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8	IN THE SUPREME COURT OF THE STATE OF NEVADA
9	JOHN AND MELISSA FRITZ,
10	
11	Plaintiff-Appellants,
12	vs. CASE NO. 67660
13	WASHOE COUNTY
14	WASHOE COUNTY,
15	Defendant-Respondent,
16	/
17 18	APPELLANT'S REPLY BRIEF
18	COMES NOW the Appellant(s), JOHN AND MELISSA FRITZ,
20	a married couple (hereinafter "the Fritzes") by and through the
21	undersigned counsel, and hereby file the following Appellant's Reply
22	Brief pursuant to Nevada Rule of Appellate Procedure ("NRAP")
23	28(c), in reply to the September 21, 2015 Answering Brief of
24	Respondent Washoe County.
25	Respondent washoe County.
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1	NRAP 26.1 DISCLOSURE
2	The undersigned counsel of record certifies that the following
3	are persons and entities as described in NRAP 26.1(a), and must be
4	disclosed. These representations are made in order that the judges of
5	this court may evaluate possible disqualification or recusal:
6 7	John and Melissa Fritz, a married couple – Appellants.
8	Washoe County, a political subdivision of the State of Nevada –
9	Respondent.
10	Attorney of record for John and Melissa Fritz
11	Respectfully submitted this Friday, September 25, 2015.
12	
13	By: A. Busting
14	Luke Busby, Esq.
15	Nevada Bar No. 10319
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I. Washoe County's Statement of the Issues states that the District Court came to conclusions that it did not reach

Washoe County's Answering Brief describes the issues in his case as follows: (1) Whether the District Court was correct that Washoe County's involvement in the development of Lancer Estates and Monte Rosa was not inverse condemnation; (2) Whether the District Court was correct that no injury rising to the level of inverse condemnation occurred; and (3) Whether the District Court was correct that the Fritzes lacked standing to bring an inverse condemnation claim. (Answering Brief at page 1 and 2). The District Court's Order does conclude that inverse condemnation is not a legally viable theory in this case and that by approving the subdivision maps and dedications there was no substantial involvement in the development of Lancer or Monte Rosa through which inverse condemnation liability may apply (Appx. Vol. 1 at 5). However, the District Court did not specifically reach the conclusions that the Fritzes suffered no injury rising to the level of inverse condemnation or that the Fritzes lacked standing to bring an inverse condemnation claim. Notwithstanding, the Fritzes will respond to the arguments made by Washoe County in its Answering Brief below.

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II. Washoe County is liable to the Fritzes the inverse condemnation of their Property¹

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¹ "Property" or "Subject Property" means the Fritzes property at
²⁷
¹ 4400 Bihler Rd., Washoe County APN No. 142-241-63 which is the
²⁸ subject of the dispute in this case.

Washoe County argues variously that it only approved subdivision maps and accepted dedications of privately built roadways and water-drainage system, that it was not significantly involved in the private developments at issue, and that it did not take any affirmative action directed towards the Fritzes Property. (Answering Brief at page 6) Washoe County also argues that the holding in *County of Clark v. Powers*, 96 Nev. 497 (Nev. 1980) should bar the Fritzes claim because Washoe County did not design, engineer, or construct anything that resulted in water being diverted onto the Fritzes Property. (Answering Brief at 11)

The *County of Clark v. Powers* Court held that liability would follow where a county:

.... participated actively in the development of these lands, both by its own planning, design, engineering, and construction activities and by its adoption of the similar activities of various private developers as part of the County's master plan for the drainage and flood control of the area. *Id.* at 500.

The economic costs incident to the expulsion of surface waters in the transformation of Lancer Estates and Monte Rosa from rural and semirural areas into suburban communities should not be borne solely by the Fritzes. *Id.* at 503.

The Fritzes described in detail Washoe County's participation in and adoption of the activities of various private developers during the development of Lancer Estates and Monte Rosa in their Opposition to Washoe County's Motion for Summary Judgment (Appx. Vol. 1 at 99) and in the Channel Study provided by the Fritzes expert Clark Stoner

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P.E. (Appx. Vol. 1 at 131). Washoe County's position that it had nothing to do with these developments is belied by the facts presented by the Fritzes to the District Court, including but not limited to the following facts, which show that Washoe County's participation in the development of Lancer Estates and Monte Rosa was substantial and went beyond approving subdivision maps and accepting dedication of drainage facilities:

