

SUPREME COURT OF MISSISSIPPI

Willie Mae Veal v. J. P. Morgan Trust Company, N.A.

Veal · No. No. 2005-IA-00607-SCT · Decided March 3, 2005

SUMMARY

The Supreme Court of Mississippi affirmed orders striking a second amended complaint and dismissing newly named defendants without prejudice. The court held that Mississippi Rule of Civil Procedure 9(h) permits substitution of a true name for a genuinely fictitious party without leave of court, but does not permit adding new defendants accompanied by new factual allegations and theories. Because the plaintiff added new defendants, Rule 21 required court approval.

CASE DETAILS

COURT	Supreme Court of Mississippi
WRITING FOR THE COURT	Per Curiam; Smith, C.J.; Waller, P.J.; Easley, J.; Randolph, J.; Diaz, P.J.; Graves, J.; Carlson, J.
JURISDICTION	Mississippi
DECIDED	March 3, 2005
DOCKET	No. 2005-IA-00607-SCT
DISPOSITION	affirmed
PROCEDURAL POSTURE	The Mississippi Supreme Court granted an interlocutory appeal from orders striking Veal's Second Amended Complaint and dismissing newly named defendants without prejudice.
STANDARD OF REVIEW	De novo review applies to questions of law concerning the application of the Mississippi Rules of Civil Procedure.
PRECEDENTIAL VALUE	Published opinion; precedential value not otherwise specified in the source.
PARTIES	Willie Mae Veal, individually and as administratrix of the Estate of Willie Mae Smith, for the use and benefit of the estate and wrongful death beneficiaries of Willie Mae Smith v. J. P. Morgan Trust Company, N.A., f/k/a Chase Manhattan Trust Company, National Association, Eaton Vance Corp., Eaton Vance Municipals Trust, Eaton Vance Municipals Trust II

TOPICS

motion to amend

pleadings

civil procedure

interlocutory appeal

appellate procedure

PRACTICE AREAS

Civil procedure

Appellate procedure

Personal injury

QUESTIONS PRESENTED

1. Whether Mississippi Rule of Civil Procedure 9(h) permits a plaintiff to substitute identified parties for fictitious defendants without obtaining leave of court.
2. Whether the identified J.P. Morgan and Eaton Vance defendants were legitimate substitutions for fictitious parties or were new parties added to the action.
3. Whether Mississippi Rule of Civil Procedure 21 requires court approval when an amended complaint adds new defendants, notwithstanding the existing defendants' written consent under Rule 15(a).

HOLDINGS

1. Rule 9(h) does not require leave of court when the amendment merely substitutes the true name of a genuinely fictitious defendant and does not alter the content or substance of the complaint.
2. The J.P. Morgan, Eaton Vance, and related trustee defendants were new parties, not legitimate substitutions under Rule 9(h), because the original pleadings did not identify their existence or specific wrongful conduct and the Second Amended Complaint added new allegations and factual theories against them.
3. When an amendment adds new defendants, Mississippi Rule of Civil Procedure 21 requires an order of the court even if the existing adverse parties consent in writing under Rule 15(a). Failure to obtain that approval rendered the Second Amended Complaint improper.

KEY QUOTATIONS

“Rule 9(h) is not intended to serve as an insurance policy to plaintiffs who wish to protect themselves in case they discover new defendants in the course of litigation.” (¶ 9)

“In cases where it is unnecessary to amend the content or the substance of a plaintiff’s complaint, and the only change is to substitute the defendant’s true name for the fictitious name Rule 9(h) applies, and leave of court is not required.” (¶ 12)

“However, even where a plaintiff has obtained consent from the adverse party to amend the complaint, leave of court may still be required by a different rule.” (¶ 17)

FACTUAL BACKGROUND

Veal brought claims arising from the care and treatment of Willie Mae Smith at Autumn Leaves Nursing Home, including negligence, medical malpractice, fraud, statutory survival, and wrongful death claims. Her original and first amended complaints named John Does and Unidentified Entities but alleged only generally that they may have been involved in the care, staffing, supervision, administration, or direction of Smith's care. The Second Amended Complaint identified J.P. Morgan, Eaton Vance entities, and related trustees, and added allegations and

an eight-page factual summary concerning their alleged control of the nursing home, including theories of bondholders' control and lender liability.

