Case 2:09-cv-01098

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Eastly, Andrew Borasky, Lorinda Wickman, Gary Hollis, Fely Quitevis and Anthony L. Demeo ("defendants"). The basis of plaintiffs' causes of action is that defendants, through their policies, procedures, and actions, including but not limited to provisions of the Nye County brothel code, as set forth in Chapter 9.20 of the Nye County Code have violated and continued to violate plaintiff's rights pursuant to the United States Constitution.

I. Jurisdiction

- 1. This Court has original subject matter jurisdiction over the federal Constitutional violations alleged in this Complaint pursuant to the provisions of 42 U.S.C. § 1983 and 28 U.S.C. §§ 1331 and 1343. Pursuant to 28 U.S.C. §1367(a), this Court has supplemental jurisdiction over plaintiff's state law claims. This Court has jurisdiction to issue injunctive and declaratory relief pursuant to 28 U.S.C. § 2201 and 42 U.S.C. § 1983.
- 2. Venue is proper in the District of Nevada pursuant to 28 U.S.C. §1391. All actions pertinent to this complaint occurred in Nye County, Nevada.

II. Parties

- 3. Plaintiff Western Best Ltd., is a Nevada limited partnership, licensed by Nye County to operate a legal brothel dba The Chicken Ranch. The general partner of plaintiff Western Best Ltd. is plaintiff, Western Best, Inc., a Nevada Corporation. Kenneth R. Green is the president, secretary and treasurer; L. Debbie Rivenburgh is the sole director; and Kenneth R. Green is the sole shareholder. The limited partners are Diversified Partners, Ltd., a Nevada partnership, and CR Partners, Ltd., a Nevada partnership.
- 4. Plaintiffs Green and Rivenburgh are in charge of the day-to-day operation of the Chicken Ranch business.
 - 5. Defendant Nye County, is a political subdivision of the State of Nevada.
- 6. Defendants Eastly, Borasky, Wickman, Hollis and Quitevis are members of the Nye County Board of County Commissioners. Along with defendant, Nye County Sheriff, Demeo, they comprise the Nye County Licensing and Liquor Board pursuant to section 9.20.40 of the Nye County Code. The Board administers and is responsible for licensing of all brothels in Nye County, Nevada. Individual defendants are sued in their official capacities.

III. Facts

- 7. NRS 244.345 (8) allows, at County option, counties with less than 400,000 population to devise a system of legal, licensed brothels.
- 8. In Nye County, the regulation of such system is set forth in Nye County Code, Chapter 9.20.
- 9. Section 9.2 0.030 states that: "[a]ny person who engages in prostitution or operates a house of prostitution without first having obtained a license and having paid the license fee as provided in this chapter is guilty of a misdemeanor."
- 10. Section 9.20.050 (B) gives the Board the authority to: "grant or deny applications for licenses and imposed conditions, limitations and restrictions upon the licensee."
- 11. Section 9.2 0.110(C)(10) states that a license, "shall not be transferred without prior approval of the Board."
 - 12. Section 9.2 0.120 lists fourteen possible grounds for a license denial.
- 13. Section 9.20.0 90 (A) requires that each application for a brothel license in Nye County include evidence that an applicant, "is a bona fide resident of the State (of Nevada) and has been so for six (6) months."
- 14. Currently, plaintiff Kenneth R. Green, is the only individual associated with the license for the Chicken Ranch. He signs as Western Best, Ltd., Western Best, Inc, General Partner, Kenneth R. Green President.
- 15. Over the last several years, plaintiff Green, on behalf of himself and plaintiff Western Best, has attempted to sell the Chicken Ranch.
- 16. On June 19, 2007, defendants effectively voided a contract to sell the Chicken Ranch to Bruce Kahn. At the June 19, 2007 Licensing Board meeting, defendants turned down Mr. Kahn's application, citing the fact that he was not and had not been a Nevada resident for six months as required pursuant to section 9.2 0.0 90(A) of the Code.
- 17. Representatives of the Chicken Ranch have also been told by Nye County officials that it would be a waste of time and money to attempt to add plaintiff Debbie Rivenburgh to the existing Chicken Ranch license, as the Board would not license her. The reason given was that

although she was responsible for the day-to-day operation of the establishment, because she did not have enough personal funds to operate the Chicken Ranch on her own, she could not be added to the license, even with the financial backing and guarantees that already exist under the current structure, creating a situation that if anything were to happen to plaintiff Kenneth R. Green, the license to the Chicken Ranch would be in jeopardy.

