unnecessary for anybody to prepare an accounting for times prior to that.

MS. PROVOST: Well, these are -- these are property -- this is property that was owned by Mrs. Nelson all along --

THE COURT: I think she owned it before.

MS. PROVOST: -- so --

THE COURT: Didn't she owned it before the divorce decree? I think she's entitled --

MS. PROVOST: It's her own property.

as far back as they go for the May 2009 since it's her property. This was not something that was taken and transferred on that. It was her property. She has a right to get this stuff. She should have had it before.

And that was the problem on that. We have other people managing. She has a right to get an accounting of all her properties especially that she had before -- I do understand if it was ELN and I transferred it and I understand that, but I don't think that argument holds water because it was her property before. That's not at issue. The issue is if she wants an accounting to make sure that she got what she was entitled to. I think she's entitled to it.

So we'll open discovery for that very limited purpose as to the Mississippi RV park. And that can go all

the way back to May 6th, 2009 if they want.

MS. PROVOST: Your Honor, with respect to the Mississippi property, we -- Your Honor had previously ordered that they need to be executed. These have been prepared, but these have been tendered. We're still waiting for execution. So we would like to have Your Honor issue a ruling as to the date that these -- these are to be executed. These have already been vetted by the ELN Trust. These are the deeds that they requested certain changes be made. Those changes were made. And now at this point in time all we need is execution because Your Honor has indicated that you are not saying the decree and you're not staying the transfer of property.

MR. LUSZECK: Your Honor, we did request a quitclaim deed upon reviewing them. Once again they're representing that there was consideration that's being paid for the transfers of the deeds. There has been no considering -- consideration being paid.

The sole reason why they're being transferred over is pursuant to this Court's orders. And we wanted to actually accurately reflect that fact.

THE COURT: So it kind of a issue that's pursuant to --

MR. LUSZECK: I -- I can get them to --

/

THE COURT: -- the court order issue in decree number blah, blah, blah, blah, blah quitclaim. Can't that language be entered? Is that causing --

MS. PROVOST: So I would have to confirm with minutes counsel, Your Honor. We had these specifically prepared by Mississippi counsel so that they would be valid in Mississippi. The concern is that if they want to just put something in it and it causes a problem and title in Mississippi, now the problem is hers.

THE COURT: And what does -- and what does consideration matter if it's a quitclaim deed? If you're getting warranty deeds, I would understand that, but a quitclaim deed is just saying I'm not saying I even have an ownership. I'm just saying anything that I do own I'm quitting my claim on.

So I'm not sure your concern on that how that would impact that because if it was a quitclaim deed, there's no warranty like if there was a warranty deed, because you're showing quid pro quo, but on that all you're just saying is we're not even saying we own anything. We're just saying any ownership interest we have we quit. So I'm not sure why consideration would matter. I mean, does it -- other than you --

MR. LUSZECK: Well, it's just factually inaccurate.

THE COURT: So you're concerned that would be a fraudulent document --

MR. LUSZECK: -- pursuant to a court order.

MR. KARACSONYI: Well, the decree is the consideration, but --

THE COURT: Yeah.

MR. LUSZECK: Well, that's the court order.

THE COURT: Yeah.

MR. LUSZECK: But they're being forced to doing that. So I don't think it's factually accurate. And I think there's some concern that the ELN Trust may be waiving any type of I guess future claim that potentially we may have against Lynita and/or the LSN Trust and wants to further avoid any arguments to a contrary.

THE COURT: Yeah. We'll look at that. I mean, I think you're right. It's basically however they want to award it or in consideration or pursuant to the divorce decree issued in this case, blah, blah, blah, we hereby quitclaim meaning just we have on that property that's the issue. If it cause any problem for Mississippi, let me know. But let's get that done and let's get those done. Do you have a -- can you get --

it doesn't accurately reflect what happens. But I think

7 8

9

10

11

12

13 14

15

16

17

18 19

20

21

22 23

24

whatever the wording is it -- where they're willing to go in consideration of the divorce decree directed by the Court however they want to word it, I guess. See if that works on that.

But we'll put that on the status check at the next because I want to come back early next week with specific findings so that you got something that you could take up to the supreme court because they're going to need a written order. So we're going to have to sit there and make some specific findings for you so -- on all these issues for both sides for that matter.

Now there was some talk about -- wasn't there an issue about grazing rights or something? Is that an issue at the Wyoming Downs acres? Is that something I need to address or no? Is there anything else that I need to address? I know we talked about the quitclaim deeds. Is there anything else that I missed?

MS. PROVOST: Give me one second, Your Honor. didn't have that on my list and I was trying to remember if it was because it's a moot point or not.

> THE COURT: I thought I read something about --MS. PROVOST: But I don't know how to tell you that.

THE COURT: -- some grazing rights to her acres that are adjacent to the Wyoming Downs but you didn't know if there

was anything -- I think the response was that that was no consideration paid to grazing rights, but I don't know if that's an issue or not an issue. But I just remember reading that somewhere. I'm looking where I --

MS. PROVOST: Yes. With respect to the Wyoming property, Your Honor, the representation which has been made in the opposition and I believe it was by letter from Mr. Luszeck was that Eric and the ELN Trust don't have and haven't entered into any agreements for grazing rights on Lynita's Wyoming property. However, the representations to Lynita as confirmed by the text messages exchanged between her and Mr. Roberts suggest that Mr. Roberts did in fact have contracts with Eric and Paul. Paul, we assume to be Paul Nelson which is Mr. Nelson's brother. But quote, not this year.

He has been paying money and income to Eric for use of Mrs. Nelson's Wyoming property. We would ask for this Court to inquiry Mr. Nelson as to the truth with respect to the Wyoming property and then we need an accounting with respect to the income that he has in fact been receiving for the Wyoming property.

THE COURT: ok Mr. Nelson, why don't we raise your right hand. Why don't we swear you in there and we're going to ask you so we can have -- see if we can get this resolved.

