IN THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF MISSISSIPPI SOUTHERN DIVISION

UNITED STATES OF AMERICA ex rel.;

CORI RIGSBY; AND KERRI RIGSBY RELATORS/COUNTER-DEFENDANTS

v. CASE No. 1:06-cv-433-LTS-RHW

STATE FARM MUTUAL INSURANCE COMPANY

DEFENDANT/COUNTER-PLAINTIFF

and

ALEXIS KING

FORENSIC ANALYSIS
ENGINEERING CORPORATION;
EXPONENT, INC.;
HAAG ENGINEERING CO.;
JADE ENGINEERING;
RIMKUS CONSULTING GROUP INC.;
STRUCTURES GROUP;
E. A. RENFROE, INC.;
JANA RENFROE;
GENE RENFROE; AND

DEFENDANTS

RELATORS' RESPONSE TO STATE FARM'S MOTION TO AMEND ANSWER TO FIRST AMENDED COMPLAINT TO ASSERT ADDITIONAL AFFIRMATIVE DEFENSE

Cori and Kerri Rigsby ("Relators" or "Rigsbys"), through undersigned counsel, respectfully submit this response to State Farm Mutual Insurance Company's ("State Farm") Motion to Amend Answer to First Amended Complaint ("Motion to Amend"). State Farm's Motion to Amend should be denied because the motion is futile.

Generally, leave to amend pleadings should be "freely given when justice so requires." Fed. R. Civ. P. 15(a). However, "leave to amend is not automatic," and leave can be properly

denied "when amendment would be futile." *Avatar Exploration, Inc. v. Chevron, U.S.A., Inc.*, 933 F.2d 314, 320-21 (5th Cir. 1991) (internal citation omitted).

State Farm seeks leave to amend its answer to assert an affirmative defense that the Relators have released all claims against State Farm by virtue of the settlement agreement they reached in *E.A. Renfroe & Company, Inc. v. Moran*, No. 2:06-cv-1752 (the "*Renfroe* Settlement") (attached as Exhibit A to State Farm's Motion). But State Farm was not a party to the *Renfroe* Settlement. Nothing in the *Renfroe* Settlement binds, releases, or in any way affects State Farm or the Relators' claims against State Farm. Moreover, consent of the United States government is required to release *qui tam* claims, the Renfroe Settlement could not have released State Farm absent the government's consent on the record; no such consent has been given.

Accordingly, because the *Renfroe* Settlement has no effect on State Farm, State Farm's Motion should be denied because it is futile and frivolous. *See Avatar Exploration*, 933 F.2d at 320-21.

THIS the 1st day of June, 2009.

Respectfully submitted,

/s/ C. Maison Heidelberg

C. MAISON HEIDELBERG, MB #9559 GINNY Y. KENNEDY, MB #102199

OF COUNSEL:

MAISON HEIDELBERG P.A. 795 Woodlands Parkway, Suite 220 Ridgeland, Mississippi 39157 Phone No. (601) 351-3333

Fax No. (601) 956-2900

August J. Matteis, Jr. (admitted *pro hac vice*)
Craig J. Litherland (admitted *pro hac vice*)
Benjamin Davidson (admitted *pro hac vice*)
GILBERT OSHINSKY LLP
1100 New York Avenue NW
Suite 700
Washington, DC 20005
Phone No. (202) 772-2200
Fax No. (202) 772-3333

Attorneys for Kerri Rigsby and Cori Rigsby

CERTIFICATE OF SERVICE

I, Maison Heidelberg do hereby certify that I have this day caused a true and correct copy of the foregoing instrument to be delivered to the following, via the means directed by the Court's Electronic Filing System or as otherwise set forth below:

Dunn O. Lampton, Esq.
UNITED STATES ATTORNEY
FOR MISSISSIPPI
188 East Capitol Street, Suite 500
Jackson, MS 39201

Felicia Adams, Esq. ASSISTANT U.S. ATTORNEY 188 East Capitol Street, Suite 500 Jackson, MS 39201

Joyce R. Branda, Esq.
Patricia R. Davis, Esq.
Jay D. Majors, Esq.
UNITED STATES DEPARTMENT OF JUSTICE
Commercial Litigation Branch
Civil Division
601 D Street, NW
Washington, DC 20004

Larry G. Canada, Esq.
Kathryn Breard Platt, Esq.
GALLOWAY, JOHNSON, TOMPKINS, BURR & SMITH
701 Poydras Street, Suite 4040
New Orleans, LA 70139
(p) 504-525-6802
ATTORNEYS FOR HAAG ENGINEERING CO.

Robert C. Galloway, Esq. Emerson Barney Robinson, III, Esq. Jeffrey A. Walker, Esq. BUTLER, SNOW, O'MARA, STEVENS & CANNADA, PLLC P.O. Box 22567 Jackson, MS 39225 (p) 601-948-5711 Michael B. Beers, Esq.
BEERS, ANDERSON, JACKSON,
PATTY & FALWAL, PC
250 Commerce Street, Suite 100
Montgomery, AL 36104
(p) 334-834-5311
ATTORNEYS FOR STATE FARM MUTUAL
INSURANCE COMPANY

Robert D. Gholson GHOLSON BURSON ENTREKIN & ORR, P.A. 55 North 5th Avenue P.O. Box 1289 Laurel, MS 39441-1289 ATTORNEYS FOR FORENSIC ANALYSIS ENGINEERING CORPORATION

/s/ C. Maison Heidelberg