

Labanda v Xolle Demo LLC

2025 NY Slip Op 30807(U)

February 13, 2025

Supreme Court, Kings County

Docket Number: Index No. 520741/2022

Judge: Devin P. Cohen

Cases posted with a "30000" identifier, i.e., 2013 NY Slip Op 30001(U), are republished from various New York State and local government sources, including the New York State Unified Court System's eCourts Service.

This opinion is uncorrected and not selected for official publication.

Supreme Court of the State of New York
County of Kings

Index Number 520741/2022
Seqs. 002, 003

Part LL1

DECISION/ORDER

JOSE LABANDA,

Recitation, as required by CPLR §2219 (a), of the papers considered in the review of this Motion

Plaintiff,

Papers Numbered

against

Notice of Motion and Affidavits Annexed	1
Order to Show Cause and Affidavits Annexed	2
Answering Affidavits	1, 3
Replying Affidavits	
Exhibits	Var.
Other	

XOLLE DEMO LLC, XOLLE DEMO NY LLC, 67 PRINCE STREET GROUND OWNER LLC, BROOKLYN RED SAUCE LLC,

Defendants.

67 PRINCE STREET GROUND OWNER LLC,

Third-Party Plaintiff,

against

BROOKLYN RED SAUCE, LLC,

Third-Party Defendants.

XOLLE DEMO LLC AND XOLLE DEMO NY LLC,

Second Third-Party Plaintiffs,

against

LDJ CONTRACTING LLC,

Second Third-Party Defendants.

BROOKLYN RED SAUCE LLC,

Third Third-Party Plaintiff,

against

XOLLE DEMO LLC AND XOLLE DEMO NY LLC,

Third Third-Party Defendants.

BROOKLYN RED SAUCE LLC,

Fourth Third-Party Plaintiff,

against

LDJ CONTRACTING LLC,

Fourth Third-Party Defendants.

Upon the foregoing papers, Xolle Demo LLC and Xolle Demo NY LLC's motion for, *inter alia*, a stay, discovery, and conditional dismissal (Seq. 002) and plaintiff's counsel Pianko Law Group, PLLC's motion to be relieved as counsel (Seq. 003) are decided as follows:

Generally, an attorney is permitted to withdraw as counsel upon "such notice . . . as the court may direct," after a reasonable "showing that good cause exists to end the attorney-client relationship" and that the motion is not being made as a tactic to delay a hearing or trial (CPLR 321 [b] [2]; *Matter of Cassini*, 182 AD3d 13, 40 [2d Dept 2020]; *see also Rivardeneria v New York City Health and Hospitals Corp.*, 306 AD2d 394 [2d Dept 2003]). "The decision to grant or deny permission for counsel to withdraw lies within the discretion of the trial court" (*Bank of Am., N.A. v Chadha*, 214 AD3d 695, 695 [2d Dept 2023]). Break-downs of the attorney-client relationship, failure of cooperation by a client, and actions or requests by clients that would

cause the attorney to violate the Rules of Professional Conduct by continuing representation, among other reasons, serve as good cause for ending the attorney-client relationship (*see Farage v Ehrenberg*, 124 AD3d 159, 165 [2d Dept 2014]; *see also Green v Gasparini*, 24 AD3d 505 [2d Dept 2005]).

Here, Pianko served the instant OSC upon the plaintiff individually and upon defense counsel as directed by the court. Plaintiff individually did not oppose the motion. The note of issue has not been filed and the case is not on the trial calendar. However, defendants filed written opposition to this motion.

As an initial matter, it is not clear that defendants have standing to oppose plaintiff's counsel's motion, as the motion is made against the plaintiff individually, not the defendants, and defendants would not be "aggrieved" as defined by the Appellate Division if this motion were granted (*see Mixon v TBV, Inc.*, 76 AD3d 144, 156–157 [2d Dept 2010]). Moreover, defendants do not actually state opposition to plaintiff's counsel withdrawing as counsel *per se*, but rather object to the justification Pianko has offered for withdrawal, object to Pianko's request to disclose additional information *in camera* if it is required, and demand that the relief requested be conditioned upon the exchange of attorney-client communications and attorney records.

