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UNITED STATES DISTRICT COURT
DISTRICT OF NEVADA

* * *

JESUS B. TORRES,)	
)	
Plaintiffs,)	2:13-cv-00363-GMN-NJK
vs.)	
DEUTSCHE BANK SG, LOOP CAPITAL)	
MARKETS, LLP, AND WELLS FARGO)	
BANK,)	<u>ORDER</u>
)	
Defendants.)	

Before the Court is the Defendant Loop Capital Markets LLC’s Motion to Quash Service and Dismiss the Complaint (#10). The Court has considered the Defendant’s Motion (#10), the Plaintiff’s Response (#14), and the Defendant’s Reply (#15).

BACKGROUND

On January 23, 2012, Plaintiff Jesus B. Torres proceeding *pro se* filed a complaint in the District Court for Clark County, Nevada. The Complaint challenges the foreclosure of real property located at 2432 North Gateway Road #C, Las Vegas, NV, 89115. On March 5, 2013, the case was removed to the United States District Court for the District of Nevada.¹ On March 26, 2013, Defendant Loop Capital filed a motion to dismiss the complaint pursuant to Federal Rule of Civil Procedure 12(b)(5) or, alternatively, to quash service based on Plaintiff’s alleged failure to comply with state and federal rules of service of process. Plaintiff filed an opposition to the motion on April 9, 2013. Loop Capital filed a notice of non-opposition and reply on April 18, 2013.

¹Defendant Wells Fargo Bank petitioned for removal; however, it had not yet been served in this case. WFB was not made aware of the case until January 31, 2013. Docket No. 1 at 2. Defendant Wells Fargo Bank filed its own Motion to Dismiss on March 21, 2013.

1 **DISCUSSION**

2 Defendant Loop Capital filed a motion to dismiss the complaint pursuant to Federal Rule
3 of Civil Procedure 12(b)(5) or, alternatively, to quash service based on Plaintiff's alleged failure
4 to comply with state and federal rules of service of process. The Plaintiff did not respond to this
5 argument and accordingly, Loop Capital has filed a notice of non-opposition. Given the charge
6 that courts broadly construe pleadings filed by pro se litigants and give such plaintiffs "the
7 benefit of any doubt," *see e.g. Bretz v. Kelman*, 773 F.2d 1026, 1027 n. 1 (9th Cir.1985) (citation
8 omitted), the Court declines to grant the motion for non-opposition as requested by Loop Capital.
9 Nevertheless, although *pro se* pleadings are broadly construed, even *pro se* litigants must comply
10 with the Federal Rules of Civil Procedure. *E.g. King v. Atiyeh*, 814 F.2d 565, 567 (9th Cir.1987);
11 *see also Jacobsen v. Filler*, 790 F.2d 1362, 1364 (9th Cir.1986).

12 Here, Loop Capital challenges the validity of the actual method or manner of service of
13 process. A Rule 12(b)(5) motion is the proper vehicle for challenging the "insufficiency of
14 service of process." See Fed. R. Civ. Pro. 12(b)(5). "A federal court does not have jurisdiction
15 over a defendant unless the defendant has been served properly under Fed.R.Civ.P. 4." *Direct*
16 *Mail Specialists v. Eclat Computerized Techs., Inc.*, 840 F.2d 685, 688 (9th Cir.1988).
17 Objections to the validity of service of process must be specific and must point out in what
18 manner the plaintiff has failed to satisfy the requirements for proper service. *See O'Brien v. R.J.*
19 *O'Brien & Assocs.*, 998 F.2d 1394, 1400 (7th Cir.1993). However, once service of process is
20 properly challenged, "the party on whose behalf [service] is made must bear the burden of
21 establishing its validity." *Aetna Business Credit, Inc. v. Universal Decor & Interior Design, Inc.*,
22 635 F.2d 434, 435 (5th Cir.1981); *see Brockmeyer v. May*, 383 F.3d 798, 801 (9th Cir.2004).
23 While the court should indeed give the service requirements of Rule 4 a liberal and flexible
24 construction, a district court also has broad discretion to either dismiss an action entirely for
25 failure to effect service or to quash the defective service and permit re-service. *See Jones v.*
26 *Automobile Club of Southern California*, 26 Fed.Appx. 740, 742 (9th Cir.2002); *see also e.g.,*
27 *SHJ v. Issaquah School District No. 411*, 470 F.3d 1288, 1293 (9th Cir.2006) *citing Stevens v.*
28 *Security Pac. Nat'l Bank*, 538 F.2d 1387, 1389 (9th Cir.1976) ("the choice between dismissal and

1 quashing service of process is in the district court's discretion.”).