PROCEDURAL HISTORY

Veal initially sued corporations allegedly controlling Autumn Leaves Nursing Home, the nursing home's administrator and licensee, and fictitious defendants. After discovery, she filed a Second Amended Complaint with the written consent of the existing defendants, purporting to substitute identified entities and individuals for John Doe and Unidentified Entity defendants and adding new factual allegations. The Washington County Circuit Court struck the Second Amended Complaint and dismissed J.P. Morgan and Eaton Vance because Veal had not obtained court leave under Mississippi Rule of Civil Procedure 21. The Supreme Court granted interlocutory review and affirmed.

DISPOSITION

affirmed

CASES CITED

- Gant v. Maness, 786 So. 2d 401, 403 (Miss. 2001)
- Poindexter v. Southern United Fire Ins. Co., 838 So. 2d 964, 971 (Miss. 2003)
- Van Meter v. Alford, 774 So. 2d 430, 432 (Miss. 2000)
- Ralph Walker, Inc. v. Gallagher, 926 So. 2d 890, 896-97 (Miss. 2006)
- Hartford Cas. Ins. Co. v. Halliburton Co., 826 So. 2d 1206, 1215 (Miss. 2001)
- Moore v. Indiana, 999 F.2d 1125, 1128 (7th Cir. 1993)
- Age of Majority Educ. Corp. v. Preller, 512 F.2d 1241, 1246 (4th Cir. 1975)

OPINION

PER CURIAM.

IN THE SUPREME COURT OF MISSISSIPPI NO. 2005-IA-00607-SCT WILLIE MAE VEAL, INDIVIDUALLY AND AS ADMINISTRATRIX OF THE ESTATE OF WILLIE MAE SMITH, FOR THE USE AND BENEFIT OF THE ESTATE AND WRONGFUL DEATH BENEFICIARIES OF WILLIE MAE SMITH v. J. P. MORGAN TRUST COMPANY, N.A. f/k/a CHASE MANHATTAN TRUST COMPANY, NATIONAL ASSOCIATION; EATON VANCE CORP.; EATON VANCE MUNICIPALS TRUST AND EATON VANCE MUNICIPALS TRUST II DATE OF JUDGMENT: 03/03/2005 TRIAL JUDGE: HON. W. ASHLEY HINES COURT FROM WHICH APPEALED: WASHINGTON COUNTY CIRCUIT COURT ATTORNEYS FOR APPELLANT: DOUGLAS BRYANT CHAFFIN GARRY JAMES RHODEN KENNETH L. CONNER SUSAN NICHOLS ESTES ATTORNEYS FOR APPELLEES: MARK HERNDON TYSON H. HUNTER TWIFORD LAWRENCE D. WADE BRADLEY FAREL HATHAWAY LEANN W. NEALEY CHAD ROBERTS HUTCHINSON NATURE OF THE CASE: CIVIL -

PERSONAL INJURY DISPOSITION: AFFIRMED - 05/10/2007 MOTION FOR REHEARING
FILED: MANDATE ISSUED: EN BANC.

DICKINSON, JUSTICE, FOR THE COURT: ¶1. We granted plaintiffs' interlocutory appeal to consider whether the Circuit Court of Washington County erred in striking the amended complaint and dismissing newly named defendants. Finding no error, we affirm the trial judge's order. BACKGROUND FACTS AND PROCEEDINGS ¶2.

On December 26, 2002, Willie Mae Veal ("Veal") brought an action on behalf of the Estate of Willie Mae Smith ("Smith") against two corporations alleged to be in control of Autumn Leaves Nursing Home, the nursing home's administrator and licensee, as well as ten "John Does" and ten "Unidentified Entities." The complaint alleged negligence, medical malpractice, malice and/or gross negligence, fraud, statutory survival, and statutory wrongful death claims against all of the defendants.