- 18. It is plaintiffs' belief, based on statements made by Nye County officials, that defendants are operating under the incorrect assumption that because legal prostitution involves a privileged license, that governmental officials have virtual unfettered discretion in all licensing matters concerning legal brothels, and are using such assumed unfettered discretion to attempt to rid the County of it's legal brothels by attrition.
- 19. Because of this, plaintiffs Western Best, LTD, Western Best, Inc. and Green have been and are being prevented from being able to either sell the business, or add others, such as plaintiff Rivenburgh to the license.
- 20. Defendants' policies, practices and invocation of Nye County Code section 9.2 0.0 90(A) has, under color of law, deprived plaintiffs of their rights set forth in the United States Constitution.

First Claim for Relief Violation of plaintiffs' due process rights

- 21. Plaintiffs hereby incorporate by reference all previous allegations set forth above as if fully set forth herein.
- 22. Defendants, through their policies practices and actions, including but not limited to Nye County Code section 9.2 0.0 90(A), have violated plaintiffs' rights under the due process clause of the 14th Amendment to the United States Constitution.

Second Claim for Relief Violation of plaintiffs' rights to equal protection

23. Plaintiffs hereby incorporate by reference all previous allegations set forth above as if fully set forth herein.

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clause of the 14th Amendment to the United States Constitution.

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Third Claim for Relief Violation of the privileges and immunities clause

Nye County Code section 9.2 0.0 90(A), have violated plaintiffs' rights under the equal protection

Defendants, through their policies practices and actions, including but not limited to

- 25. Plaintiffs hereby incorporate by reference all previous allegations set forth above as if fully set forth herein.
- Defendants, through their policies practices and actions, including but not limited to Nye County Code section 9.2 0.0 90(A), have violated plaintiffs' rights under the privileges and immunities clause, Art. IV, § 2, cl. 1, of the United States Constitution, by prohibiting plaintiffs from selling the Chicken Ranch to Mr. Kahn or anyone else who has not been a Nevada resident for at least six months.

Fourth Claim for Relief Violation of plaintiffs' rights under the Commerce Clause

- 27. Plaintiffs hereby incorporate by reference all previous allegations set forth above as if fully set forth herein.
- Defendants, through their policies practices and actions, including but not limited to Nye County Code section 9.20.090(A), have violated plaintiffs' rights under the commerce clause, Art. I, § 8, of United States Constitution.

Fifth Claim for Relief injunctive relief

- 29. Plaintiffs hereby incorporate by reference all previous allegations set forth above as if fully set forth herein.
- 30. Without injunctive relief, plaintiffs' existing license to the Chicken Ranch may become vulnerable. Plaintiffs therefore request injunctive relief to allow plaintiffs to sell the Chicken Ranch without regard to the domicile of purchaser, and also to allow plaintiff Rivenburgh to be placed on the existing license.

Sixth Claim for Relief monetary damages

- 31. Plaintiffs hereby incorporate by reference all previous allegations set forth above as if fully set forth herein.
- 32. Plaintiff's request monetary damages from defendants. Due to defendants' policies practices and actions, the sale to Mr. Kahn in 2007 was prohibited from going through financially damaging plaintiffs in an amount to be determined at trial, due to the diminished value of the property since that time.

WHEREFORE, plaintiffs respectfully request the following:

- A. A declaration that defendants' practices policies and actions, including but not limited to Nye County Code section 9.20.090(A) violated plaintiffs' rights under: 1) the due process clause of the 14th Amendment to the United States Constitution; 2) the equal protection clause of the 14th Amendment to the United States Constitution; 2) the Commerce Clause, Art. I, § 8, of the United States Constitution; and 4) the privileges and immunities clause of Art. IV, § 2, cl. 1 of the United States Constitution.
- B. Injunctive relief permitting plaintiffs to sell the Chicken Ranch to Mr. Kahn or other purchaser regardless of that purchaser's domicile.
- C. Injunctive relief permitting plaintiff Rivenburgh to be placed on the existing license for the Chicken Ranch
 - D. Compensatory and punitive damages in an amount to be determined at trial.
 - E. Reasonable costs and attorneys fees; and
 - F. Any further relief the court deems reasonable.

Dated this 18th day of June 2009.

Respectfully submitted by:

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