THE CLERK: You do solemnly swear the testimony

4

5

6

7

8

9

10

11

12

13

14 15

16

17

18

19

20

21 22

23

24

you're about to give in this action shall be the truth, the whole truth and nothing but the truth, so help you God?

MR. NELSON: I do.

THE CLERK: Thank you.

THE COURT: Mr. Nelson, as you know the issue had been raised about some grazing rights to -- I think it was Mr. Brandon C. Roberts who was the -- was granted grazing rights to the 200 acres and the LSN owns next to the adjacent through Wyoming Downs. And I believe the understanding or I read somewhere I thought was saying that there was no exchange of value but I'm not sure where it came from. But what's going on with the grazing?

MR. NELSON: To bring the Court up-to-date, the property was originally deeded into Lynita's name and was held and collectedly in an agreement with Paul Nelson, Alita Nelson and Lynita, Paul being 50 percent, Alita being 10 percent, Lynita being 40 percent. Unfortunately, that agreement has been, you know, not respected by the LSN.

As for me, I'm not aware of any money that I received. Paul may have received money, so she can go to Paul and ask him on that. Mr. Brandon did maintenance up there on the 200 acres, so I'm not quite sure there. But as far as me and my trust, I'm not aware of any money. If he provides documents to show that, I'm happy to reimburse her.

property wasn't deeded til probably 2006. So, you know, it can't be that long.

He does do maintenance on the racetrack side of things. There is grazing on that area, very minimal. And I don't know if I received any money on that either. So the answer is I'm not aware of any money. I can't see why he can't provide them something that we can take a look at, but we haven't -- we didn't see anything at least from the debate of the divorce decree is that that's the date we've been going. I gave you a full accounting on everything from 6/13 on everything that I'm aware of.

THE COURT: As for --

MR. NELSON: We're going back on these other dates here. I don't know what to tell you.

THE COURT: Do you want to issue a subpoena Mr.

Roberts to see if any documentation he have or are you done with that or would you want to do on that to see if there is any agreement?

MS. PROVOST: If Your Honor will authorize a subpoena to be issued to Mr. Roberts as well as to Paul Nelson.

THE COURT: Sure. I guess -- well, let's get through it and see if there is anything. If Mr. -- Eric Nelson indicate that he's no -- no money exchanged at least

through his part, if there is something there and he's making money off that land, you're entitled to your portion of the proceeds if that is being done at least with no one going on there, because I know -- I don't know how it is in Wyoming, but I know in Nevada grazing rights are a big issue. And we know that with --

MR. NELSON: It will be minimal up there, believe

THE COURT: Because I imagine that they --

MR. LUSZECK: Your Honor, why are we even doing more discovery if -- why can't she just ask Mr. Roberts for that documentation? Why does the subpoena -- why does discovery need to be open and this thing being dragged out longer?

THE COURT: Well, I take it normally if they send someone a letter they blow you off. If you want to give it to it, I'll subpoena, fine, but normally when you do it, they blow you off and you get a subpoena and you're normally a little bit more oops, I better answer it. So I mean, that's the issue. If you'll answer it without it, great. If I give you that information you need, many times they won't do that because they're worried about a CYA too if they got business partners. So I don't know. But if it's not needed --

MR. LUSZECK: Well, and --

THE COURT: -- I'm fine.

Ω

MR. LUSZECK: -- these texts are mentioned as Exhibit R. They're not in my Exhibit R. I don't -- I have never seen -- But I mean, isn't there more information?

Doesn't he have more information than what's being told?

THE COURT: I don't know. I haven't talked to Mr.

Roberts. I mean, are you willing to tell on that? I don't know. But if you're not, if it's not, then they don't need to. If it is, all they want to know is what's out there. If he's got -- saying I'm paying money and I'm paying X amount of dollars to so and so and so, well, then --

MR. KARACSONYI: Well, I -- it --

THE COURT: -- the document's fine. If not, it's -- the subpoena -- my issue is normally if you just call and send a letter, most business people will tell you I ain't telling you nothing without a court order or a subpoena because a business. Some people don't want to --

MR. KARACSONYI: Plus they can't be held responsible if the information they give you isn't accurate if it's not -- if it's not properly subpoenaed. And I don't understand -- I mean, if it's her property, she's certainly entitled to any records pertained to the property. I don't even see where they have standing to even challenge anything related to her own property. She just wants to get her own records basically.

THE COURT: I think -- I think --

MR. LUSZECK: I think our understanding is we want this thing to come to a resolution and we don't want all these new issues to be raised by them re-opening discovery on a thousand different issues.

THE COURT: Well, I don't think this would impact the -- the ELN Trust unless -- then there's a person between Mr. Nelson and Paul Nelson. I don't think it had anything to do with the ELN Trust, but I could be wrong, I guess. But we'll authorize that as to Mr. Roberts as far as subpoena for documentation as any grazing rights or income from that. And again, I don't think my issue is -- my understanding is this is between Mr. Nelson, his brother Paul Nelson and the Lynita Trust on that. So the ELN Trust shouldn't even be in it I would guess.

MR. NELSON: Yeah. That's agreed.

THE COURT: Okay. Anything else before we --

MS. PROVOST: I think the last issue Your Honor is the ruling on the attorney's fees from the contempt proceeding, but I'm assuming you're not prepared to issue that.

