UNITED STATES DISTRICT COURT WESTERN DISTRICT OF NEW YORK

NRP HOLDINGS, LLC, NRP PROPERTIES, LLC, Plaintiffs, DECISION and ORDER

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11-CV-472S(F)

CITY OF BUFFALO, BYRON W. BROWN, DEMONE A. SMITH, CITY OF BUFFALO URBAN RENEWAL AGENCY, STEVEN M. CASEY, JOHN DOES 1 - 10, and JOHN DOE COMPANIES 1 - 5,

Defendants.

APPEARANCES:	WEBSTER SZANYI, LLP Attorneys for Plaintiffs THOMAS S. LANE, NELSON PEREL, STEVEN R. HAMLIN, of Counsel 1400 Liberty Building Buffalo, New York 14202
	BARNES & THORNBURG LLP Attorneys for Defendants City of Buffalo, Byron W. Brown, Demone A. Smith MICHAEL A. BATTLE, of Counsel 1717 Pennsylvania Avenue, N.W., Suite 500 Washington, DC 20006
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PERSONIUS MELBER, LLP Attorneys for Defendant Steven M. Casey RODNEY O. PERSONIUS, of Counsel 2100 Main Place Tower Buffalo, New York 14202

HARRIS BEACH LLP Attorneys for Defendant City of Buffalo Urban Renewal Agency RICHARD T. SULLIVAN, of Counsel Larkin at Exchange 726 Exchange Street, Suite 1000 Buffalo, New York 14210

In this action based on Plaintiffs' remaining promissory estoppel and RICO claims arising from Plaintiffs' 'pay-to-play' allegations against Defendants City of Buffalo ("the City" or "City"), Brown, Casey and Smith (sued in their official capacities as mayor, deputy mayor and common councilmember, respectively) in connection with a failed low-income housing project, Defendants City, Brown and Smith ("Moving Defendants"), move for a protective order pursuant to Fed.R.Civ.P. 26(c), staying further discovery, including a Rule 30(b)(6) deposition of the City (Dkt. 161), pending disposition of Moving Defendants' recently filed summary judgment motion (Dkt. 152) asserting legislative and qualified immunity and New York state substantive law ("Defendants' motion"). Defendant Casey, who now has separate counsel, has not joined in the summary judgment motion or Moving Defendants' motion. Defendant Buffalo Urban Renewal Agency, which also has moved for summary judgment (Dkt. 165), joins in Moving Defendants' motion.

It is well-established that the purpose of immunity, *i.e.*, even if a party has engaged in actionable misconduct, the party is immune from both suit and liability, is to insulate a defendant from the expense and inconvenience associated with litigation of claims for which a defendant may, under applicable law, be immune. *See Harlow v. Fitzgerald*, 457 U.S. 800, 814 (1982). Courts are therefore admonished not to proceed with discovery in a pending motion until an issue of immunity has been resolved. *See Anderson v. Creighton*, 483 U.S. 635, 653 n. 5 (1987) ("until this threshold immunity question is resolved, discovery should not be allowed'") (quoting *Harlow*, 457 U.S. at 818-19).¹ Here, whether Defendants' motion to stay further discovery has, as Plaintiffs contend, been waived, Dkt. 171 at 6-7, through Defendants' arguable tardiness in bringing such motion, is an argument to be addressed by Judge Skretny before whom Moving Defendants' summary judgment is pending. Further, if Plaintiffs determine further discovery, pursuant to Fed.R.Civ.P. 56(d), including, for example, obtaining Casey and other City officials' affidavits or depositions, is necessary to oppose Moving Defendants' summary judgment motion, such request must also be directed to Judge Skretny. Accordingly, Defendants' motion should be GRANTED.²

¹ Although Moving Defendants in their summary judgment motions assert qualified and legislative immunity, qualified immunity does not extend to a municipality such as Defendant City, see Lynch v. Ackley, 811 F.3d 569, 579 n. 11 (2d Cir. 2016) (citing *Owen v. City of Independence*, 445 U.S. 622, 637-38 (1980)), and legislative immunity is likewise limited to local officials sued in their official capacities. See State *Employees Bargaining Agent Coalition v. Rowland*, 494 F.3d 71, 86 (2d Cir. 2007); see also Goldberg v. *Town of Rocky Hill*, 973 F.2d 70, 74 (2d Cir. 1992) (municipality liable for unconstitutional acts of its legislature even though the legislators themselves are protected by absolute immunity). Legislative immunity has been held to extend to RICO claims. *See Rini v. Zwirn*, 886 F.Supp. 270, 296 (E.D.N.Y. 1995). Thus, even assuming the individual City Defendants could not, based on New York substantive law, be subject to personal liability on Plaintiffs' promissory estoppel claims (as opposed to the City based on the conduct of the individual City Defendants on Plaintiffs' RICO claims, seeking Defendants' personal liability, *see* Dkt. 44 ¶ 151, as long as Plaintiffs' promissory estoppel and RICO claims against these Defendants remain in the case a stay of discovery would nevertheless be required.

² It is therefore also unnecessary to address Moving Defendants' contention that Plaintiffs' Rule 30(b)(6) notice warrants protective order relief.

CONCLUSION

Based on the foregoing, Defendants' motion (Dkt. 161) is GRANTED.

SO ORDERED.

/S/ Leslie G. Foschio

LESLIE G. FOSCHIO UNITED STATES MAGISTRATE JUDGE

Dated: November 15, 2016 Buffalo, New York