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3	Reno, NV 89511			
4	Voice 775.786.6111 Electronically Filed Fax 775.786.9797 Jun 28 2012 03:06 p.m			
5	Tracie K. Lindeman  Attorney for John Iliescu, Jr., Sonnia Iliescu  Clerk of Supreme Cour			
6	Attorney for John Iliescu, Jr., Sonnia Iliescu Individually and as Trustees of the John Iliescu, Jr. & Sonnia Iliescu 1992 Family Trust			
7	IN THE CURRENT COURT OF A TECT OF MEYARA			
8	IN THE SUPREME COURT of the STATE OF NEVADA			
9				
10	JOHN ILIESCU, JR.; SONNIA SANTEE ILIESCU; JOHN ILIESCU JR. and			
11	SONNIA SANTEE ILIESCU as TRUSTEES of the JOHN ILIESCU, JR. and SONNIA ILIESCU 1992 FAMILY TRUST			
13	Cross-Appellants,			
14	Vs. Case No 60036			
15	HALE LANE PEEK DENNISON & HOWARD PROFESSIONAL CORP.,			
16	Cross-Respondents/			
17	AND RELATED APPEAL /			
18	MOTION TO REMAND			
19	Cross-Appellants above-named, through counsel, Gordon M. Cowan, Esq.,			
20	move to remand the Cross Appeal filed January 19, 2012 in the Nevada Supreme Court			
21	by JOHN ILIESCU, JR., SONNIA SANTEE ILIESCU, JOHN ILIESCU JR. and SONNIA			
22	SANTEE ILIESCU as TRUSTEES of the JOHN ILIESCU, JR. and SONNIA ILIESCU			
23	1992 FAMILY TRUST JOHN ("Iliescu"), back to the Second Judicial District Court, Case			
24	No. CV07-00341, Dept. 10 ("District Court"), for decision.1			
25	This motion is based on the "Order Certifying Intent to Grant Motion for			
26				
27 28	<sup>1</sup> Iliescu's Notice of Cross Appeal was filed January 17, 2012 in the Second Judicial District Court in consolidated case no. CV07-00341 (consolidated with CV10-01012) and was transmitted to the Nevada Supreme Court January 19, 2012.			
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# Background

P.3d 453, 455-56 (2010).

These consolidated cases were initiated when a California based architect (Steppan) sought \$2+ million in professional architectural fees (on a "contract" not "earned" basis) in a mechanics' lien claim he pursued against Iliescu. Iliescu never contracted for Steppan's services. Iliescu merely owns the property against which Steppan pursues his mechanics lien. Iliescu had sold the property to the one who dealt directly with Steppan. Iliescu received the property back when the purchaser could not perform the terms of the purchase. Iliescu received it back with the lien in place.

at **EXHIBIT 1** attached. This motion is made in accordance with Foster v. Dingwell, 228

Reconsideration" entered June 7, 2012 in District Court, a copy of which is

Iliescu had hired purportedly top-notch real estate transaction lawyers to help protect his interests in the sale of the property. The lawyers neglected to cause a "notice of nonresponsibility" to be filed which could have protected their clients' (Iliescu's) interests against the very mechanics' lien that Iliescu now faces. The lawyers also made changes in the sales transaction which transformed their clients Iliescu into persons who were no longer considered "disinterested" and who could no longer obtain protection against a lien from such a notice.

Following the filing of the mechanics' lien claim against Iliescu, Iliescu answered the complaint and filed a third party action against the lawyers for professional negligence. The lawyer defendants remaining in the case are the cross-respondents above-named ("Hale Lane").

The Hon. Brent Adams stayed the professional negligence matter against Hale Lane until the underlying mechanics lien claim was completely litigated. In a recent affidavit by the Hon. Brent Adams, he states,

"[t]hat claims against individual lawyers sued for professional negligence were dismissed, and that *claims against the* 

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defendant law firm was stayed "for all purposes, including discovery and trial, pending the final resolution of all claims asserted by plaintiffs against defendants."

See Judge Adams' Affidavit at **EXHIBIT 2** attached. Emphasis added.

But the underlying lien claim was never fully litigated before Hale Lane's counsel sought summary judgment on the professional negligence claims after the matter was reassigned from the Hon. Brent Adams to the Hon. Steve Elliott. Judge Elliott granted Hale Lane's summary judgment motion September 2, 2011 not knowing of the "stay."

When Judge Elliott was recent advised of Judge Adams' "stay" of the professional negligence matter against Hale Lane, Judge Elliott entered the order certifying his intent to grant Iliescu's Motion for Reconsideration on the subject. See Judge Elliott's Order at **EXHIBIT 1** attached.

### Reviewing Standard

The Nevada Supreme Court maintains discretion to grant or deny a motion seeking remand of an appeal back to the district court. See *Mack-Manley v. Manley*, 122 Nev. 849, 856, 138 P.3d 525, 530 (2006).