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(1) The document at Appx. Vol. 1 at 150, which is a letter from CFA engineering to the Washoe County Engineering Division responding to issues raised by Washoe County at a meeting regarding the development of Lancer Estates, shows in paragraph 6 that Washoe County permitted Lancer Estates to be developed without detention ponds that could have prevented flooding on the Fritzes' Property that storm flows from Lancer Estates will be directly discharged into Whites Creek, and that "increased runoff caused by this development will not be retained on site;"

20 (3) In 1994 Washoe County commissioned a study, the "Cella Bar Study" at Appx. Vol. 2 at 229, which shows that Washoe 22 County was aware of the problems in Whites Creek No. 4 23 because the Cella Bar Study identified Whites Creek No. 4 as a 24 problem area, but chose to allow development to continue at 25 Lancer Estates and Monte Rosa unabated; 26

(4) The documents at Appx. Vol. 3 at 456 (which is a letter 27 from Nevada Department of Transportation ("NDOT") to the 28

Washoe County Engineer describing the planned diversion of water across Lancer Estates) and Appx. Vol. 2 at 325 (which is a page of the Hydrology Report for Lancer Estates Unit 10² that shows that Lancer Estates was built in accordance with the agreement between NDOT and Washoe County to divert water) show that Washoe County directed the developers of Lancer Estates to divert water from Mt. Rose highway into Whites Creek No. 4 across the Fritzes Property; and

(5) The documents at Appx. Vol. 3 at 491 to 508, which are the acceptance of dedication documents for Lancer Estates, shows that Washoe County now owns the drainage facilities in Lancer Estates that covey water from the development across the Fritzes' Property.

Contrary to Washoe County' arguments, the facts demonstrate 16 that Washoe County took actions related to development of Lancer 17 Estates and Monte Rosa that were directed at the Fritzes Property, as 18 19 the water that Washoe County ordered the developers of Lancer 20 Estates to divert flows from Mt. Rose Highway through Lancer 21 Estates and across the Fritzes Property is the cause of the damages 22 about which the Fritzes complain. As stated in the affidavit of the 23 Fritzes expert Clark Stoner P.E., (Appx. Vol. 1 at 148) prior to the 24

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²⁶ ² In its Answering Brief, Washoe County admits that it accepted
²⁷ dedication of the roadways and drainage systems in Lancer Estates
²⁸ Unit 10 after the Fritzes purchased the Property in 2001. (Answering
²⁸ Brief at page 21).

development of Lancer Estates, the predevelopment runoff from the Lancer Estates area entered Whites Creek below the Fritzes Property. Stoner also concluded that the stormdrain system at Monta Rosa ties into the stormdrain system in Lancer Estates, i.e. the ongoing development of Monte Rosa is contributing to the flooding on the Fritzes Property. (Appx. Vol. 1 at 134 fn 14) The Fritzes also presented substantial argument and evidence to the District Court that the development of Lancer Estates and Monte Rosa was carried out in 10 accordance with Washoe County's master plan for drainage and flood 11 control of the area. (Appx. Vol. 1 at 103-110)

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12 Washoe County cites Gutierrez v. County of San Bernardino, 198 Cal. 13 App. 4th 831 (Cal. App. 4th Dist. 2011) in support of the proposition 14 that if an inverse condemnation claim were based solely on the 15 allegation that the county owned the real property in question liability 16 would not be imposed. (Answering Brief at page 13) The Court in 17 Gutierrez found that an action for inverse condemnation lies when 18 19 there is actual physical injury to real property proximately caused by a 20 public improvement as deliberately designed and constructed whether 21 said physical injury is foreseeable or not. Id. at 837. The Gutierrez 22 Court concluded that the public improvement in question in that case 23 did not expose the plaintiffs' properties to a risk of flooding that did 24 not otherwise exist, and thus denied the claim for inverse 25 condemnation. Id. at 850. The Fritzes case is distinguishable from 26 *Gutierrez* because the Fritzes have put forth the testimony of an expert 27 28 witness stating that the cause of the increased flooding on the Fritzes

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25 26 Property is the development of Lancer Estates and Monte Rosa, and other evidence that Washoe County participated substantially in the development of Lancer Estates and Monte Rosa. (Appx. Vol. 1 at 131) At a minimum, a genuine issue of material fact exists as to the cause of the increased flooding under the standard put forth by the *Gutierrez* Court.

Washoe County also cites Marilyn Froling Revocable Living Trust v. Bloomfield Hills Country Club, 283 Mich. App. 264 (Mich. Ct. App. 2009) in support of the proposition that if an inverse condemnation claim were based solely on the allegation that a local government approved construction plans, liability would not be imposed. (Answering Brief at page 14) The Fritzes case against Washoe County is also not analogous to the fact pattern in the Marilyn Froling matter because the evidence described above and presented to the District Court shows that Washoe County's involvement go beyond the fact that Washoe County approved the building plans for Lancer Estates and Monte Rosa.