THE COURT: Yeah, I have to look at that. We're looking at -- I think there was left side filed, wasn't it? Was it left side filed? Well, we're looking for the

accounting and memorandum of costs, because -- because they did think you're entitled to that under for the contempt finding. I think by statute and title I did not -- I was 3 4 looking for the memorandum of costs before today. 5 MS. PROVOST: It was submitted June 3rd, 2014. 6 THE COURT: Was it filed on the left side or was it 7 just a courtesy copy? That's my issue is --8 MS. PROVOST: It was filed Your Honor --9 THE COURT: Okay. 10 MS. PROVOST: -- with this court June 3rd, 2014 --11 THE COURT: Okay. Let me --MS. PROVOST: -- for \$21,315 in fees and \$972.24 in 12 13 costs. 14 THE COURT: Okay. Let me look at that because I was 15 looking for it before to try to get that done and I couldn't find it on that. But if it's filed, I might have --16 17 MS. FORSBERG: Your Honor --THE COURT: -- there's so many documents in there 18 that I could have missed it somewhere. 19 20 MS. FORSBERG: Your Honor, to clarify one point of law on that issue is Ms. Provost says that we didn't oppose 21 22 it. We opposed it even in this court. So if we need a formal 23 written opposition, certainly we would do that. But I didn't

think that's what the Court was asking.

not Your Honor finds that it is an appropriate deduction prior

MS. FORSBERG: I think --

\_

providing that.

MS. PROVOST: -- post-decree, Your Honor's decree is clear that that falls -- that expense falls on Mr. Nelson. He should not be requiring Mrs. Nelson to pay for the children's health insurance. We have agreed and -- and we have always represented that post-decree Mrs. Nelson would cover her own health insurance and she is not seeking for those amounts to be removed. But pre-decree Your Honor we have argued that Mr. Nelson in your -- in your lack of issuing support orders and instead continuing the status quo that Mr. Nelson should be

To note from Mr. Bertsch's reports, that expense was always paid by Dynasty Development.

THE COURT: Dynasty Development.

MS. PROVOST: Now only after Your Honor awards the Lindell property to Mrs. Nelson he's all of a sudden now these expenses being ignored and -- and attributable to the Lindell property as opposed to Mr. Nelson's other corporate entities.

So we believe it's yet another invalid attempt to deduct from the amounts that are legitimately due to Mrs. Nelson.

THE COURT: If I remember, I think it was 5,792.19 from 2010, 7,424.64 for 2011, 8,747.24 for 2012 and then

through January 2013 through the decree of June 2013 I think it was \$5,256.06. I think the decree was clear that anything post-decree was his responsibility. And the issue is what type of offset was fair as he deducted those from the Dynasty Development I think was the records if I remember that.

MS. PROVOST: That's correct, Your Honor.

THE COURT: So I owe you one on that one. I think that was already argued and I dropped the ball. So I owe you one on the health insurance issues and any attorney's fees on the contempt.

MR. NELSON: Your Honor, if I may.

THE COURT: Sure.

MR. NELSON: I just want to remind the Court the way I design on purchasing and managing trusts were to we accumulated to pay all the expenses from this account to that account. Lynita's awarded over \$10,000,000 in assets. And so we agreed that we would be paying the -- the insurance for her to maintain it, but she would be responsible if I understand that it comes from those claims from being on the community property side of it. Now it's on the LSN side of it.

So Dynasty when they got rents from the RV park, she paid her portion and I paid my portion. And that's the way it went with all the children, their college, their expenses, their health insurance, their private school. And that's why

argument before. I know you won on that one.

1

2

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

MS. PROVOST: And obviously Your Honor I don't even know that it's necessary for a specific ruling, but I am going to raise the issue with Mr. Nelson, added it as a deduction and it was addressed through our motion these attempts to deduct or attempts to make claims that Ms. Nelson should be paying for Garett, the adult child's schooling. I just don't want this to keep coming up, Your Honor.

I don't think -- it's pretty clear. He's not a minor child. They have moral obligations to him. They can do what they need to do, but any deduction attempts for Garett's tuition or Garett's expenses or Garett's health insurance should be denied.

THE COURT: And I think Garett's 20 years old now, isn't he?

MS. NELSON: Yes, he is.

MS. PROVOST: It's something like that.

THE COURT: I think he's 20 years old September 13th, 2000 -- and '94 was his birthday, right? So 13/94. So he's 20 years old.

Court's position on that, but --

MR. NELSON: If she would have signed that, they were given full ride scholarship.

THE COURT: Well, I mean, that's up for parents to decide on that. I don't get into education even when they're minors. I don't decide if kids go to private school or not. The parents need to do that. If they're an adult, someone wants to pay, great. If not, you can tell them I paid your tuition because Mom wouldn't pay half, whatever, and then the — the adult can decide that. But I don't think there's any obligation to pay college for an adult or any other health coverage for an adult. So unless he's disabled, I think there's some case law if someone's disabled.

But the child's not disabled. So he's an adult. So there's no offsets for Garett Nelson. There should be no offsets since we terminated I think back when he graduated from high school or wasn't it back in June when he graduated. I think it was when we terminated which would have been -- it would have been what, 90 -- 2012. Is that when we -- I'm not

sure we terminated as to him on that or he aged out, because I know it's 18 or til you graduate from high school. I forgot what that was.

MR. NELSON: Can I say something? Your Honor, if I may.

THE COURT: Sure.

MR. NELSON: The school -- I'm very proud of Garett going to school back in Pennsylvania. And when I contacted them, they said he had received a full ride scholarship if the individual that was his guardian would fill out the paperwork for the course of his college life there. Lynita refused to sign it. And in refusing to sign it, then we -- then I was stuck with the bill, it would have been zero. So I thought 50 percent was easily fair for a young man that's worked that hard to get to college and get into the Ivy League and then for her not to do the paperwork just because she was concerned with liability is a grave concern.

THE COURT: That's a moral -- that's a moral, not a legal issue. I mean, people based on what they want to do.

