MGA Entertainment Inc v. Mattel Inc et al

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Defendants Mattel, Inc. and Robert A. Eckert ("Mattel") file this Notice of Finality to address the impact of the Court's August 4, 2011 Judgment in Case No. 04-9049 (Dkt. No. 10704) on Mattel's pending Motion to Dismiss the Complaint of MGA Entertainment Inc. ("MGA") (Case No. 11-1063, Dkt. No. 11).

The Court's August 4, 2011 Judgment was rendered on the merits and, notwithstanding any appeal, constitutes a "final" disposition of Case No. 04-9049 for res judicata purposes. See Tripati v. Henman, 857 F.2d 1366, 1367 (9th Cir. 1988) ("The established rule in the federal courts is that a final judgment retains all of its res judicata consequences pending decision of the appeal." (internal quotation marks omitted)); see also Arthur R. Wright et al., Fed. Practice and Proc. Civ. § 4432 (2d ed. 2002). Because final judgment has been entered in Case No. 04-9049, the doctrine of claim preclusion now governs Mattel's contention, in its pending motion to dismiss, that MGA's claims here in Case No. 11-1063 are barred because they arose from the same cause of action as MGA's claims in the prior Case No. 04-9049. See Adams v. Cal. Dept. of Health Serv., 487 F.3d 684, 688-89 (9th Cir. 2007) (applying claim-splitting doctrine prior to entry of final judgment); Tahoe-Sierra Preservation Council, Inc. v. Tahoe Regional Planning Agency, 322 F.3d 1064, 1077 (9th Cir. 2003) (applying claim preclusion doctrine after entry of final judgment).

Res judicata applies for the reasons Mattel explained previously in arguing that claim-splitting applies and that MGA's claims here were compulsory counterclaims in Case No. 04-9049. See Adams, 487 F.3d at 688 (explaining that the test for claim-splitting is based on the test for claim preclusion).

Because res judicata now applies, dismissal of this action is required. See Federated Dept. Stores, Inc. v. Moitie, 452 U.S. 394, 399 (1981) (case must be dismissed where elements of claim preclusion are satisfied); Mitchell v. CB Richard Ellis Long Term Disability Plan, 611 F.3d 1192, 1201 (9th Cir. 2010) ("[W]here a

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1	party has failed to plead a compulsory counterclaim, the claim is waived and the		
2	party is precluded by principles of	res judicata from raising it again.").	
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4	II .		
5	DATED: September12, 2011	QUINN EMANUEL URQUHART & SULLIVAN, LLP	
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7	7	By /s/ Michael T. Zeller	
8	3	Michael T. Zeller	
9		Attorneys for Mattel, Inc. and Robert A. Eckert	
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