Before any responsive pleadings were filed, the plaintiff filed an Amended Complaint to add that Veal had been appointed Administratrix of Smith's Estate. On March 27, 2003, the named defendants filed an answer, and discovery followed. ¶3.

On August 31, 2004, after obtaining the written consent of the named defendants, Veal filed a Second Amended Complaint, which purported to substitute the true names of several fictitious parties, who were referred to in her Original and First Amended Complaints as "John Does" and "Unidentified Entities." The newly named defendants included: J.P. Morgan Trust Co.; Eaton Vance Corp.; Eaton Vance Municipals Trust; Eaton Vance Municipals Trust II; and Donald R. Dwight, James B. Hawkes, and Jessica M. Bibliowicz as Trustees of Eaton Vance Municipals Trust and Eaton Vance Municipals Trust II.

In addition, the Second Amended Complaint included new facts and allegations regarding the "substituted" defendants' involvement and alleged control over the defendant corporations. 2 ¶4. In response to Veal's Second Amended Complaint, J.P. Morgan Trust Co. ("J.P. Morgan") filed a motion to dismiss, arguing that Veal had failed to comply with Rules 15(a), 10(d), 9(b), and 12(e) of the Mississippi Rules of Civil Procedure.

Defendants Eaton Vance Municipals Trust, Eaton Vance Municipals Trust II and Eaton Vance Corp. (collectively "Eaton Vance") also filed a motion to dismiss, arguing that the plaintiff failed to obtain leave to file her Second Amended Complaint as required by Rule 21 or, in the alternative, Rule 15(a). Veal responded, arguing that under Rule 15(a), she was not required to obtain leave of the court, because she had obtained the written consent of the existing defendants to the action prior to filing her Second Amended Complaint. ¶5.

After a hearing on the motions, the trial judge issued an order striking Veal's Second Amended Complaint and dismissing J.P. Morgan without prejudice because Veal had failed to obtain leave of

the court as required by Rule 21 of the Mississippi Rules of Civil Procedure.

The trial court reasoned that Rule 15(a)'s provision allowing "written consent of the adverse party" could not apply when new defendants were added, because counsel for the existing defendants could not consent to an amendment of the complaint on behalf of the proposed new defendants.

The trial court resolved the issue by looking to Mississippi Rule of Civil Procedure 21, which addresses the addition of a party, and requires an order of the court. Four days later, on March 7, 2005, the trial judge issued another order dismissing Eaton Vance without prejudice, without stating the reasons for dismissal. Aggrieved by the orders, Veal sought an Interlocutory Appeal.

We granted the appeal and stayed all trial court proceedings. 3 ANALYSIS ¶6. Veal's single issue on appeal is whether Rule 9(h) of the Mississippi Rules of Civil Procedure requires leave of the court before a fictitious party may be substituted.

Although we find that it does not, we further find that Veal's Second Amended Complaint did not substitute fictitious parties, but rather added new parties to the cause of action, asserting additional facts and allegations against these newly added defendants.

Thus, in adding new defendants, Veal was required by Rule 21 of the Mississippi Rules of Civil Procedure to obtain leave of the court. ¶7. The application of the Mississippi Rules of Civil Procedure in this case is a question of law. "When the issues presented on an interlocutory appeal are questions of law, this Court will review those issues, as other questions of law, de novo." *Gant v. Maness*, 786 So.

2d 401, 403 (Miss. 2001). Furthermore, this Court is bound to follow the plain and ordinary meanings of the Rules of Civil Procedure. See *Poindexter v. Southern United Fire Ins. Co.*, 838 So. 2d 964, 971 (Miss. 2003); *Van Meter v. Alford*, 774 So. 2d 430, 432 (Miss. 2000).

I. Substituted Parties Pursuant to Rule 9(h). ¶8. In addressing the question presented, we must first determine whether "John Does 1 through 10," and "Unidentified Entities 1 through 10" were truly "fictitious parties," so as to come under the purview of Rule 9(h). This, in turn, requires that we examine whether J.P. Morgan; Eaton Vance; Donald R. Dwight, James B. Hawkes, and Jessica M. Bibliowicz as Trustees of Eaton Vance, are legitimate substitutions for the fictitious parties named in the complaint, or instead, are new parties brought into the litigation.