As far as when they -- think there's no entitlement to require her to pay 50 percent, I mean, you guys do what you're going to do. And I imagine you do what's best for the -- for the young man. And he can deal with it from there. Did you want to be heard on this since you made a representation? So if

1 you want to --2 MS. NELSON: May I please, Your Honor? 3 THE COURT: Sure. 4 MS. NELSON: The document that was recommended to my son to have me sign from his father was a FAFSA form. It was 6 a FAFSA form that I was given. 7 THE COURT: What does that mean? I'm not sure if --8 MS. PROVOST: It's a financial aid form for --9 THE COURT: Oh. MS. PROVOST: -- Pell Grants and --10 11 THE COURT: It's a Pell Grant. 12 MS. NELSON: It's a government --MS. PROVOST: -- things like that. 13 It has --14 MS. NELSON: It's a government --15 MS. PROVOST: -- nothing to do with --MS. NELSON: -- financial form. 16 17 THE COURT: Government, oh, statement on that and needs like that based on -- to be eligible for grants. 18 19 MS. NELSON: Is what I --MR. KARACSONYI: Exactly. To see if -- to see --20 MS. NELSON: Exactly. There was no discussion from 21 He was trying to protect me, I believe. Protect his 22 -- his father as well in the situation to keep me from, you 23 know, being emotionally drug into it as he had and has been

1 for many years. 2 THE COURT: From day one. I remember --3 MS. NELSON: Right. THE COURT: -- the emails to the whole family and 4 5 everyone --MS. NELSON: Yes. 6 7 THE COURT: -- in the world --8 MS. NELSON: Yes. 9 THE COURT: -- when we started this. I remember this case from day one hearing everyone's business in there 10 11 and business people and there was an update with emails 12 dragging everybody in. MS. NELSON: Yes, I appreciate you --13 14 THE COURT: Unfortunately. 15 MS. NELSON: -- remembering that. There was not any discussion and I believe it would have been inappropriate 17 anyway for emails in that to be -- the representation that's been given here today, none of that was discussed with our 18 19 son. He -- he didn't convey any of that. I just -- I just want to be able to clarify the dishonesty and the 20 misrepresentation that continues. That's all. 21 22 THE COURT: Yeah. 23 MS. NELSON: Thank you. 24 THE COURT: And -- and again, as far as that issue,

1 day --2 MS. PROVOST: How about --3 THE COURT: -- on the 4th? Does that work? I can go maybe 4:00 o'clock see if my trial's resolved. If not, we 4 5 can give you a call on that, because I obviously won't be able to do three trials in an hour and a half. So we're hoping they will resolve themselves. Does that work for you that 7 Wednesday afternoon would you prefer a different? 9 MR. LUSZECK: That's just a tough week. That week 10 is really tough for me and I've got a trial the next week. 11 THE COURT: Okay. 12 MS. PROVOST: And we don't want to push it out 13 further, Your Honor. 14 THE COURT: So if we -- does Friday -- can we make 15 Friday February 6th work? Because that -- that looks like 16 that's the best --17 MS. FORSBERG: That -- that was the day he's out --18 out --19 THE COURT: Oh, you've got --MS. FORSBERG: -- for medical 20 21 THE COURT: Oh. And the 5th -- is the 5th the trial 22 in the morning? Do you know the --23 MS. FORSBERG: Do you know what time your trial's 24 at?

```
1
             MR. NELSON: I don't know.
2
             MS. NELSON: Yeah.
3
             MS. FORSBERG: He's unaware, Your Honor.
4
             MS. NELSON: It's at 9:30.
5
             THE COURT: 9:30. Do you want to put it on in the
   afternoon near the end of the day on the --
6
7
             THE CLERK: You have at 12:30 a policy and physical
8
   affairs meetings at 3:00 o'clock and an A.B. 369 meeting.
9
             THE COURT: Yeah, jeez.
10
             MR. LUSZECK: Is -- is there any way we can I quess,
   I don't know, maybe the afternoon of the 4th would work. Did
11
   you say you were available then?
13
             THE CLERK: 1:00 o'clock or --
             THE COURT: No, I would have to do it earlier. I
14
15
   have to do that --
             MS. FORSBERG: No, he had other things. He wasn't
16
17
   available.
             THE CLERK: What about the --
18
19
             MS. FORSBERG: The Judge wasn't available.
20
             THE CLERK: -- TPR trials? You have three.
             THE COURT: At 2:00 -- at 1:30?
21
22
             THE CLERK: At 2:00.
23
             THE COURT: Well --
             THE CLERK: You have an evidentiary hearing. Well,
24
```

```
and two status checks. So I guess it's not that bad.
1
2
             THE COURT: Okay. That --
             THE CLERK: You evidentiary hearing is on mental
3
   health.
4
5
             THE COURT: Oh, so that can go for -- did you want
   to shoot for Wednesday the February 4th at 3:00 o'clock? Does
6
   that work? And I'll just hopefully they'll -- the evidentiary
   will get resolved?
9
             MR. LUSZECK: I -- I think it should -- if for some
   reason I have an issue, I'll email the Court when I --
10
             MS. FORSBERG: Yeah, and I'm having trouble --
11
12
             MR. LUSZECK: -- look at that day.
13
             MS. FORSBERG: -- logging in and that's why I'm
14 struggling, Your Honor.
15
             THE COURT: Looking for Wednesday, February 3rd at
   3:00 o'clock.
16
17
             THE CLERK: February 4th.
             THE COURT: Oh, February 4th. I'm sorry. Does that
18
19
   work? It's at what time?
20
             MS. FORSBERG: Wednesday, February 4th at 4:00
21
   o'clock did you --
22
             THE CLERK: February the 4th --
             THE COURT: 3:00 o'clock.
23
24
             THE CLERK: -- at 3:00 p.m.
```

that.

MR. LUSZECK: Okay.

guess we have the people. And the order to show cause, this was an order to show cause for the violation of the April 6th -- 16th, 2011 behavior order and the October 5th, 2011 stipulation and order. See where we're at on that with the order to show cause, because normally at that point what happens is I -- I have to get specific evidence and evidentiary finding on it to really contempt what --

MS. FORSBERG: There's cross motion for order to show cause, Your Honor -- Your Honor, for both. So --

at on this as far as you requesting the contempt for the conduct there and they have done the -- the counter. So did you want me to set this for evidentiary hearing or can we get some stuff out today so we can get it resolved? Or do we need to do it with witnesses? I'm not sure who we're going to need, because the fact is for contempt especially there could be jail time I normally need to get evidence on that to get specifics.