This Court recently clarified the remand procedure to be employed by a party where it has become clear that the District Court is inclined to grant relief requested. *Foster v. Dingwall*, 228 P.3d 453, 455-56 (Nev. 2010). Once the District Court has certified its intent to grant the requested relief, it remains appropriate to move the Nevada Supreme Court for remand to allow the District Court to enter its order granting the requested relief. *Id.* If the only issue on appeal is the issue for which certification occurred, the appeal may be dismissed. *Id.* Otherwise, where the appeal has raised

<sup>&</sup>lt;sup>2</sup> Judge Elliott also denied Iliescu's Motion for Reconsideration (brought for other reasons by prior counsel) on October 19, 2011.

additional issues, the Nevada Supreme Court may order a limited remand solely to address the certified issue. *Id.* 

#### **Discussion**

Cowan Law Office P.O. Box 17952 Reno NV 89511 Ph. 775.786.6111 When Judge Elliott (in Dept. 10) entered summary judgment in favor of the cross-respondent, he was without the benefit of knowledge as to what Judge Adams (Dept 6) intended when he managed the progression of the case when in his department many years. Judge Adams stayed the professional negligence third party suit commensurate with the ruling in *Semenza v. Nevada Med. Liability Ins. Co.*, 104 Nev. 666, 667–68, 765 P.2d 184, 185 (1988) where damages in a professional negligence claim are not known until after the resolution of the underlying claim giving rise to the professional negligence.

Judge Adams' stay remained effective not just when Judge Adams retained the case but also at all times thereafter until the lien claim would become resolved in its entirety. The stay imposed by Judge Adams was never lifted before Hale Lane sought its definitive relief against Iliescu, contrary to Judge Adams' stay.

The district court's advisory order at **EXHIBIT 1** follows the process set forth in *Huneycutt v. Huneycutt*, 94 Nev. 79, 575 P.2d 585 (1978). The district court recognized its lack of jurisdiction to rule on Iliescu's reconsideration motion while divested of authority during this appeal. See NRS § 177.155. Yet, the district court (Judge Elliott, Dept. 10) has stated his clear intent to grant reconsideration once the case is remanded from this Court, back to district court.

Iliescu's Motion for Leave to File Motion for Reconsideration provided Judge Elliott (Dept. 10) the new evidence establishing a necessary reason to reconsider his summary judgment order against Iliescu, which principally came from the Affidavit of Hon. Brent Adams.

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#### **Conclusion**

Although Iliescu did nothing wrong, nor did they harm others, the Iliescu family is, nevertheless, being called upon to pay the debts of others. Iliescus' lawyers, who did not advise them on how best to protect themselves from liens, unfairly skirted responsibility when obtaining summary judgment on that part of the case that was to have remained "stayed" to the conclusion of the architect's lien claim, according to Judge Adams. The Iliescus are not deserving of such harsh results from Nevada courts.

For these reasons, Iliescu respectfully requests the Court remand his appeal back to district court based on Judge Elliott's order certifying his intent to grant Iliescu's Motion for Reconsideration on the subject. See **EXHIBIT 1** attached.

RESPECTFULLY, this 28th day of June 2012

GORDON M. COWAN, ESQ. (Nev. 1781) LAW OFFICE OF GORDON M. COWAN

s/

Attorneys for Plaintiffs

#### PRIVACY AFFIRMATION

The undersigned does hereby affirm that the within document does NOT contain the social security number of any person.

s/

Gordon M. Cowan

Cowan Law Office P.O. Box 17952 Reno NV 89511 Ph. 775.786.6111

#### **CERTIFICATE OF SERVICE** 1 Pursuant to NRAP 25(d), I certify that I am employed at 10775 Double R Blvd., 2 Reno, Nevada 89521, and on this date I electronically filed a true and correct copy of 3 the foregoing document with the Clerk of the Court by using the ECF system, which 4 5 served the following parties electronically: 6 MICHAEL D. HOY DAVID R. GRUNDY 7 ALICE CAMPOS MERCADO **GREGORY F. WILSON** 8 and, on this date I served the individuals / parties listed below by: 9 Placing an original or true copy thereof in a sealed envelope with postage 10 prepaid in the United States Mail at Reno, Nevada, following ordinary business practices; 11 Personal delivery; 12 Facsimiles to: 13 Mike Hoy, Esq., Mike Kimmel, Esq. 775.786.7426 David Grundy, Esq., Alice Mercado, Esq. 775.786.9716 14 Gregory Wilson, Esq. 775.786.7764 15 Reno-Carson Messenger Service; 16 Certified Mail with Return Receipt Requested. 17 addressed as follows: 18 David Wasick 19 879 Mahogany Dr. Minden NV 89423 20 21 DATED June 28, 2012 s/ 22 G.M. Cowan 23 24 25

