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DISTRICT OF NEVADA
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CLERK, U.S. DISTRICT COURT

## IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DISTRICT OF NEVADA

RICHARD LEWIS, Ph.D.

MIRCH & MIRCH

SBN: 000923

Reno, NV 89501

Tele: (775) 324-7444 Attorney for Plaintiff

SBN: 6747

KEVIN J. MIRCH, ESQ.

MARIE C. MIRCH, ESQ.

201 W. Liberty St., Ste. 201

Plaintiffs,

CASE NO: CV-N-99-0386- ECR (RAM)

v.

LINDA DUFF and TYRONE DUFF,

Defendants.

## POINTS AND AUTHORITIES REGARDING DAMAGES

Plaintiff, Richard Lewis, by and through his attorney of record, Mirch and Mirch, Marie Mirch, and pursuant to the Order of this Court dated July 20, 2003, hereby submits the following points and authorities and affidavit regarding damages to be assessed against the Defendants Tyrone and Linda Duff.

Federal Rules of Civil Procedure Rule 54(c) provides:

(c) Demand for Judgment. A judgment by default shall not be different in kind from or exceed in amount that prayed for in the demand for judgment.

The Second Amended Complaint against the Duffs alleges one claim for conspiracy and seeks damages for lost income and punitive damages. Nevada law limits the amount of punitive damages to no more than three time compensatory damages. The calculation of damages is presented through

the affidavit of Richard Lewis, attached hereto as Exhibit A, and totaling \$1,276,348.00. Dated this 4<sup>th</sup> day of August, 2003.

Mirch & Mirch

Marie Mirch

## **CERTIFICATE OF SERVICE**

Pursuant to FRCP 5(b), I certify that I am an employee of Mirch & Mirch, over the age of EIGHTEEN (18) and that on this date I deposited in the United States mail, with postage prepaid, a true and correct copy of the foregoing POINTS AND AUTHORITIES REGARDING DAMAGES, in envelope addressed to:

Brian Sandoval, Esq. Attorney General Tina M. Leiss, Esq. Deputy Attorney General 100 No. Carson St. Carson City, NV 89701-4717

Tyrone Duff Linda Duff P.O. Box 2512 Bellingham, WA 98225

MIRCH & MIRCH 1 KEVIN J. MIRCH, ESQ. 2 SBN: 000923 MARIE C. MIRCH, ESQ. 3 SBN: 6747 201 W. Liberty St., Ste. 201 Reno, NV 89501 4 Tele: (775) 324-7444 Attorney for Plaintiff 5 6 7 IN THE UNITED STATES DISTRICT COURT 8 FOR THE DISTRICT OF DISTRICT OF NEVADA 9 RICHARD LEWIS, Ph.D. 10 CASE NO: CV-N-99-0386- ECR (RAM) Plaintiffs, 11 12 V. LINDA DUFF and TYRONE DUFF, 13 14 Defendants. 15 16 STATE OF NEVADA 17 ) ss. **COUNTY OF WASHOE** 18 AFFIDAVIT OF RICHARD LEWIS, Ph. D. IN SUPPORT OF POINTS AND AUTHORITIES 19 **REGARDING DAMAGES** 20 I, RICHARD LEWIS, Ph.D., after being first duly sworn, do depose and say: 21 I am the Plaintiff in the above-referenced matter. 1. 22 2. I make this Affidavit in support of the Points and Authorities in Regards to Damages 23 incurred against the Duffs. 24 If called upon to testify, I have personal knowledge of the following facts, 3. 25 am competent to testify and would testify as follows: 26 4. My damages in regards to the conduct of Linda and Tyrone Duff are calculated as 27 28 1

follows:

- 5. Prior to being accused of wrongdoing by Mr. Duff, I had a contract with the State of Nevada. The contract generated approximately \$900,000.00 of revenues per year. Prior to the Duffs attack on me, it was anticipated that this business would continue to grow and eventually generate an estimated annual income of \$2,000,000.00 per year. This was based upon representations made employees of the State of Nevada. My estimated share of the net proceeds, after expenses, are \$30,000.00 per year. Over the lifetime of this business, which was anticipated to be a minimum of 20 years, my lost income would be \$600,000.00. I lost the contract shortly after being disciplined.
- 6. I am aware of the value of psychology/ mental health care companies, having been in this business for over thirty five years. I estimate that the business would have sold for \$200,000.00 based on its profits. I would have therefore received \$50,000.00 from the sale of the business (after my partners were paid their portion). Instead, I lost my State of Nevada contract and was forced give the business away for a couple of thousand dollars.
- 7. I also had a forensic business. When I was disciplined, I was unable to continue that business to any measurable degree. I lost at least \$20,000.00 per year of income over five years, which totals \$100,000.00.
- 8. My legal bills dealing with the Duff matter from 1997 through 2002 was \$27,148.00 according to my accountant, Melvin Ray, CPA.
  - 9. Mr. Duff also never paid his bill to me in the approximate amount of \$1,200.00.
  - 10. Based on the foregoing, my estimated damages in this matter are calculated as follows:

Lost income from contract with State of Nevada	\$600,000.00
Lost income on sale of business (\$50,000 - \$2000)	\$ 48,000.00
Lost income for forensic practice	\$100,000.00
Legal fees incurred in State Court action with Duffs	\$ 27,148.00
Duff unpaid invoice	\$ 1,200.00
Total compensatory damages	\$776,348.00

1	Punitive damages	\$500,000.00
2	Total	\$1,276,348.00.
3	11. I hereby swear under penalty of perjur	y that the foregoing is true and correct to
4	the best of my knowledge and belief.	
5	DATED this 4th day of Covery, 200	)3.
6	6	had Har Ph 2
7	7	RICHARD LEWIS, Ph.D.
8	II	
9	before me this 4 day	
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