MR. KARACSONYI: The -- the one thing I would say is that if -- if he gets convicted in a criminal standard beyond a reasonable doubt or pleads guilty, then you don't even need

THE COURT: Maybe continue too, they get kicked,

1 but --2 MS. PROVOST: Well, why don't we just reserve a date 3 Your Honor and if the February 5th goes where he is convicted or where he pleads -- pleads guilty, then --4 5 MR. KARACSONYI: We'll get a certified conviction. MS. PROVOST: -- we'll do a certified certification. 6 7 THE COURT: They're going to do their counter --MS. FORSBERG: And then we'll need to set a -- set a 8 9 date for hers, of course. 10 THE COURT: Yeah, they filed a counterclaim for 11 contempt. So how are we looking February? Do we look at a date that way so they can preserve it, if we need it. 12 need it, if it goes away, then so be it. But do you got 13 14 something in --15 MS. FORSBERG: Your Honor, my only thing to Ms. Provost and they've been really good -- we've worked really 16 17 well together about setting dates is I can't seem to log in. Our computer had a power outage today and so I'm just -- it's 18 not letting me log into my calendar. So -- so with that --19 20 THE COURT: Okay. Monday -- Monday is non-repetitive for me. Monday or Tuesday probably work 21 22 better. Wednesday --

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**)

THE COURT: Yeah. If you do it late, because

THE CLERK: In February?

23

24

```
Wednesday and Thursday and got that 4:00 o'clock conference
   calls on Wednesday and Thursday.
             THE CLERK: You don't want it stacked, correct?
3
4
             THE COURT: Well, we -- well, again, it depends what
5
   we got if it's just a rev.
                         We can do the 20th at 10:30.
6
             THE CLERK:
7
             THE COURT: What do we have set on the 20th? Are
8
   there any firm dates?
9
             THE CLERK:
                         TPR.
10
             THE COURT: Is it firm dates or not?
11
             THE CLERK: No.
             THE COURT: Did you want me to tentatively set it
12
   for Friday at 9:00 o'clock on February 20th? Because normally
13
   these -- I do have some stacked at 10:30, but we can -- do you
14
   want --
15
             MS. FORSBERG: Do it 9:00 o'clock on the 20th? I --
16
17
   I believe so.
             THE COURT: The 20th --
18
             MS. FORSBERG: My only caveat is --
19
20
             THE CLERK: Only if you have a trial.
             MS. FORSBERG: -- that one.
21
22
             THE COURT: Is it a firm setting?
23
             THE CLERK: At 9:30.
24
             THE COURT: Oh, it's a firm setting?
```

```
1
             THE CLERK: It's day two.
2
              THE COURT:
                         Okay. That means you have to -- that
3
   means that won't work then because then we have a firm -- and
   that means we started it. How about the following February --
5
   I mean, following Friday. Is that --
             THE CLERK: You have three trials set at 10:30.
6
7
             THE COURT: Are they times firmed -- because if
8
   they're firm, that means I started it, it's day two, so I
9
   can't continue if it's just the initial.
10
             THE CLERK: One is on Vehar (ph) and Rinosa (ph).
11
             THE COURT: How are we looking that afternoon?
12
             MR. KARACSONYI: The 27th?
             THE COURT: Yeah, on the 27th.
13
14
             MR. KARACSONYI: Oh, that's the date of our supreme
15
   court settlement conference.
             THE COURT: Oh.
16
17
             MS. FORSBERG: Oh, it is.
18
             THE COURT: Oh.
19
             MS. FORSBERG: You're right.
20
             THE COURT: Yes.
21
             MS. FORSBERG: Since I can't access this, it's --
22
             MR. KARACSONYI: So we'll be here already.
23
              THE COURT: Yeah, maybe you -- good. And --
24
             THE CLERK: Into March then?
```

1	THE MARSHAL: Okay.		
2	THE CLERK: So the evidentiary hearing on order to		
3	show cause this February 25th at 2:00 p.m.		
4	THE COURT: Okay. Thanks.		
5	MS. FORSBERG: You sure you don't need anymore?		
6	I'll just give you that thing but then I'll need them for next		
7	time.		
8	MR. NELSON: I didn't have lunch.		
9	MS. FORSBERG: Oh, you didn't have lunch? I didn't.		
10	(PROCEEDINGS CONCLUDED AT 16:27:18)		
11	* * * * *		
12	ATTEST: I do hereby certify that I have truly and		
13	correctly transcribed the digital proceedings in the		
14	above-entitled case to the best of my ability.		
15	$\Lambda$ $I_{\alpha} = \Omega \Lambda_{\alpha} I_{\alpha}$		
16	Adrian Medromo		
17	Adrian N. Medrano		
18			
19			
20			
21			
22			
23			
1/1 I	1		

