LAX v. ATLANTIC CITY et al Doc. 22

UNITED STATES DISTRICT COURT DISTRICT OF NEW JERSEY

MICHAEL J. LAX,

1:19-cv-7036-NLH-AMD

Plaintiff,

OPINION

v.

CITY OF ATLANTIC CITY; THOMAS MONAHAN, ESQ.; CHRISTOPHER KHATAMI, ESQ.; and GILMORE & MONAHAN, P.A.,

Defendants.

APPEARANCES:

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HILLMAN, District Judge

This action comes before the Court on motions by all parties:

- (1) Defendants Thomas E. Monahan, Esq.; Christopher Khatami, Esq.; and Gilmore & Monahan, P.A.'s (the "Gilmore Defendants") motion to dismiss Plaintiff Michael A. Lax's ("Plaintiff") complaint (ECF No. 10);
- (2) Plaintiff's cross-motion for leave to file an amended complaint (ECF No. 13); and
- (3) Defendant City of Atlantic City's ("Atlantic City") unopposed motion to vacate the Clerk's entry of default (ECF No. 19).

For the reasons discussed below, this Court will grant the Gilmore Defendants' motion to dismiss; will deny as futile Plaintiff's cross-motion for leave to file an amended complaint; and will deny as moot Atlantic City's motion to vacate the entry of default.²

¹ This action is related to another action, Docket No. 19-cv-7043, filed by Gary A. Lax, arising out of the same events at issue here and naming these same Defendants (the "7043 Action"). The 7043 Action presents nearly identical pleadings and motions as are presented here, replacing Plaintiff Michael Lax with plaintiff Gary Lax. The Court will address the 7043 Action by way of separate Opinion and Order but notes the near identical nature of these actions.

² The Court refers collectively to all defendants herein as "Defendants[.]"

BACKGROUND

We take our recitation of the facts from Plaintiff's complaint.

Plaintiff's action emanates from his involvement in related litigation before this Court, City of Atlantic City v. Zemurray St. Capital, LLC, No. 14-cv-5169 ("Zemurray"). See (ECF No. 1 ("Comp.") at $\P\P7-15$). Plaintiff alleges that the Gilmore Defendants were retained to represent Atlantic City in the Zemurray action and "without doing any due diligence and/or investigation into what involvement, if any, Michael Lax had in the allegations that made up the [Zemurray] case[,]" named Plaintiff as a defendant in that action. (Comp. at ¶14). As a result, Plaintiff was "forced to retain counsel and to defend the baseless allegations made" against him. (Comp. at ¶15). Plaintiff alleges that he was deposed in Zemurray and "there was no information []or facts [elicited] linking him in any way to the litigation[.]" (Comp. at ¶20). Nonetheless, the "Gilmore Defendants refused to dismiss Plaintiff from the case[.]" (Comp. at ¶20). According to Plaintiff, in Zemurray, Judge

³ Plaintiff does not explain or otherwise plead which portions of the Zemurray action are particularly relevant to the present litigation. Moreover, because the Court writes primarily for the benefit of the parties, and because all parties were involved in the Zemurray action, the full facts underlying the Zemurray action will not be discussed.

Robert B. Kugler, U.S.D.J. "indicated on-the-record that there was no basis to even name Michael Lax as a Defendant, and despite" such indications, Defendants "refused to sign a stipulation of dismissal to remove [Plaintiff] from the case."

(Comp. at ¶25). All of this, Plaintiff alleges, caused him harm in various ways.

DISCUSSION

I. Subject Matter Jurisdiction

This Court exercises subject matter jurisdiction pursuant to 28 U.S.C. § 1332.4

II. Legal Standard

Despite Plaintiff's suggestion otherwise, the present motion to dismiss is governed by the Federal Rules of Civil Procedure, not the New Jersey Rules of Civil Procedure. See Fed. R. Civ. P. 81(c)(1) (explaining that the federal rules of civil procedure "apply to a civil action after it is removed from a state court").

When considering a motion to dismiss a complaint for failure to state a claim upon which relief can be granted pursuant to Federal Rule of Civil Procedure 12(b)(6), a court

⁴ While Plaintiff's complaint does not adequately plead the citizenship of any party, the parties have executed a Joint Certification of Citizenship representing that complete diversity exists. See (ECF No. 17).

must accept all well-pleaded allegations in the complaint as true and view them in the light most favorable to the plaintiff. Evancho v. Fisher, 423 F.3d 347, 351 (3d Cir. 2005). It is well settled that a pleading is sufficient if it contains "a short and plain statement of the claim showing that the pleader is entitled to relief." Fed. R. Civ. P. 8(a)(2).

