABRASER HEIMANN	
8	& BERNSTEIN, LLP 275 Battery Street, 29 <sup>th</sup> Floor	
9	San Francisco, CA 94111 Telephone: (415) 956-1000	
10	Facsimile: (415) 956-1008 ecabraser@lchb.com	
11	rheimann@lchb.com kbenson@lchb.com	
12	msheen@lchb.com	
13	Joseph W. Cotchett (SBN 36324) Blair V. Kittle (SBN 336367)	
14	Vasti S. Montiel (SBN 346409) David G. Hollenberg (SBN 325408)	
15	COTCHETT, PITRE & McCARTHY, LLP San Francisco Airport Office Center	
16	840 Malcolm Road, Suite 200 Burlingame, CA 94010	
17	Telephone: (650) 697-6000 Facsimile: (650) 697-0577	
18	jcotchett@cpmlegal.com bkittle@cpmlegal.com	
19	vmontiel@cpmlegal.com dhollenberg@cpmlegal.com	
20		
21		
22		
23		
<ul><li>24</li><li>25</li></ul>		
26		
27		
28		
20		

II	Case 4:24-cv-04093-JST	Document 94 Filed 12/02/24 Page 5 of 7
1		David S. Casey, Jr. (SBN 60768) Frederick Schenk (SBN 86392)
2		Gayle M. Blatt (SBN 122048)
3		P. Camille Guerra (SBN 326546) Michael J. Benke (SBN 271292) CASEY CERRY SCHENK ERANGAVILLA
4		CASEY GERRY SCHENK FRANCAVILLA BLATT & PENFIELD LLP 110 Laurel St.
5		San Diego, CA 92101
6		Telephone: (619) 848-3544 Facsimile (619) 544-9232 dcasey@cglaw.com
7		fschenk@cglaw.com gmb@cglaw.com
8		camille@cglaw.com mbenke@cglaw.com
9		Counsel for Plaintiffs and the Proposed Class and
10		Subclass
11		/s/ Stanley G. Roman
12		Stanley G. Roman
13		Stanley G. Roman (SBN 87652) Fredrick C. Crombie (SBN 244051)
14		Emily Lentz (SBN 348720) COBLENTZ PATCH DUFFY & BASS LLP
15		1 Montgomery St, Suite 3000 San Francisco CA 94104
16	United States of America Telephone: 415-772-5752	United States of America Telephone: 415-772-5752
17		Facsimile: 415-989-1663 sroman@coblentzlaw.com
18		fcrombie@coblentzlaw.com elentz@coblentzlaw.com
19		Attorneys for Defendant Timothy J. LeFever
20		
21		
22		
23		
24		
25		
26		
27		
28		