#### 1 2 **DISTRICT COURT** 3 CLARK COUNTY, NEVADA 4 5 CASE NO.: D-09-411537-D ERIC L. NELSON, 6 DEPT. NO.: Electronically Filed Plaintiff/Counterdefendant, 06/08/2015 11:22:34 AM 7 VS. 8 LYNITA SUE NELSON, LANA MARTIN, as 9 Distribution Trustee of the ERIC L. NELSON **CLERK OF THE COURT 10** NEVADA TRUST dated May 30, 2001, 11 Defendant/Counterclaimants. 12 LANA MARTIN, Distribution Trustee of the 13 ERIC L. NELSON NEVADA TRUST dated 14 May 30, 2001, Ť, 15 Crossclaimant, 16 VS. **17** LYNITA SUE NELSON, **18** Crossdefendant. 19 **20** FINDINGS OF FACT AND ORDER 21 This Matter having come before this Honorable Court on January 26, 2015, for a 22 Motion to Enforce the June 3, 2013, Decree of Divorce, Address Issues Relating to Property 23 Awarded to Defendant in the Divorce, and Related Relief and the ELN Trust's Opposition 24 25 Hearing with Plaintiff, Eric Nelson, appearing and being represented by Rhonda Forsberg, **26** Esq., Defendant, Lynita Nelson, appearing and being represented by Katherine Provost, Esq., 27 Josef Karacsonyi, Esq., and Robert Dickerson, Esq. and Counterdefendant, Crossdefendant, 28

FRANK R SULLIVAN DISTRICT JUDGE

Third Party Defendant Matt Klabacka, Distribution Trustee of the Eric L. Nelson Nevada (ELN) Trust, being represented by Mark Solomon, Esq., and Jeffrey Luszeck, Esq., with the Court having reviewed the testimony and good cause being shown:

THE COURT HEREBY FINDS that this Court entered a Divorce Decree in this matter on June 3, 2013.

THE COURT FURTHER FINDS that said Decree awarded Ms. Nelson certain property and assets held by the Eric L. Nelson (ELN) Trust.

THE COURT FURTHER FINDS that the ELN Trust had filed Writs of Prohibition with the Nevada Supreme Court in an effort to prevent the transfer of these properties and assets.

THE COURT FURTHER FINDS that on May 23, 2014, the Nevada Supreme Court denied ELN's Petitions for Writs of Prohibition which further vacated all temporary Stays of the Divorce Decree.

THE COURT FURTHER FINDS that on September 18, 2014, this Court entered an Order instructing the ELN Trust to transfer the Lindell Property and the Banone, LLC, properties to the Lynita Sue Nelson (LSN) Trust.

THE COURT FURTHER FINDS that said Order also enjoined the LSN Trust from selling or encumbering these properties and also enjoined the ELN and LSN Trusts from selling or encumbering their interest in their jointly held Brian Head cabin.

THE COURT FURTHER FINDS that the June 4, 2014 Order also entitled Ms. Nelson to the income from the Lindell and Banone properties from the date of the Decree (June 3, 2013) to present.

DISTRICT JUDGE

THE COURT FURTHER FINDS that Ms. Nelson now files this Motion in an effort to enforce the Decree and the June 4, 2014 Order.

THE COURT FURTHER FINDS that the ELN Trust has requested that this Court Stay any decision on the Motion until after a February 27, 2015, Settlement Conference.

THE COURT FURTHER FINDS it is not inclined to Stay its decision as this litigation has lingered on for far too many years and numerous attempts to settle this matter have been unsuccessful.

# 4601 Concord Village Property

THE COURT FURTHER FINDS that the property located at 4601 Concord Village Drive is one of the Banone, LLC, properties awarded to Ms. Nelson in the Divorce Decree dated June 3, 2013.

THE COURT FURTHER FINDS that the property was vacated in July of 2014 and that the \$500.00 Security Deposit was returned to the Tenant.

THE COURT FURTHER FINDS that, upon being vacated, the 4601 Concord Village Drive property was dirty, had some debris left in the yard and required repairs in the amount of \$14,679.01.

THE COURT FURTHER FINDS that, while the property was dirty, had some debris left in the yard and needed repairs, there was insufficient evidence for this Court to determine if the Tenant's \$500.00 Security Deposit should have been forfeited as the condition of the property upon the Tenant renting the premises was unknown to this Court.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should not be required to reimburse Ms. Nelson the \$500.00 Security Deposit that was returned to the Tenant.

Trank r sullivan

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

DISTRICT JUDGE

#### FRANK R SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

### JB Ramos Note

THE COURT FURTHER FINDS that, as part of its effort to equalize the ELN and LSN Trusts, this Court awarded Ms. Nelson and the LSN Trust 100% interest in the JB Ramos Note.

THE COURT FURTHER FINDS that the detailed accounting completed by Larry Bertsch, CPA, valued the JB Ramos Note at \$78,000.00.

THE COURT FURTHER FINDS that the ELN's Opposition did not dispute the value of the JB Ramos Note.

THE COURT FURTHER FINDS that the September 4, 2014 accounting reflects that the JB Ramos Note has been "paid in full".

THE COURT FURTHER FINDS that the ELN's Opposition did not indicate that Ms.

Nelson or the LSN Trust had already received any payments attributed to the JB Ramos Note.

THE COURT FURTHER FINDS that Ms. Nelson and the LSN Trust are entitled to the total value of the JB Ramos Note in the amount of \$78,000.00, with statutory interest from the date of the Decree (June 3, 2013).

### 2209 Farmouth Circle Note

THE COURT FURTHER FINDS that 2209 Farmouth Circle was a property formerly held by Banone, LLC, and was a property included in Mr. Larry Bertsch's value determination of the Banone, LLC, properties.

THE COURT FURTHER FINDS that, during the pendency of the Divorce proceedings, the Farmouth property was sold for \$88,166.00, with a Promissory Note and Deed of Trust securing the property.

THE COURT FURTHER FINDS that Ms. Nelson and the LSN Trust were awarded 100% interest in the Promissory Note.

THE COURT FURTHER FINDS that based upon the September 2014 accounting, Mr. Nelson and the ELN Trust have collected funds in the amount \$8,816.55 on the Farmouth Note from June 3, 2013 through September 30, 2014.

THE COURT FURTHER FINDS that Ms. Nelson and the LSN Trust have received payments for the months of October, November, and December of 2014 on the Farmouth Note.

