Deposition of: TIM DARNELL 1/12/2009

Page 1

CAUSE NO. 08-06317

TIM DARNELL,

Plaintiff

 * IN THE 193RD DISTRICT COURT *

•

HEATHER DOBROTT, * DALLAS COUNTY, TEXAS

Defendant

* * * * * * * * * * * * * * * * * * * *

ORAL DEPOSITION OF TIM DARNELL JANUARY 12, 2009 VOLUME 1

ORAL DEPOSITION OF TIM DARNELL, produced as a witness at the instance of the Defendant, and duly sworn, was taken in the above-styled and -numbered cause on the 12th of January, 2009, from 10:10 a.m. to 4:12 p.m., before Brandy Cooper, CSR in and for the State of Texas, reported by machine shorthand, at the offices of Ciarochi & Associates, 800 E. Campbell Road, Suite 121, Richardson, Texas, pursuant to the Texas Rules of Civil Procedure and the provisions stated on the record or attached hereto.

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

TIM DARNELL v. H

Deposition of: TIM DARNELL 1/12/2009

```
Page 2
 1
                           APPEARANCES
 2
       FOR THE PLAINTIFF:
            JASON CHARLES CIAROCHI
            Ciarochi & Associates, P.L.L.C.
 4
            800 E. Campbell Road, Suite 121
            Richardson, Texas 75081
            (214) 393-6861
            (214) 466-6297 (Fax)
       FOR THE DEFENDANT:
            JAMES H. MOODY, III
            MATTHEW J. KITA
            Quilling, Selander, Cummiskey & Lownds, P.C.
            2001 Bryan Street, Suite 1800
            Dallas, Texas
                           75201
            (214) 871-2100
            (214) 871-2111 (Fax)
11
       ALSO PRESENT:
12
            HEATHER DOBROTT - Defendant
13
       WITNESS' ADDRESS:
14
            1513 Home Park Drive
15
            Allen, Texas 75002
16
17
18
19
20
21
22
23
24
25
```

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

TIM DARNELL v. H

Deposition of: TIM DARNELL 1/12/2009

	Page 3
1	INDEX
2	Appearances
3	Exhibit Index
4	Stipulations
5	Examination by Mr. Moody Page 7
6	Examination by Mr. Ciarochi Page 180
7	Further Examination by Mr. Moody Page 192
8	Signature and Corrections Page 198
9	Reporter's Certificate Page 200
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

TIM DARNELL v. H

Deposition of: TIM DARNELL 1/12/2009

			Page 4
1		EXHIBIT LIST	rage r
2			Dago
	No.	Description	Page
3			
4	1	Affidavit of Mr. Darnell	11
5	2	St. Petersburg Times Article	59
6	3	Excerpts from Slay Your Giant	77
7	4	Broward Palm Beach Article	84
8	5	Houston Press Article	103
9	6	E-mail from Mr. Darnell to Reps	117
10	7	Document by Mr. Darnell	126
11	8	Document on Advantage Conferences Website	133
12	9	Letter from Ms. Diaz to Ms. Dobrott	137
13	10	E-mail from Mr. Darnell; 3-9-07	137
14	11	E-mail from Mr. Darnell to Ms. Sterling	144
15	12	E-mail from Mr. Darnell to Ms. Karelin;	
16		10-30-07	150
17	13	E-mail from Mr. Darnell to Ms. Karelin;	
18		11-28-07	150
19	14	Treasures for the Kingdom document on the	
20		Website	152
21	15	Affidavit of Mr. Darnell in this case	165
22	16	Box of Documents	169
23			
24			
25			

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

Page 5 1 PROCEEDINGS THE REPORTER: Are there any stipulations or agreements for the record before we begin? MR. MOODY: Couple of things. One, the deposition is going to be taken pursuant to the Rules, although there will be signature before any notary. We 7 will reserve objections except as to form 8 responsiveness. Because Jason Charles has advised me that 10 Mr. Darnell may not be in a position to give a complete 11 deposition today, it's been agreed that in the event a 12 continuation of the deposition takes place at some other 13 time, that we will be limited to the amount of time left 14 on our six hours allotted for the deposition. 15 have agreed to limit my questions either to new topics 16 -- if there's a continuation, that my deposition will be 17 limited either to new topics or follow ups on questions 18 that Mr. Darnell was not able to completely answer 19 today. 20 MR. CIAROCHI: And I quess my 21 supplementation to that is that new topics means topics 22 -- either amended pleadings or other things or new 23 postings that we complain of or haven't covered in the 24 deposition, not just any question not covered if it 25 could have been asked and answered during the original

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

Page 6

deposition.