"While a complaint attacked by a Rule 12(b)(6) motion to dismiss does not need detailed factual allegations, a plaintiff's obligation to provide the 'grounds' of his 'entitle[ment] to relief' requires more than labels and conclusions, and a formulaic recitation of the elements of a cause of action will not do" Bell Atl. Corp. v.

Twombly, 550 U.S. 544, 555 (2007) (alteration in original)
(citations omitted) (first citing Conley v. Gibson, 355 U.S. 41, 47 (1957); Sanjuan v. Am. Bd. of Psychiatry & Neurology, Inc., 40 F.3d 247, 251 (7th Cir. 1994); and then citing Papasan v.
Allain, 478 U.S. 265, 286 (1986)).

To determine the sufficiency of a complaint, a court must take three steps. First, the court must "tak[e] note of the elements a plaintiff must plead to state a claim." Second, the court should identify allegations that, "because they are no more than conclusions, are not entitled to the assumption of truth." Third, "whe[n] there are well-pleaded factual allegations, a court should assume their veracity and then determine whether they plausibly give rise to an entitlement for relief."

Malleus v. George, 641 F.3d 560, 563 (3d Cir. 2011) (alterations

in original) (citations omitted) (quoting <u>Ashcroft v. Iqbal</u>, 556 U.S. 662, 664, 675, 679 (2009)).

A district court, in weighing a motion to dismiss, asks "not whether a plaintiff will ultimately prevail but whether the claimant is entitled to offer evidence to support the claim."

Twombly, 550 U.S. at 563 n.8 (quoting Scheuer v. Rhoades, 416 U.S. 232, 236 (1974)); see also Iqbal, 556 U.S. at 684 ("Our decision in Twombly expounded the pleading standard for 'all civil actions'"); Fowler v. UPMC Shadyside, 578 F.3d 203, 210 (3d Cir. 2009) ("Iqbal . . . provides the final nail in the coffin for the 'no set of facts' standard that applied to federal complaints before Twombly."). "A motion to dismiss should be granted if the plaintiff is unable to plead 'enough facts to state a claim to relief that is plausible on its face.'" Malleus, 641 F.3d at 563 (quoting Twombly, 550 U.S. at 570).

ANALYSIS

I. The Gilmore Defendants' Motion To Dismiss

Plaintiff's complaint contains five counts, each of which will be addressed in turn.

A. Count One: Malicious Use of Process

Under New Jersey law, a malicious use of process claim requires Plaintiff to plead and prove five elements: (1) a civil action was instituted by this defendant against this plaintiff; (2) the action was motivated by malice; (3) there was an absence of probable cause to prosecute; (4) the action was terminated favorably to the plaintiff; and (5) the plaintiff has suffered a special grievance caused by the institution of the underlying civil claim. LoBiondo v. Schwartz, 970 A.2d 1007, 1022-23 (N.J. 2009) (citing Mayflower Indus. v. Thor Corp., 83 A.2d 246 (N.J. Super. Ct. Ch. Div. 1951), aff'd, 89 A.2d 242 (N.J. 1952)).

The Gilmore Defendants argue that: (1) Plaintiff has not alleged a special grievance, (2) Plaintiff has not alleged that the Gilmore Defendants acted with malice, and (3) Plaintiff has not alleged that the Gilmore Defendants acted without probable cause. Plaintiff generally contradicts each of these assertions.

Because the Court finds that Plaintiff has not pled a special grievance, Plaintiff's malicious use of process claim will be dismissed.⁵

1. Plaintiff Does Not Adequately Plead a Special Grievance

"Since there is no deprivation of liberty when a civil complaint is filed, 'the minimal impact of the commencement of civil litigation is insufficient for recovery without the additional showing of a special grievance.'" Druz v. Noto, No. 09-cv-5040, 2010 WL 2179550, at *9 (D.N.J. May 28, 2010), <a href="afficient for recovery without the additional showing of a special grievance.'" Druz v. Noto, No. 09-cv-5040, 2010 WL 2179550, at *9 (D.N.J. May 28, 2010), Rolled Moulding Component Hardware
Group v. Trine Rolled Moulding Corp., No. 05-cv-891, 2007 U.S. Dist. LEXIS 54900, *16-17 (D.N.J. July 27, 2007)). "A special grievance 'consists of an interference with one's liberty or property and includes events such as the filing of a bankruptcy petition, granting an injunction, filing a lis pendens or wrongful interference with the possession or enjoyment of property.'" Id. (quoting Component Hardware Group, 2007 U.S. Dist. LEXIS 54900 at *17).

