1 2 3 4 5	Anna M. Barvir, SBN 268728 MICHEL & ASSOCIATES, P.C. 180 East Ocean Blvd., Suite 200 Long Beach, CA 90802 Telephone: (562) 216-4444 Fax: (562) 216-4445 Email: abarvir@michellawyers.com Attorney for Plaintiffs and Petitioners	E-FILED 3/27/2017 4:42:58 PM FRESNO COUNTY SUPERIOR COURT By: C. Cogburn, Deputy	
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8	IN THE SUPERIOR COURT O	F THE STATE OF CALIFORNIA	
9	FOR THE COU	NTY OF FRESNO	
10	SHERIFF CLAY PARKER, TEHAMA COUNTY SHERIFF; HERB BAUER	Case No. 10CECG02116	
11	SPORTING GOODS; CALIFORNIA RIFLE AND PISTOL ASSOCIATION	DECLARATION OF RAY T. GILES IN SUPPORT OF PLAINTIFFS' MOTION	
12	FOUNDATION; ABLE'S SPORTING, INC.; RTG SPORTING COLLECTIBLES, LLC;	FOR ATTORNEYS' FEES ON APPEAL	
13	AND STEVEN STONECIPHER,	Judge: Jeffrey Y. Hamilton Dept.: 402	
14	Plaintiffs and Petitioners,	Date: May 31, 2017 Time: 3:30 PM	
15	VS.		
16 17 18	THE STATE OF CALIFORNIA; KAMALA D. HARRIS, in her official capacity as Attorney General for the State of California; THE CALIFORNIA DEPARTMENT OF JUSTICE; and DOES 1-25,		
19	Defendants and Respondents.	Action Filed: June 17, 2010	
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	DECLARATION OF RAY GILES		

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DECLARATION OF RAY T. GILES

I, Ray T. Giles, declare as follows:

I am the owner of RTG Sporting Collectibles, LLC, a Texas limited liability company that
 sells and ships directly to California residents a variety of ammunition that can be used
 interchangeably between handguns and rifles, but which are primarily sold as collectibles. RTG
 Sporting Collectibles is a plaintiff in this present action.

RTG Sporting Collectible filed this action to vindicate its constitutional right to Due
 Process and to prevent the enforcement of unconstitutionally vague statutes. RTG Sporting
 Collectibles' decision to bring this lawsuit did not stem from any financial interests, let alone
 financial interests that would outweigh the risks and costs associated with litigating this case.

3. At the time RTG Sporting Collectibles decided to pursue this litigation, I could not predict, 11 12 or accurately estimate, the value of any profits from California ammunition sales that would be lost as a result of the enforcement of former Penal Code section 12318. I was unable to predict this 13 because I did not know how long the law might remain in effect or whether subsequent legislation 14 would prohibit future ammunition sales to California. Further, factors such as the economy, the 15 political climate, shipping costs, legislative compliance and operating costs, and fluctuations in the 16 17 cost of ammunition also impact RTG Sporting Collectibles' revenues and profits, making it even 18 more difficult to forecast any potential pecuniary benefit to RTG Sporting Collectibles.

I have nonetheless personally reviewed records of the annual sales and profits of RTG
 Sporting Collectibles, and I have also personally examined profits generated from ammunition
 sales to ascertain any potential indirect pecuniary gain that the Company may have realized as a
 result of this litigation.

5. While RTG Sporting Collectibles does not track its ammunition sales by state, I have
reviewed its United Parcel Service (UPS) shipping records to determine approximately how many
customers are residents of California.

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6. Based on my review of RTG Sporting Collectibles' annual profits and its UPS shipping

records, RTG Sporting Collectibles generated approximately \$17,760 in profits, before taxes, from
 ammunition sales to California between February 1, 2011, and December 31, 2016.

7. Based on my review of RTG Sporting Collectibles' annual profits and its UPS shipping
records, I estimate that RTG Sporting Collectibles will generate approximately \$2960 in profits,
before taxes, between January 1, 2017, and December 31, 2017.

8. RTG Sporting Collectibles will no longer sell and ship ammunition to California residents
on or after January 1, 2018, due to recently passed legislation that prohibits the company from
doing so.

9 9. Despite the difficulties at the outset of this litigation in determining any indirect pecuniary
benefit, I estimate that the total financial benefit that RTG Sporting Collectibles has and will
experience because of its victory in this action is approximately \$17,760—before taxes—resulting
from continued ammunition sales to California customers. I base that estimate on the amount of
profits RTG Sporting Collectibles has received from California sales between February 1, 2011,
and December 31, 2016, as well as the approximately \$2960 in profits that I estimate the Company
will generate from California sales in 2017.

16 10. RTG Sporting Collectibles has not received any other financial benefit, nor does it
17 anticipate receiving any other financial benefit resulting from its success in this action.