I'd also like the record to reflect that counsel and opposing counsel had discussions with opposing counsel's client present regarding the appropriate use of discovery and a discussion of what an abusive process is and what an abusive discovery is. Since all discovery is intended to be used for the benefit of parties in litigation, you know, the attorney for Mr. Darnell is concerned that opposing counsel said that although he intends to follow the rules of professional responsibility, that his client is under no such obligation.

It's our position that if the information is shared other than with the goal of investigating facts or fact witnesses or other appropriate uses within discovery -- since some of this information will also contain trade secrets and other discussions of my client's business, you know, valuation models, methods of making money and so on -- that, you know, we will seek out the appropriate remedy if the information that was used through the -- obtained through the courts is then misused or shared in an inappropriate manner or if it determines that my client was forced to do this deposition and then the information then was used for other means.

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

```
Page 7
 1
                      MR. MOODY: And I have asked Jason Charles
       if he's got any rule, regulation, statute, case law,
       anything that places the limitations on the use of a
       deposition in terms of simply posting excerpts of same
       on the Internet as it relates to an issue of public
       concern, then for him to provide that to me. And if he
       does not, I'm assuming that they -- there is nothing of
       that nature.
                              TIM DARNELL,
10
       having been first duly sworn, testified as follows:
11
                               EXAMINATION
12
       BY MR. MOODY:
13
           Q.
                Can you state your name for the record, please,
14
       sir?
15
                Timothy Spencer Darnell.
           Α.
16
                Have you ever given a deposition before?
           Ο.
17
           Α.
                Yes.
18
           Q.
                On how many occasions?
19
                Probably three.
           Α.
20
                When was the first time?
           Q.
21
                The first was with the Better Business Bureau,
           Α.
22
       our suit against the Better Business Bureau.
                Okay. And when was the second time?
23
           Q.
24
                We gave two -- well, no.
                                            I'm not real sure
           Α.
25
       about that. I would say two with the Better Business
```

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

		Page 8	
1	Bureau.		
2	Q.	Okay. And what's the third?	
3	Α.	This one.	
4	Q.	Okay. You recognize that the court reporter is	
5	taking down everything we say here today?		
6	Α.	Yes.	
7	Q.	And that she'll type it up into a booklet form	
8	and that	you'll be given the opportunity to read and	
9	sign the	deposition. Do you understand that?	
10	A.	Yes.	
11	Q.	Did you sign the other two depositions that	
12	you've given?		
13	A.	I don't recall if I signed them or not. I knew	
14	that they were public record.		
15	Q.	Have you read those depositions?	
16	A.	I have not.	
17	Q.	As you sit here today, are you aware of	
18	anything	that you said during the course of those two	
19	deposition	ons that you want to retract or change?	
20	A.	I don't think so.	
21	Q.	Okay. As a general rule, other than I ask the	
22	questions and you answer them, there aren't that many		
23	rules here today. If you need to take a break, feel		
24	free to	tell me to do so. I'll try to accommodate you	
25	whenever	I can. If you want to talk to your lawyer,	

```
Page 9
 1
       I'll try to accommodate you if I can. The only other
       requirements is that you give a -- I would ask that you
       give a verbal, audible response rather than a nod of the
       head --
           Α.
                Yes.
           Ο.
                -- or things of that nature. And if you don't
       understand any of my questions, stop and tell me so
       because at the end of the day I'm going to assume unless
       you've told me so that you feel like you have understood
10
       my questions and given me a complete answer unless you
11
       state otherwise.
                          Okay?
12
           Α.
                Okay.
13
           Q.
                Have you ever been involved in a lawsuit before
14
       other than the Better Business Bureau suit?
15
                I'm not sure of the definition of a lawsuit.
           Α.
16
       I've had -- I've been accused and not gone to court.
17
                Well, --
           Ο.
18
           Α.
                So I don't know if that's a lawsuit or --
19
                Okay. Accused of what?
           Q.
20
                A guy wanted his money back in a company I was
           Α.
21
       working with 12 years ago, probably.
22
           Q.
                What was the name of that company?
23
                Tru Dynamics.
           Α.
24
                That's Tru, without an "E" on it?
           0.
25
                Correct, uh-huh.
           Α.
```

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

1/12/2009

```
Page 10
 1
                 And was the claim against the company or the
           Ο.
       claim against you individually?
                 Against me.
           Α.
                 And what was the claimant's name?
           Ο.
           Α.
                 I couldn't tell you.
 6
           0.
                 And where was that case filed?
 7
           Α.
                 It was in -- I'm not really -- probably Collin
 8
       County, but I'm not sure. The case was dropped, so he
       dropped the case.
10
           0.
                 Did you have a lawyer representing you in the
11
       case?
12
                 I had an advisor at the time, a legal advisor.
           Α.
13
           Q.
                 Who was that?
14
           Α.
                 His name was Mike Dudley.
15
                 D-U-D-L-E-Y?
           Ο.
16
                 Uh-huh.
           Α.
17
                 And does he have a firm?
           Ο.
18
           Α.
                 No, he's deceased.
19
                 Okay. Do you have a lawyer in this case?
           Q.
20
                 Yes, I do.
           Α.
21
                 More than a legal advisor?
           Q.
22
           Α.
                 Yes.
23
                 Okay. Just wanted to make sure we were talking
           Q.
24
       the same language.
25
           Α.
                 Right.
```