Defendants are incorrect that allowing Pianko to provide additional details or information *in camera* is impermissible. "Where withdrawal may be accomplished simply on the basis of counsel's statement that professional considerations require it, no more should be disclosed" (NYS Bar Ethics Opinion 1057 [6/5/2015] at ¶ 14). Where withdrawal cannot be so accomplished, the court may conduct an *in camera* hearing to assess the validity of counsel's request (*id.* at ¶ 15). This practice is permitted to "prevent a party from being prejudiced by the application of counsel to withdraw" (*ISC Holding AG v Nobel Biocare Investments, N.V.*, 759 F

Supp 2d 289, 294 [SDNY 2010] [*aff'd sub nom. ISC Holding AG v Nobel Biocare Fin. AG*, 688 F3d 98 (2d Cir 2012)]). “A judge may initiate or consider any *ex parte* communications when authorized by law to do so” (NY Rules of Chief Administrative Judge § 100.3 [e]).

However, notwithstanding the propriety of an *in camera* showing, no *ex parte* or *in camera* discussion was held. Pianko advises the court in its papers that he seeks withdrawal due to ethical concerns. This reason satisfies the “good cause” standard for attorney withdrawal in light of disciplinary rules which mandate withdrawal (*see* NY RPC 1.16 [b] and [c]). Indeed, when an attorney believes that continued representation may result in a violation of the disciplinary rules or laws, counsel is obligated to seek withdrawal (*see Matter of Blatt*, 217 AD3d 113 [2d Dept 2023]). Upon Pianko’s representation that the request to withdraw was made on the advice of ethics counsel, the court neither sought nor accepted *ex parte* communication in this application.

Finally, defendants’ request is improper insofar as it asks the court to condition Pianko’s withdrawal on a breach of client confidence and/or of a violation of attorney-client privilege. Rule 1.6 (a) prohibits attorneys from “knowingly [revealing] confidential information to the disadvantage of a client or the for the advantage of the lawyer or a third person” absent 1) the consent of the client; 2) the disclosure is “impliedly authorized to advance the best interest of the client”; or 3) the disclosure is permitted by Rule 1.6 (b). None of the permissions in Rule 1.6 (b) apply here. Defendants make clear in their opposition that the request for Pianko’s disclosure is to improve their ability to litigate this action, which means that Pianko’s disclosure would be “for the advantage of . . . a third person.” Moreover, attorney-client privilege can only be waived by the client and generally survives the termination of the attorney-client relationship—Pianko is

therefore prohibited from revealing confidential or privileged information without the consent of the client (*see* CPLR 4503).

Therefore, Pianko's OSC to be relieved as counsel is granted upon the individual plaintiff's default. The action is stayed until April 13, 2025, although the stay shall end earlier if plaintiff retains new counsel (*Wells Fargo Bank, N.A. v Kurian*, 197 AD3d 173 [2d Dept 2021]). This determination is made without prejudice to any legitimate discovery rights parties may have in this or any other properly commenced action.

Counsel shall serve this order upon Jose Labanda by the same means as the underlying OSC within 10 days of the notice of entry, and upon opposing counsel via NYSCEF.

Defendants' cross-motion is granted to the extent of a stay to run concurrently with the stay granted in light of plaintiff's counsel's withdrawal. With respect to compelling disclosure, presumably pursuant to CPLR 3124, the motion is defective in that it fails to identify any discovery instrument which it seeks to compel, instead merely listing the information that it wants from plaintiff's counsel (*see* CPLR 3102). Additionally, defendants' request for an order directing the plaintiff's law firm to institute a litigation hold is denied; whatever obligations, if any, the law firm has to preserve documents is already defined and placed upon it under existing precedent. Finally, defendants have not shown that a conditional dismissal order is warranted by the facts or appropriate under the governing caselaw.

Therefore, defendants' motion is denied without prejudice to any appropriately sought discovery that defendants are entitled to in a properly commenced action.

Conclusion

Defendants' motion (Seq. 002) is granted solely to the extent of a stay, to run concurrently with and expire simultaneously with the stay awarded based on plaintiff's counsel's withdrawal.

Pianko's OSC to be relieved (Seq. 003) is granted.

This constitutes the decision and order of the court.

February 13, 2025

DATE



DEVIN P. COHEN

Justice of the Supreme Court