2 In this case, Loop Capital is a corporate entity and therefore, proper service should be in
3 accordance with Fed.R.Civ.P. 4(h). Pursuant to Fed.R.Civ.P. 4(h), a corporation may be served
4 either “by delivering a copy of the summons and of the complaint to an officer, a managing or
5 general agent, or any other agent authorized by appointment or by law to receive service of
6 process,” or in the manner prescribed by the state law in which the district court is located. Under
7 Nevada law, if the suit is against an entity formed under Nevada law or registered to do business
8 in the state, service may be accomplished by serving “the registered agent thereof or if the entity
9 ... is (i) a corporation, to any officer thereof...” NRCP 4(d)(1). Nevada law provides a separate
10 means whereby service can be accomplished delivering a copy of the summons and complaint to
11 the Nevada Secretary of State and providing the appropriate affidavit as set forth in NRCP
12 4(d)(1) if service cannot be effectuated on the registered agent or an officer of the corporate
13 entity.²

14 Here, the Plaintiff mailed a copy of the Complaint to Loop Capital and took no further
15 action. The Plaintiff did not personally serve the corporate agent nor any other specified
16 corporate representative. Docket No. 10, at 2-3. While “Rule 4 is a flexible rule that should be
17 liberally construed so long as a party receives sufficient notice of the complaint” (*United Food &*
18 *Commercial Workers Union v. Alpha Beta Co.*, 736 F.2d 1371, 1382 (9th Cir.1984)), “neither
19 actual notice nor simply naming the defendant in the complaint will provide personal
20 jurisdiction” absent substantial compliance with its requirements (*Benny v. Pipes*, 799 F.2d 489,
21 492 (9th Cir.1986)). Consequently, the Court finds that Plaintiff has not met his burden to
22 demonstrate service was proper.

23 Nevertheless, the Court will exercise its discretion to quash service under Rule 12(b)(5)
24 rather than dismiss the case. *See e.g. Patel-Julson v. Paul Smith Las Vegas, Inc.*, 2013 WL
25 1752897 (D. Nev. Apr. 23, 2013), *citing Issaquah School District No. 411*, 470 F.3d at 1293
26 (citation omitted). Plaintiff will be given the opportunity to cure the error in service or request

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28 ² Information concerning the registered agent of corporations doing business in Nevada is available on the Nevada Secretary of State's website.

1 waiver of service pursuant to Fed.R.Civ.P. 4(d).

2 Having determined to quash service, the next question is whether to extend the time to
3 accomplish service under Rule 4(m), which provides:

4 If a defendant is not served within 120 days after the complaint is filed, the court—on
5 motion or on its own after notice to the plaintiff—must dismiss the action without
6 prejudice against that defendant or order that service be made within a specified time. But
7 if the plaintiff shows good cause for the failure, the court must extend the time for service
8 for an appropriate period.

9 The Court finds that an extension of time to effectuate service is appropriate. The
10 Plaintiff shall have until June 10, 2013 to effectuate service. The Plaintiff is further advised that
11 failure to effectuate proper service may result in a recommendation that the case against Loop
12 Capital Markets LLC be dismissed with prejudice.

13 **CONCLUSION**

14 Based on the foregoing, and good cause appearing therefore,
15 **IT IS HEREBY ORDERED** that Defendant Loop Capital Markets LLC's Motion to Quash
16 Service and Dismiss the Complaint (#10) is **granted in part and denied in part**. Service of the
17 summons and complaint on Defendant Loop Capital Markets LLC is quashed pursuant to Rule
18 12(b)(5).

19 DATED this 8th day of May, 2013

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23 NANCY J. KOPPE
24 United States Magistrate Judge
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