4 ¶9. Rule 9(h) reads: When a party is ignorant of the name of an opposing party and so alleges in his pleading, the opposing party may be designated by any name, and when his true name is discovered the process and all pleadings and proceedings in the action may be amended by substituting the true name and giving proper notice to the opposing party. Miss. R. Civ.

P. 9(h) (emphasis added). Thus, where a plaintiff wishes to file suit against a defendant whose name is not known, the suit may be filed by providing the defendant a fictitious name. Rule 9(h) is not intended to serve as an insurance policy to plaintiffs who wish to protect themselves in case they discover new defendants in the course of litigation. Rule 9(h) authorizes the plaintiff to deviate in only one respect from the requirements of the Mississippi Rules of Civil Procedure in bringing a claim.

That is, the plaintiff is allowed to use a fictitious name, rather than the true name of the defendant. In other words, the purpose of Rule 9(h) is to allow a plaintiff to proceed with a lawsuit where the plaintiff knows and can articulate the wrongful conduct of, and claims against, the fictitious party, but simply does not know that party's name. ¶10. Rule 9(h) does not say that a plaintiff may include a fictitious party because the plaintiff suspects that there might be someone out there who might have engaged in conduct which might be actionable.

For instance, if the plaintiff knew that a nurse was assisting a doctor with a procedure and that the nurse engaged in negligent conduct, the plaintiff is not prevented from proceeding with litigation against the nurse simply because the plaintiff does not know the name of the nurse.

The plaintiff may sue "Nurse X" and upon learning the nurse's name, substitute it for the fictitious party under Rule 9(h). See Miss. R. Civ. P. 9(h). 5 ¶11. However, where a plaintiff suspects that there might have been others involved in the procedure who might have been negligent, but is, at the time suit is filed, unaware of who they are or what negligent act they are alleged to have committed, the plaintiff may not include a fictitious party in the complaint.

This Court has previously stated that "the purpose of Rule 9(h) is to provide a mechanism to bring in responsible parties, known, but unidentified, who can only be ascertained through the use of judicial mechanisms such as discovery." *Ralph Walker, Inc. v. Gallagher*, 926 So. 2d 890, 896–97 (Miss. 2006) (emphasis added). ¶12.

Having said that, we find it important to point out that the explicit language of Rule 9(h) does not require leave of the court to amend pursuant to Mississippi Rule of Civil Procedure 15(a). In cases where it is unnecessary to amend the content or the substance of a plaintiff's complaint, and the only change is to substitute the defendant's true name for the fictitious name Rule 9(h) applies, and leave of court is not required. ¶13.

Here, however, Veal included in her complaint allegations against "fictitious" parties "Defendants John Does 1 through 10," and "Defendants Unidentified Entities 1 through 10." With respect to these fictitiously named defendants, Veal alleged the following: Said Defendants are named pursuant to Miss. R. Civ. P. 9(h), insofar as their acts and/or omissions were negligent and/or otherwise tortious with respect to the care and treatment of, or in the staffing, supervision,

administration and direction of the care and treatment of, [the deceased] during her residency at AUTUMN LEAVES NURSING HOME.

Alternatively, said Defendants are liable for the negligent and/or otherwise tortious acts and/or omissions of others with respect to the care and treatment of [the deceased] during her residency at AUTUMN LEAVES NURSING HOME. 6 ¶14. These general allegations provide no indication that Veal was aware of the existence of any of the additional defendants added by the Second Amended Complaint.

Veal simply attempted to substitute newly discovered defendants for the previously named fictitious parties. Veal not only added new allegations against these “substituted” defendants, but also included new facts in support of these allegations.

As to the new allegations, Veal asserted that the newly named defendants were negligent and/or tortious with respect to the care and treatment of the deceased, “and/or in the staffing, supervision, administration, operation, oversight, and/or control of the Autumn Leaves Nursing Home which harmed [the deceased].” (Emphasis added).