THE COURT FURTHER FINDS that since the Farmouth property was one of the Banone, LLC, properties awarded to Ms. Nelson in the Divorce Decree entered on June 3, 2013, and that she was subsequently awarded 100% interest in the Promissory Note, Ms. Nelson and the LSN Trust are entitled to the \$8,816.55 generated from the Promissory Note for the period of June 3, 2013 through September 30, 2014, inclusive.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should be required to execute an Assignment of the Promissory Note and Deed of Trust for the 2209 Farmouth Circle property as previously Ordered by this Court.

# 5704 Roseridge Avenue

THE COURT FURTHER FINDS that 5704 Roseridge Avenue was a property formerly held by Banone, LLC, and was a property included in Mr. Larry Bertsch's value determination of the Banone, LLC, properties.

THE COURT FURTHER FINDS that, during the pendency of the Divorce proceedings, the Roseridge property was sold for \$63,000.00.

THE COURT FURTHER FINDS that since the Roseridge property was one of the Banone, LLC, properties awarded to Ms. Nelson and the LSN Trust in the Divorce Decree entered on June 3, 2013, Ms. Nelson and the LSN Trust are entitled to the \$63,000.00 generated from the sale of the Roseridge property.

FRANK R SULLIVAN

DISTRICT JUDGE

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should be required to pay Ms. Nelson and the LSN Trust \$63,000.00, plus statutory interest from June 3, 2013.

### 1301 Heather Ridge Lane

THE COURT FURTHER FINDS that 1301 Heather Ridge is a property held by Banone, LLC, and was awarded to Ms. Nelson and the LSN Trust in the Divorce Decree dated June 3, 2013.

THE COURT FURTHER FINDS that the Heather Ridge property had been previously rented to Lance Liu, Mr. Nelson's nephew, for \$866.00 per month.

THE COURT FURTHER FINDS that on April 1, 2014, Mr. Nelson entered into a three (3) year Lease for the Heather Ridge property with Lance Liu for the amount of \$700.00 per month.

THE COURT FURTHER FINDS that Mr. Nelson indicated that the monthly rent was lowered to \$700.00 per month based upon Mr. Liu being responsible for the maintenance of the yard and pool.

THE COURT FURTHER FINDS that considering the fact that the Heather Ridge property has been awarded to Ms. Nelson and the LSN Trust and that no Stay is in place, Mr. Nelson should not have encumbered the property with a long-term lease.

THE COURT FURTHER FINDS that throughout the marriage and pendency of these extensive legal proceedings, Mr. Nelson has consistently transferred property to his family and employees regardless of Ms. Nelson's interest in the properties.

THE COURT FURTHER FINDS that many of Mr. Nelson's transfers of property to his family and friends appeared to be below the actual market value of the properties.

27

28

DISTRICT JUDGE

26

**27** 

28

DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

THE COURT FURTHER FINDS that lowering the monthly rent of the Heather Ridge property from \$866.00 to \$700.00 under the guise of his nephew, Mr. Liu, being required to maintain the yard and pool, was simply a pretext on the part of Mr. Nelson to once again transfer a property interest to a family member at a price below market value.

THE COURT FURTHER FINDS that while Ms. Nelson has submitted "comparables", confirmed by a quick GLVAR search, alleging monthly rental rates of \$1,395.00 to \$1,600.00 for similar properties, the submitted "comparables" are insufficient for this Court to determine if such properties are truly "comparable" to the Heather Ridge property.

THE COURT FURTHER FINDS that considering the fact that the Heather Ridge property has been awarded to Ms. Nelson and the LSN Trust, and that Mr. Nelson's lowering of the rent to \$700.00 per month appears to simply be a pretext to give his nephew, Mr. Liu, a property interest below the market value, Mr. Nelson and the ELN Trust should be required to pay Ms. Nelson and the LSN Trust the amount of \$166.00 per month (\$866.00 - \$700.00 =\$166.00) from April 1, 2014 throughout the duration of the lease, with such payments due on the 5th of each month.

Banone LLC Net Profits

THE COURT FURTHER FINDS that Mr. Nelson and ELN's accounting indicates that the Banone, LLC, properties grossed a profit of \$132,479.00 from June 1, 2013 to June 30, 2014.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust have listed the following costs on the Banone ledger associated with maintaining the Banone properties: general upkeep in the amount of \$35,487.20; \$65,000.00 management fees; \$19,649.83

administrative wages expense; and \$28,575.00 maintenance wages expense, for total expenses in the amount of \$148.712.03.

THE COURT FURTHER FINDS that applying Mr. Nelson and the ELN Trusts claimed total expenses in the amount of \$148,712.03 to the "gross profit" of \$132,479, results in a loss of \$16,233.03.

THE COURT FURTHER FINDS that while Mr. Nelson and the ELN submitted an Affidavit from Lance Liu, Banone maintenance manager and nephew of Mr. Nelson, a copy of a W-2 or 1099 for Mr. Liu was never provided to this Court.

THE COURT FURTHER FINDS that neither Mr. Nelson nor the ELN Trust submitted proper documentation to verify the validity of the claimed administrative wages expense and the maintenance wages expense, such as, copies of W-2s or 1099 Statements.

THE COURT FURTHER FINDS that the administrative wages expense in the amount of \$19,649.83 is excessive considering the fact that such amount reflects 50% of the total gross wages on Mr. Nelson and ELN's business General Ledger.

THE COURT FURTHER FINDS that a reasonable amount for administrative wages expense would be 25% of the total gross wages reflected on Mr. Nelson and ELN's business General Ledger, or \$9,824.92.

THE COURT FURTHER FINDS that the maintenance wages expense in the amount of \$28,575.00 is excessive considering the fact that such claimed payments to Lance Liu, Mr. Nelson's nephew, reflect 75% of the total gross wages on Mr. Nelson and ELN's business General Ledger.

FRANK R SULLIVAN DISTRICT JUDGE

THE COURT FURTHER FINDS that a reasonable amount for maintenance wages expense would be 25% of the total gross wages reflected on Mr. Nelson and ELN's business General Ledger, or \$9,525.