18 11. Any pecuniary interest reaped by RTG Sporting Collectibles is substantially outweighed19 by the costs of bringing this litigation.

20 12. The necessity of pursuing this lawsuit placed a burden on RTG Sporting Collectibles that21 was out of proportion to any financial stake in this case.

13. If I believed that the benefit to be gained from this litigation was financial in nature, as
opposed to the protection of constitutional rights, RTG Sporting Collectibles would not have
pursued this litigation in light of anticipated litigation costs.

14. Based on the difficulty of succeeding in constitutional vagueness challenges, the
political environment in California, the controversial nature of the statutes at issue in this litigation,
and given that recent case law supporting vagueness challenges was depublished, and in light of

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legal counsel I received from my attorneys, I believed there to be less than a ten percent chance of
 success in this litigation at the time the vital litigation decisions were being made.

3 15. At the time the vital litigation decisions were being made, I anticipated this
4 litigation would result in hundreds of thousands of dollars in legal costs. I understand the total costs
5 of this litigation have exceeded \$700,000.

6 16. Because RTG Sporting Collectibles' total approximate financial benefit from this
7 lawsuit is \$17,760, RTG Sporting Collectibles would need to realize a pecuniary gain *at least 40*8 *times that amount* to realize a financial gain that would exceed the costs of this litigation. Further,
9 that number does not take into account the assumption that there would be a mere 10% probability
10 of prevailing.

17. At the time the vital litigation decisions were being made, I understood that any potential 11 12 future pecuniary interest RTG Sporting Collectibles might gain as a result of my continuing ability to sell ammunition to California would likely be negated, in whole or in part, by subsequent 13 legislation. Accordingly, my interest in this litigation was not in realizing any future financial 14 benefit for RTG Sporting Collectibles, but in protecting the constitutional right to be free from 15 arbitrary and discriminatory enforcement of the unconstitutionally vague challenged provisions. 16 17 18. At the time the vital litigation decisions were being made, I understood that subsequent 18 legislation would very likely be adopted that would restrict RTG Sporting Collectibles' ability to 19 transact in all, or certain, ammunition within California. I am aware the such legislation was signed into law in 2017, which prohibits ammunition shipments to California residents beginning January 201, 2018. 21

19. At the time the vital litigation decisions were being made, I believed the potential for any
financial gain for RTG Sporting Collectibles through this litigation, to the extent there was any, did
not outweigh the costs of bringing this litigation. Rather, the financial burdens of this litigation far
outweigh RTG Sporting Collectibles' perceived and actual pecuniary benefits from this litigation.
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I declare under penalty of perjury under the laws of the State of California that the forgoing		
3 is true and correct.		
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5 Dated: March <u>3</u> , 2017.	Nor Mar	
6	RAY T. GILES	
7	RAY T. GILES Declarant	
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	PROOF OF SERVICE		
	STATE OF CALIFORNIA COUNTY OF FRESNO		
	I, Laura Palmerin, am employed in Long Beach, Los Angeles County, California. I am over the age of eighteen (18) years and am not a party to the within action. My business address is 180 East Ocean Boulevard, Suite 200, Long Beach, CA 90802.		
	On March 27, 2017, I served the foregoing document(s) described as: DECLARATION OF RAY T. GILES IN SUPPORT OF PLAINTIFFS' MOTION FOR ATTORNEYS' FEES ON APPEAL		
on the	e interested parties in this action by p	lacing	
[] the original [x] a true and correct copy thereof enclosed in a sealed envelope(s) addressed as follows:			
	George Waters Deputy Attorney General 1300 I Street, Suite 125	P. Patty Li Deputy Attorney General 455 Golden Gate Ave., Suite 11000	
	P.O. Box 944255 Sacramento, CA 94244-2550	San Francisco, CA 94102	
X	 <u>X</u> (<u>BY MAIL</u>) As follows: I am "readily familiar" with the firm's practice of collection and processing correspondence for mailing. Under the practice it would be deposited with the U.S. Postal Service on that same day with postage thereon fully prepaid at Los Angeles, California, in the ordinary course of business. I am aware that on motion of the party served, service is presumed invalid if postal cancellation date is more than one day after date of deposit for mailing an affidavit. Executed on March 27, 2017, at Long Beach, California 		
	collection and processing correspondence the practice it would be deposited receipt on the same day in the ord	blows: I am "readily familiar" with the firm's practice of ondence for overnight delivery by UPS/FED-EX. Under with a facility regularly maintained by UPS/FED-EX for inary course of business. Such envelope was sealed and by UPS/FED-EX with delivery fees paid or provided for ess practices.	
X	(<u>STATE</u>) I declare under penalty of the foregoing is true and correct.	of perjury under the laws of the State of California that	
	(FEDERAL) I declare that I am en	nployed in the office of the member of the bar of this of	
	this court at whose direction the se	ivice was made.	
		LAURA PALMERIN	
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