

UNITED STATES DISTRICT COURT

EASTERN DISTRICT OF CALIFORNIA

KRISTI LAURIS, et. al.,

Plaintiffs,

ORDER RE INFORMAL DISCOVERY DISPUTE

V.

(ECF No. 32)

NOVARTIS AG, et al.,

Defendants.

On March 22, 2016, Plaintiffs filed a complaint in this action. (ECF No. 1.) On May 13, 2016, Defendant Novartis Pharmaceuticals Corporation ("Defendant NPC") filed a motion to dismiss. (ECF No. 18.) Due to the pending motion to dismiss the initial scheduling conference in this action was continued to August 30, 2016. (ECF No. 25.) On June 3, 2016, Plaintiff filed an amended complaint. (ECF No. 28.) On June 17, 2016 the parties filed a stipulation to extend time for Defendants to respond to the complaint until July 8, 2016. (ECF No. 31.) On June 20, 2016, the parties filed a joint statement of discovery dispute. (ECF No. 32.) On this same date Defendant Novartis Pharmaceuticals Corporation filed a motion to dismiss. (ECF No. 33.)

The Court conducted an informal telephonic discovery dispute conference on June 21, 2016. Richard Elias and Tamara Spicer appeared for Plaintiffs; Julie Park appeared for Novartis AG; and Sandra Edwards and Robert Johnston appeared for Defendant Novartis Pharmaceuticals Corporation.

Prior to the scheduling conference being continued the parties met and conferred regarding the joint Rule 26(f) report. Plaintiffs contend that this meeting opened discovery in this action and have served discovery and are attempting to schedule depositions in the action. Defendants respond that discovery is not open until after the Court conducts the initial scheduling conference. Rule 26 provides that the parties may not seek discovery before they have conferred as required by Rule 26(f). Fed. R. Civ. P. 26(d)(1).

Plaintiff relies on Mlejnecky v. Olympus Imaging Am., Inc., No. 2:10-CV-02630, 2011 WL 489743 (E.D. Cal. Feb. 7, 2011) to argue that discovery since opened once the parties conferred regarding the joint statement, discovery should proceed. However, the Court finds Mlejnecky to be distinguishable. In Mlejnecky the initial scheduling conference was held and a scheduling order had issued. In this action, the scheduling conference has been continued to allow for the pleadings to be finalized and the defendants to file an answer. The Court finds that in such a situation it is in the interest of judicial economy and to avoid unnecessary litigation expenses to continue the initial scheduling conference and discovery until after the defendants have appeared in the action and filed an answer.

"The District Court has broad discretion to stay proceedings as an incident to its power to control its own docket." <u>Clinton v. Jones</u>, 520 U.S. 681, 706 (1997). This "power to stay proceedings is incidental to the power inherent in every court to control the disposition of the causes on its docket with economy of time and effort for itself, for counsel, and for litigants." <u>Landis v. N. Am. Co.</u>, 299 U.S. 248, 254 (1936). The Court finds that allowing the parties to litigate the pleadings will provide the parties with the parameters by which this action will proceed. This will assist the parties and Court in managing the litigation as it proceeds forward.

Further, Defendants have filed a motion to dismiss which if granted will limit the claims proceeding in this action. Also, Defendants seek to address whether discovery in this action should be phased at the scheduling conference which could affect the discovery sought by Plaintiff during the current stage of litigation. Based on the foregoing, the Court finds good cause to stay discovery in this action untill after the initial scheduling conference has been conducted.

The parties are advised that should the pleadings continue to be unsettled at the time of the August 30, 2016 scheduling conference, the Court will entertain the issue of discovery at that time. Further, if Plaintiffs have information that discovery is needed to perpetuate witness testimony a motion may be made pursuant to Fed. R. Civ. P. 27(b)(1). The parties are advised that it is this Court's practice that motions to perpetuate testimony must be based upon competent medical evidence demonstrating the medical necessity of the deposition.

Accordingly, IT IS HEREBY ORDERED that all discovery in this action is stayed until the initial scheduling conference has been conducted.

IT IS SO ORDERED.

Dated: June 21, 2016
UNITED STATES MAGISTRATE JUDGE

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