In addition, Veal included an eight-page factual summary titled “The Control by Defendants of the Autumn Leaves Nursing Home,” which described in detail the purchasing and financing of the Autumn Leaves Nursing Home as well as the alleged wrongdoing by the newly named defendants alleged to be in the control and operation of Autumn Leaves Nursing Home. This factual summary included new theories of “bondholders’ control” and “lender liability” against the newly named defendants, none of which were included in Veal’s Original and First Amended Complaints. ¶15.

Because these substituted defendants were not fictitious parties, they could not have been simply substituted in accordance with the provisions of Rule 9(h). II. Amended Pleadings Pursuant to Rule 15(a). ¶16. Veal argues that she obtained written consent from the original defendants to amend the complaint and, in accordance with Rule 15(a), she was entitled to file a Second Amended Complaint which “substituted” fictitious defendants without leave of the court.

It is true that once a responsive pleading has been filed, a complaint may be amended by written consent 7 of the adverse party without leave of court. Rule 15(a) states in pertinent part: A party may amend a pleading as a matter of course at any time before a responsive pleading is served, or, if a pleading is one to which no responsive pleading is permitted and the action has not been placed upon the trial calendar, the party may so amend it at any time within thirty days after it is served...

Otherwise a party may amend a pleading only by leave of court or upon written consent of the adverse party; leave shall be freely given when justice so requires.... Miss. R. Civ. P. 15(a) (emphasis added). ¶17. However, even where a plaintiff has obtained consent from the adverse party to amend the complaint, leave of court may still be required by a different rule.

Where, as here, the amendment sought is to add new defendants, Mississippi Rule of Civil Procedure 21 is applicable, and requires an order from the court to add a new defendant. See 61A Am. Jur. 2d Pleading § 787 (stating that “when a proposed amendment seeks to add parties to the suit... Rule 21 provides that in such a situation, the parties must obtain approval of the amendment from the court.”).

Although we have not previously addressed this precise issue, it has been addressed by several federal circuit courts of appeal in interpreting analogous Federal Rules of Civil Procedure. Under such circumstances, we find this federal authority persuasive. See *Hartford Cas. Ins. Co. v. Halliburton Co.*, 826 So. 2d 1206, 1215 (Miss. 2001) (this Court looking to federal interpretations of our state counterparts as persuasive authority when interpreting the Mississippi Rules of Civil Procedure). ¶18.

In *Moore v. Indiana*, the Seventh Circuit stated that “[a]lthough Rule 15(a) generally permits the plaintiff to amend his complaint once as a matter of course before a response pleading is served... the plaintiff’s requested amendment required leave from the court because it sought to assert claims against additional defendants.” 999 F.2d 1125, 1128 (7th 8 Cir.

1993) (emphasis added). Similarly, in *Age of Majority Educ. Corp. v. Preller*, the Fourth Circuit held that, pursuant to Rule 21 of the Federal Rules of Civil Procedure, leave of the court is required to be “sought and obtained as a prerequisite to filing the amended complaint.” 512 F.2d 1241, 1246 (4th Cir. 1975). ¶19. Veal’s Second Amended Complaint includes new language which was included with consent from the original named defendants.

If these amendments had been the only changes to the First Amended Complaint, leave of court would not have been necessary. See Miss. R. Civ. P. 15(a). However, because the Second Amended Complaint added new defendants, it also included an amendment which required court approval pursuant to Rule 21. Veal’s failure to obtain court approval rendered the entire Second Amended Complaint improper.

Therefore, we affirm the trial judge’s order striking Veal’s Second Amended Complaint. CONCLUSION ¶20. For the foregoing reasons, the orders of the Circuit Court of Washington County dismissing J.P. Morgan and Eaton Vance and striking Veal’s Second Amended Complaint are affirmed. ¶21. AFFIRMED. SMITH, C.J., WALLER, P.J., EASLEY AND RANDOLPH, JJ., CONCUR. DIAZ, P.J., AND GRAVES, J., DISSENT WITHOUT SEPARATE WRITTEN OPINION.

CARLSON, J., NOT PARTICIPATING. 9