Plaintiff fails to plead any facts relating to a special grievance. While Plaintiff attempts to cure its deficiency in

⁵ The Court recognizes the Gilmore Defendants' other arguments in support of its motion but need not reach them as the Court finds Plaintiff's allegations legally deficient on other grounds.

its brief in opposition to the Gilmore Defendants' motion, suggesting for the first time that Plaintiff was forced to "hire criminal counsel at a significant expenses [sic], and [endure] years of scrutiny by the FBI in his business and personal records" and that such harms "qualify as a 'special grievance[,]'" such allegations do not appear in the complaint.

See (ECF No. 13-5 ("Pl. Br.") at 7-8). The law is clear that it is the complaint, not Plaintiff's briefing in opposition to the motion to dismiss, that must be analyzed for pleading sufficiency. Frederico v. Home Depot, 507 F.3d 188, 202 (3d Cir. 2007) (quoting Commw. of Pa. ex. rel Zimmerman v. PepsiCo, Inc., 836 F.2d 173, 181 (3d Cir. 1988)) ("the complaint may not be amended by the briefs in opposition to a motion to dismiss.").

Because Plaintiff has not pled facts suggesting he suffered a special grievance, the malicious use of process claim must be dismissed.

B. Count Two: Malicious Prosecution

The Gilmore Defendants argue that a malicious prosecution claim seeks remedy for "harm caused by the institution or continuation of a criminal action that is baseless[,]" and because the Zemurray action was not criminal in nature, Plaintiff's claim must fail as a matter of law. (ECF No. 10-1

("Def. Br.") at 5-6). The Gilmore Defendants submit that the civil analogue of a malicious prosecution claim is a malicious use of process claim. (Def. Br. at 6). Plaintiff appears to agree that where it is a civil action as opposed to a criminal action underlying the cause of action, the proper cause of action is one for malicious use of process. See (Pl. Br. at 5) ("[t]he tort of Malicious Prosecution based upon a Prior Civil Proceeding is also sometimes referred to as Malicious Use of Process.").

The law quite clearly supports the Gilmore Defendants' position. "Malicious prosecution provides a remedy for harm caused by the institution or continuation of a criminal action that is baseless." LoBiondo v. Schwartz, 970 A.2d at 1022 (citing Earl v. Winne, 101 A.2d 535 (N.J. 1953)). "Malicious use of process is essentially the analog used when the offending action in question is civil rather than criminal." Id. (citing Penwag Prop. Co. v. Landau, 388 A.2d 1265 (N.J. 1978)). As the New Jersey Supreme Court has held, "[a]lthough these causes of action have much in common, there are significant differences between them." Id.

Malicious prosecution requires Plaintiff to prove four elements, the first of which is that "a criminal action was instituted by this defendant against this plaintiff." Id. at

1023 (citing Lind v. Schmid, 337 A.2d 365 (N.J. 1975)).

Plaintiff has not alleged any misuse of criminal process or that a criminal action was instituted by any Defendant against him.

The Zemurray action is unquestionably civil in nature. As such, Plaintiff's malicious prosecution claim must be dismissed.

C. Count Three: Negligence

A negligence cause of action contains four elements.

Plaintiff must plead Defendants owed him (1) a duty of care, (2) that they breached that duty, (3) that such breach proximately caused harm, and (4) that he suffered actual damages. See

Campbell Soup Supply Co. LLC v. Protenergy Nat. Foods Corp., No. 16-cv-684, 2016 WL 7104840, at *2 (D.N.J. Dec. 5, 2016)

(Hillman, J.) (citing Weinberg v. Dinger, 524 A.2d 366, 373 (N.J. 1987)).

In this action, Plaintiff alleges:

- (1) that the Gilmore Defendants are attorneys,
- (2) that they "are required to use the degree of care, precaution, and vigilance that a reasonable attorney would use under the same or similar circumstances in making allegations in the amended complaints that were filed under Docket No. 14-CV-5169 in New Jersey District Court[,]"
- (3) that the "Gilmore Defendants owed a duty of care to Michael Lax in pleading and maintaining only fully vetted facts and allegations against him[,]" and
- (4) by "pleading and prosecuting the allegations

contained in the complaints under 14-CV-5169" the Gilmore Defendants breached their purported duty of care to Plaintiff.