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# Exhibit 1

### FILED

Electronically 06-07-2012:03:42:18 PM Joey Orduna Hastings Clerk of the Court Transaction # 3004205

IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA

IN AND FOR THE COUNTY OF WASHOE

\* \* \*

JOHN ILIESCU, JR. and S

JOHN ILIESCU, JR. and SONNIA ILIESCU, as Trustees of the JOHN ILIESCU, JR. AND SONNIA ILIESCU 1992 FAMILY TRUST AGREEMENT; JOHN ILIESCU, individually; DOES I-V, inclusive; and ROE CORPORATIONS VI-X, inclusive,

Defendant.

Plaintiffs,

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15 | vs.

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16 MARK B. STEPPAN,

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20 AND RELATED MATTERS.

Case No:

CV07-00341

(Consolidated with CV07-01021)

Dept. No.: 10

# ORDER CERTIFYING INTENT TO GRANT MOTION FOR RECONSIDERATION

Presently before the Court is a Motion for Leave to file Motion for Reconsideration; or, Alternatively, Motion for Relief from Order entered September 1, 2011 Granting Third-Party Defendant's Motion for Summary Judgment filed by Plaintiffs JOHN ILIESCU, JR. AND SONNIA ILIESCU, AS TRUSTEES OF THE JOHN ILIESCU, JR. AND SONNIA ILIESCU 1992 FAMILY TRUST AGREEMENT AND JOHN ILIESCU, INDIVIDUALLY ("Iliescu"), on March 1, 2012. Following, on March 30, 2012, Third Party Defendant HALE LANE PEEK DENNISON AND HOWARD PROFESSIONAL CORPORATION ("Hale Lane") filed an Opposition to

Iliescus' Second Motion for Leave to File Motion for Reconsideration. Thereafter, on April 24, 2012, Plaintiffs filed a Reply in Support of Motion for Leave to File Motion for Reconsideration. That same day, on April 24, 2012, Plaintiffs filed a Request for Submission, thereby submitting the matter for the Court's consideration.

On December 22, 2011, Defendant Steppan filed a Notice of Appeal, appealing this Court's Order Granting Third-Party Defendant Hale Lane's Motion for Summary Judgment Regarding Third-Party Claims by John Iliescu entered in this action September 1, 2011.

Pursuant to NRS 177.155, the Nevada Supreme Court has sole jurisdiction over a matter from the time an appellant files a Notice of Appeal until the Remittitur issues to the district court. *Buffington v. State*, 110 Nev. 124, 126, 686 P.2d 643, 644 (1994). A motion for reconsideration is not a tolling motion pursuant to NRAP 4(a)(2), and the district court thus lacks jurisdiction to grant a motion for reconsideration after a timely notice of appeal has been filed. *Chapman Industries v. United Ins. Co. of America*, 110 Nev. 454, 458, 874 P.2d 739, 741 (1994) (citing *Alvis v. State, Gaming Control Bd.*, 99 Nev. 184, 660 P.2d 980 (1983)).

Based on the above distinctions, this Court lacks jurisdiction to grant Plaintiffs' Motion for Reconsideration. Nonetheless, the Nevada Supreme Court has held that a district court may certify its intent to grant a motion for reconsideration if it would be inclined to do so following remand by the Nevada Supreme Court. *See Huneycutt v. Huneycutt*, 94 Nev. 79, 575 P.2d 585 (1978); *Foster v. Dingwall*, \_\_\_\_ Nev. \_\_\_\_, 228 P.3d 453 (2010) (clarifying and more fully explaining the certification process announced in *Honeycutt*).

After having reviewed the evidence presented in Judge Adams' Affidavit, the Court is inclined to Grant Leave to File Motion for Reconsideration of its September 1, 2011 Order Granting Third-Party Defendants' Motion for Summary Judgment. Accordingly, the Court hereby certifies its intent to grant the requested relief pursuant to *Huneycutt v. Huneycutt*, 94 Nev. 79, 575 P.2d 585.

NOW, THEREFORE, IT IS HEREBY ORDERED that the Court certifies its intent to **GRANT** Plaintiffs' Request for Leave to File Motion for Reconsideration.

