STATE OF NEW MEXICO THIRTEENTH JUDICIAL DISTRICT COUNTY OF VALENCIA

THE SOCORRO ELECTRIC COOPERATIVE, INC. Plaintiff,

٧.

CHARLENE WEST, et al

Case No: D-1314-CV-2010-849 Judge: Albert J. Mitchell, Jr.

Defendants.

And

CHARLES WAGNER, individually and as representative of the class of "unnamed Defendants", being owner/members of the Socorro Electric Cooperative, Inc.

Cross Claim Plaintiff,

ν.

SOCORRO ELECTRIC COOPERATIVE, INC., et al.,

Cross Claim Defendants.

# RESPONSE TO MOTION TO DISMISS CLAIMS AND FOR JUDGMENT ON THE PLEADINGS BASED ON FAILURE TO PLEAD UNDER RULE 1-009(b)

Carol Auffrey and Herbert Myers, individually and as class representatives, ("Defendants"), file this Response to the Motion to Dismiss Claims and for Judgment on the Pleadings Based on Failure to Plead Under Rule 1-009(b) and show the following:

<sup>&</sup>lt;sup>1</sup> Carol Auffrey and Herbert Myers file on behalf of the member/owners on the assumption that the Court will grant Defendants' Motion for Leave to File an Amended Cross-Claim.

#### **ARGUMENT**

- 1. On January 25, 2012, Socorro Electric Cooperative, Inc., et al. ("Plaintiffs") filed, among other motions, a Motion to Dismiss Claims and for Judgment on the Pleadings Based on Failure to Plead Under Rule 1-009(b) ("Motion").
- 2. The basis of Plaintiffs' motion is that the Defendants have brought a cause of action for fraud but have failed to property plead it as required by Rule 1-009(b), NMRA 2011. Plaintiffs are mistaken; no cause of action has been pleaded by Defendants.
- 3. Moreover, Plaintiffs' motion is without merit because Defendants have not alleged a cause of action for common law or statutory "fraud". While Defendants did allege "fraudulent concealment", fraudulent concealment is not an independent cause of action. E.g., Mayes v. Stewart, 11 S.W. 3d 440, 452 (Tex. App.—Houston [14th Dist.] 2000, pet. denied). Although "fraud" and "fraudulent concealment" are similar in some respects they are not the same. Allegations of fraudulent concealment relate solely to the tolling of the statute of limitations.
- 4. Defendants have not, and do not, allege a cause of action for fraud. Therefore, Rule 1-009(b) is not implicated and Plaintiffs' reliance on it is misdirected.
- 5. Even if the Court were to find that Defendants failed to meet the requirements of Rule 1-009(b), proper relief would be for the Defendants to file a special exceptions motion and replead claims of fraud with specificity. However, here, because Defendants are not claiming actual fraud, but rather fraud as a procedural matter to toll the statute of limitations there is no violation of Rule 1-009(b).

WHEREFORE, Defendants request that the Court find that Plaintiffs' Motion is without merit and grant such other and further relief to which Defendants may be justly entitled.

## Respectfully submitted,

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#### ATTORNEYS FOR DEFENDANTS

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#### **CERTIFICATE OF SERVICE**

Muni Cointer

This is to certify that the foregoing was served on the persons identified below on the date and in the manner stated.

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