(Comp. at $\P\P43-46$).

Plaintiff clarifies the claims through his briefing, arguing that because "all attorneys have a duty and obligation to abide by the Rules of Professional Responsibility[,]" the Gilmore Defendants "owed him a duty to act within the Rules of Court." (Pl. Br. at 10-11). Plaintiff further argues that the Gilmore Defendants "breached that duty[,]" causing him harm.

(Pl. Br. at 11). At its core, Plaintiff's negligence argument is that the Gilmore Defendants owed him a duty of care to comply with court rules and rules of professional conduct, and that by allegedly violating those rules, the Gilmore Defendants breached a duty owed to Plaintiff.

The Gilmore Defendants argue that they never owed Plaintiff such a duty. They are correct.

Plaintiff's contrived view of the law is not supported by any relevant authority; indeed, Plaintiff does not identify any source in support of his position. Instead, long-standing New Jersey precedent directly undercuts Plaintiff's theory. The New Jersey Supreme court has found that "the assertion that an attorney has violated one of our . . . rules does not give rise to a[n independent] cause of action[.]" Green v. Morgan

Properties, 73 A.3d 478, 494 (N.J. 2013) (citing Baxt v. Liloia, 714 A.2d 271 (N.J. 1998); see Brundage v. Estate of Carambio, 951 A.2d 947 (N.J. 2008) (reiterating that "[w]e have declined to create a new tort-based cause of action against an attorney based on a claim by an adversary of an asserted violation of our RPCs")).

This line of precedent unequivocally undermines Plaintiff's legal theory of liability and supports the Gilmore Defendants' position that it owed no duty to Plaintiff stemming from its obligations to the Court to follow court rules. Plaintiff's factual allegations, even accepted as true, fail to state a legally cognizable claim for negligence. As such, Plaintiff's negligence claim must be dismissed.

D. Count Four: Negligent Infliction of Emotional Distress

"In order to establish a claim for negligent infliction of emotional distress under New Jersey law, 'a plaintiff must prove that defendant's conduct was negligent and proximately caused plaintiff's injuries.'" Veggian v. Camden Bd. of Educ., 600 F. Supp. 2d 615, 629 (D.N.J. 2009) (Hillman, J.) (quoting Williamson v. Waldman, 696 A.2d 14, 17-18 (N.J. 1997)).

"Determining defendant's negligence 'depends on whether defendant owed a duty of care to the plaintiff[.]'" Id. (quoting Williamson, 696 A.2d at 17-18).

Plaintiff alleges that the Gilmore Defendants owed him the same duty discussed previously: "Defendants had a duty to the Plaintiff, in that they are attorneys who are bound to follow and abide by the rules of court." (Pl. Br. at 12). For the same reasons discussed above, Plaintiff has not shown that the Gilmore Defendants owed Plaintiff any such duty. Plaintiff's negligent infliction of emotional distress claim suffers from the same fatal flaw as his negligence claim and must be dismissed.

E. Count Five: Respondeat Superior

Under respondeat superior, "an employer is responsible for the negligence of its employees that occurs within the course and scope of their employment. The employer's liability is vicarious and secondary to that of the employee, which is primary." Williams v. Rene, 72 F.3d 1096, 1099 (3d Cir. 1995). The theory has been explained as "'[t]he person primarily liable is the employee or agent who committed the tort, and the employer or principal may recover indemnity from him for the damages which he [the employer] has been obliged to pay.'" Id. (quoting Sochanski v. Sears, Roebuck & Co., 689 F.2d 45, 50 (3d Cir. 1982); Tromza v. Tecumseh Prods. Co., 378 F.2d 601, 605 (3d Cir. 1967)).

Here, Plaintiff alleges that Atlantic City is liable for the actions of its alleged agents, the Gilmore Defendants.

Plaintiff does not address or otherwise clarify this claim in his briefing.

While Atlantic City has not moved to dismiss Plaintiff's complaint, because Plaintiff's claims against the Gilmore Defendants fail, so too must Plaintiff's vicarious liability claims against Atlantic City.6

II. Plaintiff's Cross-Motion For Leave To Amend

Federal Rule of Civil Procedure 15(a)(2) provides that "a party may amend its pleading only with the opposing party's written consent or the court's leave." Fed. R. Civ. P. 15(a)(2). "The court should freely give leave when justice so requires." Id.