**DATED** this \_\_\_\_\_ day of June, 2012.

STEVEN P. ÉLLIOTT District Judge

## **CERTIFICATE OF MAILING**

I hereby certify that I electronically filed the foregoing with the Clerk of the Court by using the ECF system which served the following parties electronically:

GREGORY WILSON, ESQ. for JOHN SCHLEINING

ALICE CAMPOS MERCADO, ESQ. for KAREN DENNISON, JERRY SNYDER, R. HOWARD, HALE LANE PEEK DENNSION HOWARD

THOMAS HALL, ESQ. for TRUSTEE OF THE JOHN ILIESCU, JR. & SONNIA ILLIESCU, JOHN ILIESCU, JR., SONNIA ILIESCU

DAVID GRUNDY, ESQ. for KAREN DENNISON, HOLLAND & HART, LLP, JERRY SNYDER, R. HOWARD, HALE LANE PEEK DENNISON HOWARD

MICHAEL HOY, ESQ. for MARK STEPPAN

STEPHEN MOLLATH, ESQ. for JOHN ILIESCU, JR., SONNIA ILIESCU

**DATED** this \_\_\_\_\_\_ day of June, 2012.

HEIDI HOW<del>DE</del>N Judicial Assistant

# Exhibit 2

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	6	IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA			
	7	IN AND FOR THE COUNTY OF WASHOE			
	8				
	.	JOHN ILIESCU JR., SONNIA SANTEE ILIESCU, AND JOHN ILIESCU JR. AND	CASE NO.: CV07-00341 (Consolidated with Case No. CV07-01021)		
	-    1	SONNIA ILIESCU AS TRUSTEES OF THE JOHN ILIESCU, JR. AND SONNIA	DEPT. NO.: 6		
	2 I	LIESCU 1992 FAMILY TRUST,	AFFIDAVIT OF HON. BRENT ADAMS IN SUPPORT OF MOTION FOR		
1		Applicants,	RECONSIDERATION		
1.	4	VS.			
1:	N	MARK B. STEPPAN,			
16		Respondent.			
17	$\sqrt{N}$	IARK STEPPAN,			
18		Plaintiff, vs.			
19		OHN ILIESCU, JR. and SONNIA			
20	IL	IESCU, as Trustees of the JOHN IESCU, JR., AND SONNIA ILIESCU			
21	∥ JO	92 FAMILY TRUST AGREEMENT; PHN ILIESCU, individually; DOES I-			
22	CC	inclusive; and ROE DRPORATIONS VI-X, inclusive.	•		
23		Defendants.			
24					
25	AN —	ID RELATED ACTIONS/			
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STATE OF NEVADA COUNTY OF WASHOE

I, Brent Adams, affiant herein, do hereby swear under penalty of perjury that the assertions of this Affidavit are true.

: ss.

)

- 1. I am a Judge in Department 6 of the Second Judicial District Court of the State of Nevada.
- 2. On February 22, 2008, I conducted an in-chambers case management conference in the above-referenced consolidated cases. Counsel representing all parties were present. After discussion off the record, I ordered that: (a) the issue whether the property owner was entitled to a pre-lien notice would be determined by cross-motions for partial summary judgment; (2) that counsel for the property owner and lien claimant would confer about additional discovery on the pre-lien issue; (3) upon disposition of the cross-motions for partial summary judgments, the lawyers would discuss additional case management; and (4) the property owner's claims against third-parties (for indemnity and professional negligence) were stayed pending disposition of the cross-motions for partial summary judgment.
- As discussed in the February 22, 2008 pretrial conference, on March 7, 2008, counsel 3. filed a stipulation, upon which I entered an order, that claims against individual lawyers sued for professional negligence were dismissed, and that claims against the defendant law firm was stayed "for all purposes, including discovery and trial, pending the final resolution of all claims asserted by plaintiffs against defendants."
- Although the Court did not enter a written order under NRCP 16.1(f) designating the 4. case as "complex litigation," the February 22, 2008 conference was a NRCP 16 pretrial conference for purpose of managing the consolidated cases and staging discovery. At all times, your

undersigned District Court Judge and the lawyers practicing before me treated the case as one managed by the Court under Rule 16. The Court did not expect any party to file an early case conference report under Rule 16.1(e)(2).

- 5. When the Court entered its Order granting Steppan's motion for summary judgment, it meant that Steppan prevailed substantively on the main issue presented to the Court in both of the cases that had been consolidated. That is, the Court found that the Mechanic's Lien should not be released as it was a valid and lawful lien on the real property and the only issue remaining was the amount of the Mechanic's Lien.
- 6. Consistent with the February 22, 2008 order in chambers, the parties set a settlement/status conference for January 14, 2010.
- 7. On August 31, 2010, in accordance with the Court's order regarding the management of the case and counsel agreement, counsel set the matter for trial.

#### AFFIRMATION

#### Pursuant to NRS 239B.030

The undersigned does hereby affirm that the preceding document filed in the above-entitled case does not contain the social security number of any person.

DATED this \_\_\_\_\_ day of November, 2011.

HON. BRENT ADAMS

SUBSCRIBED AND SWORN to before me

this day of November, 2011.

NOTARY PUBLIC

CATHY HILL
Notary Public - State of Nevada
Appointment Recorded in Washoe County
No: 89-23547-2 - Expires July 22, 2015