III. The evidence shows that the damages to the Fritzes Property are substantial and continuing

Washoe County argues that pursuant to the holding in *Buzz Stew*, *LLC v. City of N. Las Vegas*, 341 P.3d 646 (Nev. 2015), the flood damages to the Fritzes Property are "relatively minor" and do not constitute a taking. (Answering Brief at page 15-16)

The Court in *Buzz Stew* determined that because there was no showing of substantial injury that the trial court did not err in

determining that a taking had not occurred. Id. at 651. Buzz Stew does not apply in this case because the Fritzes have made a clear showing of substantial in injury to the District Court, supported by: (1) the affidavit of John Fritz (Appx. Vol. 1 at 123), which details the damages to the Fritzes Property and includes pictures of flooding occurring on the Property (Appx. Vol. 1 at 125-129); and (2) the Channel Study and affidavit of Clark Stoner P.E. (Appx. Vol. 1 at 131 and 148) which details that the Fritzes have increasing stormwater discharges across their Property since the development of Lancer Estates and Monte 10 11 Rosa and that absent corrective measures a flooding event on the 12 Fritzes Property will likely be disastrous. (Appx. Vol. 1 at 147). 13

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The Channel Study authored by the Fritzes expert Clark Stoner P.E. draws the following conclusion:

The facts reveal that the cause of flooding on the Subject Parcel is not due to recurring 100-year flood events, but is the result of alterations of the floodplain upland from the Subject Parcel. Washoe County has been aware of the flood hazard crossing the Subject Parcel since 1984, when the County adopted the Flood Hazard Reduction Ordinance. Instead of reducing the flood hazard on the Subject Parcel, development of Lancer Estates included obstructing the floodplain and forcing it north, which has caused repeated flooding on the Subject Parcel and has made the flood hazard more severe. Absent corrective measures, flooding on the Parcel will continue, and when the 100-year flood event planned for during design of Sterling Ranch finally occurs, damages to the Subject Parcel will likely be disastrous. (Appx. Vol. 1 at 142)

Washoe County's assertions that the damages to the Fritzes 27 Property are "relatively minor" and do not constitute a taking are 28

contradicted by the evidence presented to the District Court by the Fritzes. A taking occurs when property is subjected to intermittent, but inevitable flooding which causes substantial injury, which is exactly what the Fritzes have shown has occurred on their Property. *United States v. Cress*, 243 U.S. 316, 328 (1917) and *County of Clark v. Powers*, 96 Nev. 497, 502 (Nev. 1980).

V. The Fritzes have standing to bring an inverse condemnation claim against Washoe County.

Washoe County argues that, pursuant to the holding in *Argier v. Nevada Power Co.*, 114 Nev. 137 (Nev. 1998), that property owners lack standing to assert an inverse condemnation claim for actions that occurred before their ownership. (Answering Brief at page 19). In *Argier,* this Court found, in the context of a case where a power company sought to install power lines that a claim for inverse condemnation does not run with the land, but vests at the time the land is entered - i.e. when the power company physically occupied the land to install the power lines. *Id.* at 140:

We hold that equity mandates vesting occurs when the condemning agency enters into possession of the landowner's property. *Id.* at 141

Washoe County's Answering Brief does not address the "entry"
standard in the *Argier* case. The taking of the Fritzes Property vested
due to a physical invasion of storm waters, not when Washoe County
first approved of the building plans for Lancer Estates and Monte
Rosa, as can be implied from Washoe County's arguments. (Answering

Brief at page 21) While Washoe County argues that the Fritzes lack standing to bring a claim for inverse condemnation against Washoe County for any action that occurred before 2001 (Answering Brief at page 19), as argued in the Fritzes Opening Brief at page 12 line 27, and as described in detail in the Channel Study by the Fritzes expert (Appx. Vol. 1 at 131) many of the actions of Washoe County complained of by the Fritzes occurred after they purchased the Property. Thus, by Washoe County's own interpretation of the holding in *Argier*, summary judgment on the entire case should not have been granted by the District Court because many of the actions of Washoe County complained of and that are causing the flooding on the Fritzes Property occurred after they purchased the Property in 2001.