Our Local Civil Rules expand upon the rules governing motions for leave to amend. Particularly, Rule 15.1 requires a party who seeks leave to amend a pleading to do so by motion, which must shall state whether such motion is opposed, and shall attach to the motion: (1) a copy of the proposed amended

⁶ District courts may dismiss claims that do not state causes of action <u>sua sponte</u>. <u>See Bintliff-Ritchie v. American Reinsurance Company</u>, 285 Fed. App'x. 940, 943 (3d Cir. 2008) ("The District Court has the power to dismiss claims <u>sua sponte</u> under Rule 12(b)(6)"); <u>Bryson v. Brand Insulations</u>, <u>Inc.</u>, 621 F.2d 556, 559 (3d Cir. 1980); <u>Worster-Sims v. Tropicana Entertainment</u>, <u>Inc.</u>, 46 F. Supp. 3d 513, 517 (D.N.J. 2014).

pleading; and (2) a form of the amended pleading that shall indicate in what respect(s) it differs from the pleading which it proposes to amend, by bracketing or striking through materials to be deleted and underlining materials to be added.

Plaintiff's motion fails to comply with Local Civil Rule 15.1. Plaintiff fails to submit a form of the proposed amended pleading identifying the differences between the initial filing and the proposed amended filing. Such a deficiency complicates this Court's review of the relevant documents and, in and of itself, is an error significant enough to warrant denial of Plaintiff's motion. Sammut v. Valenzano Winery LLC, No. 18-cv-16650, 2019 U.S. Dist. LEXIS 100598, *5, n.2 (D.N.J. June 17, 2019) (citing A.B. v. Vineland Bd. of Educ., No. 17-cv-11509, 2019 U.S. Dist. LEXIS 93126, at *5 (D.N.J. June 4, 2019)) (indicating that dismissal may be appropriate where a plaintiff "did not properly indicate how the Amended Complaint differs from her original one" as required by Local Civil Rule 15.1). Despite this procedural deficiency, the Court will address the merits of Plaintiff's motion.

"[A] refusal of a motion for leave to amend must be justified. Permissible justifications include: (1) undue delay; (2) bad faith or dilatory motive; (3) undue prejudice to the opposition; (4) repeated failures to correct deficiencies with

previous amendments; and (5) futility of the amendment." Riley

v. Taylor, 62 F.3d 86, 90 (3d Cir. 1995) (citation omitted).

The Court does not find there has been undue delay or bad faith, nor does the Court discern undue prejudice to Defendants. Plaintiff's proposed amended complaint, however, fails to cure the legal deficiencies outlined in this Opinion, and therefore, Plaintiff's motion to amend will be denied as futile.

In the proposed amended complaint, Plaintiff relies upon the same legal theories that this Court previously deemed legally deficient in support of his negligence-based and malicious prosecution claims. Namely, Plaintiff's proposed amended complaint does not amend his negligence theory, which this Court already found legally deficient. Furthermore, the proposed amended complaint does not allege that any criminal action was instituted against him by these Defendants, such being a prerequisite to a viable action for malicious prosecution. See LoBiondo v. Schwartz, 970 A.2d at 1023. As such, the Court will deny Plaintiff's motion for leave to amend as it relates to the negligence-based and malicious prosecution counts, as the proposed amendments to those claims remain legally deficient, rendering any amendment futile.

2. Malicious Use of Process Claim

As for Plaintiff's malicious use of process claim, the proposed amended complaint alleges, in relevant part, as follows:

27. During the Rule 11 hearing, and at other times prior, the [Gilmore] Defendants represented that they "contacted the FBI" about the allegations contained in their complaints.

. . . .

29. This forced [Plaintiff] to continue to incur counsel fees and costs and to suffer additional emotional distress.

. . . .

- 31. The acts . . . by the Defendants . . . forced Plaintiff to endure years of scrutiny by the FBI and other governmental agencies, to suffer extreme mental duress, and to live with constant anxiety.
- 32. The acts . . . by the Defendants . . . forced Plaintiff to lose multiple business opportunities outside [sic], to lose an appointed position in Tennessee, to suffer damage to his reputation, and inhibit[ed] his ability to secure employment.