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

```
Page 11
 1
                And the -- how much money was involved in that
           Ο.
       lawsuit?
                I think $10,000. I'm not sure. It may have
           Α.
       been less, may have been -- maybe 9, I'm not sure.
           Q.
                Did you file any affidavits in that lawsuit?
 6
           Α.
                I did, yes.
 7
                      (Exhibit No. 1 was marked.)
 8
                (BY MR. MOODY) Let me show you a copy of
           Ο.
       Exhibit No. 1 and ask if -- first off, let me ask if
10
       you -- can you identify Exhibit No. 1?
11
                      MR. MOODY: Let's go off the record until
12
       he's ready to respond.
13
                       (Break was taken from 10:19 a.m. to 10:25
14
       a.m.)
15
                (BY MR. MOODY) Can you identify what's been
16
       marked as Exhibit No. 1?
17
                Yes.
           Α.
18
           Ο.
                What is it?
19
                This is my affidavit in response to that case.
           Α.
20
                And it makes -- does it state anywhere in here
           Ο.
21
       who the claimant was? Let me ask you this:
22
       reference to Jenevein and Flagg. Do you know who those
23
       people are?
24
                I think they were the attorneys for the
25
       gentleman. I can see his face, I just can't think of
```

Page 12 1 his name right now. Okay. And is that your signature on the last Q. page of Exhibit 1? Yes, it is. Α. 0. And are all the statements contained in this affidavit true and correct? I did a cursory reading, but I would say Α. Yeah. 8 so, yes. Ο. Okay. And the outcome of that lawsuit was that 10 it just went away? 11 Α. Yes, sir. 12 Nobody paid you anything and you paid nobody Ο. 13 anything? 14 Α. Correct. 15 Have any of your companies ever been involved Ο. 16 in litigation while you were actively involved in those 17 companies? 18 Α. Ones I owned or didn't own? 19 Let's -- I tell you what, let's do a quick -- I Q. 20 know that you got out of Texas Tech University in 1980, 21 correct? 22 Α. Correct, yes. 23 And what was your degree in? Ο. 24 Α. Sociology and psychology. 25 Okay. And I know that you -- are you still Ο.

Page 13 1 part of a musical group known as Dreamer? We haven't officially disbanded, but we have been -- I performed for years. And when's the last time that y'all performed Ο. as a group? Α. Oh, boy, probably been three years. 7 Ο. Okay. And when's the last time that you've 8 performed individually? Α. Sunday before last. 10 And where was that? Ο. 11 At Cottonwood Creek in Denison. Α. 12 Cottonwood Creek what? Q. 13 Α. Church. Cottonwood Creek Baptist Church. 14 Q. Is that the church that you attend on a regular 15 basis? 16 Not the Denison one. I just led services there Α. 17 in Denison. That's the new church that just got set up. 18 Ο. Okay. What's your date of birth? 19 Α. 7-15-54. 20 Q. And where were you born? 21 Α. Cisco, Texas. 22 Q. And is that where you grew up? 23 Α. No. We -- dad had a church there. My dad's a 24 minister. Grew up mainly in North Carolina; 25 Fayetteville, North Carolina.

U.S. LEGAL SUPPORT, INC. DALLAS, TEXAS 214-741-6001

```
Page 14
 1
                What years did you live there?
           0.
                 I think I was eight, so '62 to -- '62 to '77, I
           Α.
       want to say.
                And is that when you went off to college?
           Q.
           Α.
                When I left?
 6
           Q.
                '77, right.
 7
                      Well, I still lived at home when I went to
           Α.
 8
       college at Methodist -- Western Carolina University for
       a year and then Methodist College for two years.
10
           0.
                 And when did you first go to Texas Tech?
11
           Α.
                 '78.
12
                 And you were there for the -- until I guess May
           Q.
13
       of '80?
14
           Α.
                Correct, yes.
15
                And I'm sorry, what did you say your degree was
           Ο.
16
       in?
17
                 Sociology major and psychology minor.
           Α.
18
           Ο.
                 Okay. And how did you go about earning an
19
       income after leaving college? Let's just walk through
20
       all the companies and enterprises that you've been a
21
       part of.
22
                 Well, during college I sold vacuum cleaners for
23
       Electrolux.
24
                 Okay. What was your next job?
           Ο.
25
                 I worked for two different photo companies,
           Α.
```