Washoe County also argues that, pursuant to the finding in *McCarran Int'l Airport v. Sisolak*, 122 Nev. 645 (Nev. 2006), a taking claim accrues when the government entity action underlying the claim occurs. (Answering Brief at 20) The *McCarran Int'l Airport v. Sisolak* case involved a regulatory taking of airspace via an ordinance. *Id.* at 650. The *McCarran Int'l Airport v. Sisolak* decision did not upend the ruling in *Argier* that an inverse condemnation claim vests when physical occupation occurs. The *McCarran Int'l Airport v. Sisolak* decision bears little resemblance to the case before this Court as it is related to regulatory takings by the establishment of ordinances that interfere with property rights and not flooding. *Id.* at 670.

Washoe County argues that the Fritzes have failed to show how and when distinct parts of the development of Lancer Estates and

Monte Rosa have damaged their Property. (Answering Brief at page 21-22) The U.S. Supreme Court has addressed the issue of damages and periods of limitation in an inverse condemnation case where flood damages are continuing and cumulative and the precise moment of taking cannot reasonably be determined because the physical occupation takes place over time, which is clearly the case before the Court. The U.S. Supreme Court concluded that the choice to forgo the condemnation process by the Government should not force a property owner into premature or piecemeal litigation, and that the 10 11 Court should avoid procedural rigidities:

The Government could, of course, have taken appropriate proceedings to condemn as early as it chose both land and flowage easements. By such proceedings it could have fixed the time when the property was "taken." The Government chose not to do so. It left the taking to physical events, thereby putting on the owner the onus of determining the decisive moment in the process of acquisition by the United States when the fact of taking could no longer be in controversy. United States v. Dickinson, 331 U.S. 745 at 747-748 (U.S. 1947)

The US v. Dickinson Court further held: 20

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When dealing with a problem which arises under such diverse 21 circumstances procedural rigidities should be avoided. All that 22 we are here holding is that when the Government chooses not 23 to condemn land but to bring about a taking by a continuing process of physical events, the owner is not required to resort 24 either to piecemeal or to premature litigation to ascertain the 25 just compensation for what is really "taken." Id. at 749. 26

Because the flooding on the Fritzes Property is continuing in 27 28 nature, and the fact that the gradual, continuing, and ongoing nature of

the development of Lancer Estates and Monte Rosa, determining the exact date on which physical occupation of the Property that amounted to a taking occurred extremely difficult if not impossible because Washoe County left the taking of the Fritzes Property to "physical events." The primary evidence before the District Court describing these physical events was in the affidavit of John Fritz, which states that since 2002, he was able to easily walk across the Whites Creek No. 4 and that since that time, the creek as increased 10 significantly in size and depth and further erosion and flooding occurs 11 on the Property. (Appx. Vol. 1 at 123) Thus, the facts the District 12 Court had before it describing a physical event that constituted a 13 taking at the Fritzes Property occurred in 2002, after the Property was 14 purchased by the Fritzes. 15

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VIII. CONCLUSION

WHEREFORE, the Fritzes pray that the Court reverse the 18 19 District Court's Order granting summary judgment in this matter. 20 Respectfully submitted this Friday, September 25, 2015.

By: _____ Andre A. Busting_____

Luke Busby, Esq. Nevada Bar No. 10319

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NRAP 28.2 ATTORNEY'S CERTIFICATE

I hereby certify that this brief complies with the formatting requirements of NRAP 32(a)(4), the typeface requirement of NRAP 32(a)(5) and the type style requirements of NRAP 32(a)(6) because this brief has been prepared in a proportionally-spaced typeface using Garamond in 16 point font using Microsoft Word for Mac 2011. I further certify that this brief complies with the page or type volume limitations of NRAP 32(a)(7) because, excluding the parts of the brief exempted by NRAP 32(a)(7)(c), it is proportionately spaced, has a typeface of 14 points or more, and contains 3,284 words.

Finally, I hereby certify that I have read this brief, and to the best of my knowledge, information, and belief, it is not frivolous or interposed for any improper purpose. I further certify that this brief complies with all applicable NRAP, in particular NRAP 28(e), which requires every assertion in the brief regarding matters in the record to be supported by appropriate references to the page and volume number, if any, of the record on appeal. I understand that I may be subject to sanctions in the event that the accompanying brief is not in conformity with the requirements of the NRAP.

Respectfully submitted this Friday, September 25, 2015.

By: _____A Busting

Luke Busby, Esq. Nevada Bar No. 10319

1	CERTIFICATE OF SERVICE
2	I hereby certify that I have on this day served the foregoing
3	document upon the following parties by U.S. Mail and/or Electronic
4	Service and/or hand delivery to:
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6	Washoe County DA's Office
7	Attn: Stephan Hollandsworth
8	Washoe County District Attorney Civil Div. P.O. Box 11130
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