(ECF No. 13-2 at ¶¶27, 29, 31-32). Plaintiff further alleges that he suffered "special damages including, but not limited to, loss of existing and prospective clients resulting in loss of revenue; loss of employment opportunities; loss of opportunity to serve in an appointed position; and threats of criminal prosecution." (ECF No. 13-2 at ¶37). Plaintiff's allegations

can be organized into two categories: financial or reputational injuries and "threats of criminal prosecution."

As for the former, New Jersey courts have routinely found that loss of business opportunities and loss of reputation do not constitute special grievances. See, e.g., Fielder Agency v. Eldan Constr. Corp., 377 A.2d 1220, 1223 (N.J. Super Ct. Law Div. 1977) (finding that "injury to a defendant's reputation for financial responsibility in the operation of its business" is not "such special damage sufficient to sustain a cause of action" for malicious prosecution or malicious use of process); Ackerman v. Lagano, 412 A.2d 1054 (N.J. Super. Ct. Law Div. 1979) (interference with medical practice and professional reputation insufficient to constitute a special grievance); Hassoun v. Cimmino, 126 F. Supp. 2d 353, 370 (D.N.J. 2000) ("insufficient are allegations of mental anguish or emotional distress arising from the prior complaints, or statements alleging a loss of reputation"). As such, to the extent Plaintiff relies on loss of business opportunity and reputational harm as the basis for pleading special grievances and in seeking leave to amend the complaint, such pleadings are legally deficient and any amendment on that basis would be futile.

As for whether suffering threats of criminal prosecution constitute a special grievance, precedent from this District suggests it does not. In Druz v. Noto, No. 09-cv-5040, U.S. Dist. LEXIS 53348 (D.N.J. May 28, 2010), aff'd, 415 Fed. App'x. 444 (3d Cir. 2011), a court in this District was tasked with determining whether suffering an Office of Attorney Ethics investigation constituted a special grievance. In Druz, the plaintiff "alleges only that the OAE presented charges against him" and "following a multi-year investigation, a Special Master was appointed who, after conducting plenary hearings, issued a written decision dismissing all charges against Plaintiff, fully exonerating him." Id. at *31. The Druz court found that "[o]ther than the fact that the Plaintiff was forced to answer to the charges, he does not allege any adverse consequence as a result of the OAE proceeding." Id. at *32. The Druz court determined that such allegations would not constitute a special grievance. Id.

Like the plaintiff in <u>Druz</u>, Plaintiff does not allege that he suffered any special harm other than being forced to "respond to the criminal allegations." (ECF No. 13-2 at ¶37). Guided by <u>Druz</u>, such allegations are insufficient to establish a special grievance. As such, Plaintiff's motion for leave to amend this count will be denied as futile.

3. Respondeat Superior Claim

Plaintiff's proposed amended complaint does not meaningfully alter his respondeat superior theory. Plaintiff continues to argue that "Atlantic City is liable for the acts... of the [Gilmore Defendants] who were acting as its agent."

(ECF No. 13-2 at ¶68). As explained above, an employer's liability is vicarious and secondary to that of the agent, which is primary. Williams v. Rene, 72 F.3d at 1099. Because the Court finds that all allegations against the Gilmore Defendants must be dismissed, and that any amendment to those claims would be futile, Plaintiff's respondeat superior claim against Atlantic City must suffer a similar fate; Plaintiff's motion for leave to amend that claim will be denied.

III. Atlantic City's Motion to Vacate Default

Atlantic City moves to vacate the Clerk's entry of default entered against it. (ECF No. 19). Plaintiff has not opposed, and the time to do so has passed. Because the Court will dismiss this action against all Defendants, with prejudice, Atlantic City's motion will be denied as moot.

CONCLUSION

For the reasons expressed above, the Gilmore Defendants' motion to dismiss Plaintiff's complaint (ECF No. 10) will be granted; Plaintiff's cross-motion for leave to amend (ECF No. 13) will be denied as futile; and Atlantic City's unopposed motion to vacate the Clerk's entry of default (ECF No. 19) will be denied as moot. The Court will sua sponte dismiss this action as against Atlantic City for the reasons stated above. As such, all claims against all Defendants have been fully resolved and the Clerk will be Ordered to close this matter.

An appropriate Order will follow.

Date: December 26, 2019 __s/ Noel L. Hillman_ At Camden, New Jersey NOEL L. HILLMAN, U.S.D.J.