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6 **UNITED STATES DISTRICT COURT**
7 **SOUTHERN DISTRICT OF CALIFORNIA**
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9 In re JERRY L. ICENHOWER, et al.

Case No. 08cv1446 BTM (BLM)

10 Debtors,

**ORDER DENYING MOTION FOR
RELIEF FROM JUDGMENT**

11 KISMET ACQUISITION, LLC,

12 Plaintiff,

13 v.

14 JERRY L. ICENHOWER, et al.,

15 Defendant.

16 Jerry L. Icenhower has moved for relief from judgment under Federal Rule of Civil
17 Procedure 60(b)(6). For the following reasons, the Court **DENIES** the motion.

18 The Court only briefly summarizes the facts relevant to this motion. This case is an
19 appeal from a consolidated judgment in two bankruptcy adversary proceedings. The trustee,
20 who filed the adversary proceedings, sought to recover real property in Mexico which
21 Icenhower had transferred after he filed for bankruptcy. He first transferred the property to
22 a corporation called Howell & Gardner Investors, Inc., and he then arranged for it to be
23 transferred to a Mr. Diaz-Barba and Ms. Barba de la Torre (the "Diaz Family"). By filing the
24 adversary proceeding, the trustee sought to recover the property from the Diaz Family.
25 Although Icenhower was initially named a defendant in the suit, before trial, the bankruptcy
26 court purportedly dismissed Icenhower as a defendant,¹ and he only appeared as a witness
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28 ¹ Icenhower claims that the bankruptcy court agreed to dismiss him as a defendant
in the adversary proceedings, but this order is not in the official transcript.

1 during trial.

2 The bankruptcy court eventually entered judgment against the Diaz Family, voiding
3 the sales of the property and ordering the Diaz Family to transfer the property to the plaintiff.²
4 As part of this judgment, the bankruptcy court made several findings, including that Jerry
5 Icenhower was the alter ego of a shell corporation called Howell & Gardner Investors, Inc.
6 and that he fraudulently transferred the villa to H&G. These findings are the object of
7 Icenhower's motion.

8 Icenhower claims that these findings formed part of the basis for a criminal indictment
9 returned against him. See *United States v. Icenhower*, No. 09cr1514 IEG (S.D. Cal. April 16,
10 2009). As a result of the indictment, he claims he was incarcerated for twenty-four days and
11 suffered other damages.

12 Before filing this motion, Icenhower moved for the same relief in the bankruptcy court.
13 But the bankruptcy court held that it lacked jurisdiction to hear the motion because its
14 findings and judgment were on appeal to this Court. So Icenhower has now filed his motion
15 for relief from judgment here.

16 Icenhower's motion is inappropriate for several reasons. First, the Court is unaware
17 of any authority permitting a party to make a Rule 60 motion before an appellate court, which
18 is the capacity in which the Court sits here. Second, Icenhower should have appealed the
19 bankruptcy court's judgment if he was a defendant. He does not dispute that he received
20 notice of the judgment and admits that he simply discarded the documents related to the
21 adversary proceedings because he believed they had nothing to do with him. If he was not
22 a party, he would have neither standing to appeal nor seek Rule 60(b)(6) relief. Third,
23 Icenhower should have also appealed the bankruptcy court's order denying his Rule 60
24 motion within fourteen days under Federal Rule of Bankruptcy Procedure 8002. Since he
25 failed to do so, he cannot raise it as error before this Court.

26 Even if the Court were to consider Icenhower's motion, or remand and ask the
27 bankruptcy court to consider it, the motion would be denied. Federal Rule of Civil Procedure

28 ² Before trial started, the plaintiff trustee had been replaced by Kismet Acquisition, LLC.

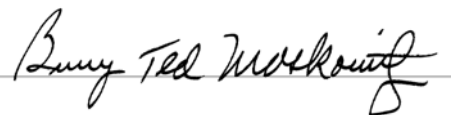
1 60(b)(6) is a catchall provision which allows a court to relieve a party from a final judgment
2 for "any other reason that justifies relief." This rule is "used sparingly as an equitable remedy
3 to prevent manifest injustice' and 'is to be utilized only where extraordinary circumstances
4 prevented a party from taking timely action to prevent or correct an erroneous judgment."
5 *United States v. Washington*, 394 F.3d 1152, 1157 (9th Cir. 2005) (quoting *United States v.*
6 *Alpine Land & Reservoir Co.*, 984 F.2d 1047, 1049 (9th Cir. 1993)). "Accordingly, a party
7 who moves for such relief 'must demonstrate both injury and circumstances beyond his
8 control that prevented him from proceeding with . . . the action in a proper fashion.'" *Latshaw*
9 *v. Trainer Wortham & Co., Inc.*, 452 F.3d 1097, 1103 (9th Cir. 2006) (quoting *Community*
10 *Dental Services v. Tani*, 282 F.3d 1164, 1168 (9th Cir. 2002)).

11 Here, there are no extraordinary circumstances. First, if Icenhower was still a
12 defendant in the bankruptcy case, there were no "circumstances beyond his control that
13 prevented" Icenhower from appealing the bankruptcy court's final judgment. *Id.* He received
14 notice of the judgment and could have appealed. Second, Icenhower claims he is prejudiced
15 because he learned on May 21, 2009 that the bankruptcy court's findings of fact had been
16 presented to the grand jury. However, the indictment was based on the grand jury's
17 independent determination of probable cause to believe Icenhower committed a federal
18 offense. Modifying the findings of fact would have no effect on the return of the indictment.
19 Simply stated, Icenhower failed to timely appeal the bankruptcy court's denial of the Rule 60
20 motion. This court, sitting as an appellate tribunal, has no independent jurisdiction to grant
21 the motion.

22 For the foregoing reasons, the Court **DENIES** Icenhower's Motion for Relief from
23 Judgment [Doc. 94].

24 **IT IS SO ORDERED.**

25 DATED: April 20, 2010

26 
27 Honorable Barry Ted Moskowitz
28 United States District Judge