THE COURT FURTHER FINDS that Mr. Nelson's claimed management fees in the amount of \$65,000.00 is extremely unreasonable and that a reasonable property management fee would be 10% of gross profits.

THE COURT FURTHER FINDS that reasonable property management fees would be 10% of the \$132,479 gross profit, or \$13,247.90.

THE COURT FURTHER FINDS that based upon the aforementioned, the claimed expenses associated with the Banone properties are not reasonable and are merely an attempt to inflate the expenses associated with the Banone properties in order to completely eradicate any monies due and owing to Ms. Nelson and the LSN Trust.

THE COURT FURTHER FINDS that the allowed deductions should be as follows: \$35,487.20 for general upkeep; \$9,824.92 for administrative wages; \$9,525 for maintenance wages; and \$13,247.90 for property management fees, for total expenses in the amount of \$68,085.02.

THE COURT FURTHER FINDS that subtracting the expenses in the amount of \$68.085.02 from the "gross profit" of \$132,479, results in an amount of \$64,393.98 representing the Banone, LLC, net profits from June 1, 2013 through June 30, 2014.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should be required to pay Ms. Nelson and the LSN Trust \$64,393.98 representing the Banone, LLC, net profits from June 1, 2103 through June 30, 2014.

FRANK R SULLIVAN DISTRICT JUDGE

### **Healthcare Deductions**

THE COURT FURTHER FINDS that it previously addressed the issue of Mr. Nelson and the ELN Trust using the family medical insurance cost of the Nelson's two youngest children and Ms. Nelson as an offset.

THE COURT FURTHER FINDS that the Divorce Decree made it clear that Mr. Nelson would be responsible for the payment of Carli Nelson's medical insurance premiums.

THE COURT FURTHER FINDS it previously indicated that neither parent has a legal obligation to pay the healthcare costs for Garett Nelson as he had reached the age of majority at the time that the Divorce Decree was entered.

THE COURT FURTHER FINDS that as to the family medical insurance, the Joint Preliminary Injunction entered at the onset of this matter required that the couple maintain the status quo, which included the family medical insurance.

THE COURT FURTHER FINDS that evidence presented during trial established that the family medical insurance premiums were being paid by Dynasty Development Group, which was held in the ELN Trust.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust were responsible for the payment of the family medical insurance premiums pursuant to the Joint Preliminary Injunction and no Order was issued by this Court modifying Mr. Nelson and the ELN Trust's responsibility to continue payment of such premiums.

THE COURT FURTHER FINDS that upon this Court requiring Mr. Nelson and the ELN Trust to submit an accounting of the income generated by the Lindell property, Mr. Nelson took it upon himself to modify the responsibility for payment of the family medical insurance premiums by reflecting such payments against the Lindell property.

Frank r sullivan

25

**26** 

**27** 

28

DISTRICT JUDGE

THE COURT FURTHER FINDS that Mr. Nelson's unilateral decision to reflect the family medical insurance premiums as a debit against the Lindell property was a clear attempt on his part to reduce any monies due and owing to Ms. Nelson.

THIS COURT FURTHER FINDS that prior to Divorce, Mr. and Ms. Nelson each held a 50% interest in the Lindell Property and that Ms. Nelson was awarded 100% interest in the property by the Divorce Decree of June 3, 2013.

THE COURT FURTHER FINDS that Ms. Nelson is not responsible for any family medical insurance payments made during the pendency of these Divorce proceedings.

THE COURT FURTHER FINDS that no deductions should be given for the payment of Carli and Garett's Health Insurance premiums and Ms. Nelson's Insurance premiums, and, accordingly, the net profit of the Lindell property should not be reduced by the payment of such premiums.

THE COURT FURTHER FINDS that after removing the deductions for the "Carli/Garett Health Insurance Premiums" and the "Health/Dental Insurance Lynita Portion" from the Lindell Property results in the following net income due and owing to Ms. Nelson: 2010 = \$6,832.28; 2011 = \$8,730.31; 2012 = \$8,257.76; January 2013 through July 2013, inclusive, = \$10,131.07; August 2013 through December 2013, inclusive = \$3,706.65; February 2014 through June 2014, inclusive, = \$18, 201.98, for a total amount of \$55,860.05.

THE COURT FURTHER FINDS that after deducting Ms. Nelson's portion of Insurance Premiums from June 3, 2013 through June 2014, inclusive, in the amount of \$14,016.16, from the net income of \$55,860.16, leaves an amount due and owing to Ms. Nelson and the LSN Trust of \$41,843.89.

PRANK R SULLIVAN
DISTRICT JUDGE

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should be required to pay Ms. Nelson and the LSN Trust the amount of \$41,843.89, plus statutory interest from June 3, 2013.

THE COURT FURTHER FINDS that Ms. Nelson is responsible for her own health insurance payments from July 1, 2013 through the present.

THE COURT FURTHER FINDS that since Garett has attained the age of majority, neither Mr. Nelson nor Ms. Nelson are financially responsible for any costs related to his college education.

Imputed Lindell Rents May 6, 2009 to June 3, 2013

THE COURT FURTHER FINDS that prior to the Divorce Decree of June 3, 2013, the Nelson's each held a 50% interest in the Lindell Property via the ELN and LSN Trusts.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust occupied 3,200 square feet on the second floor of the Lindell property without paying any rent.

THE COURT FURTHER FINDS that on June 3, 2013, the Divorce Decree awarded Ms. Nelson and the LSN Trust 100% interest in the Lindell property.

THE COURT FURTHER FINDS that a consideration of the Court in awarding Ms.

Nelson and the LSN Trust 100% ownership interest in the Lindell property was the fact that

Mr. Nelson and the ELN Trust had occupied the premises from May 6, 2009 until June 3, 2013

without paying any rent.

THE COURT FURTHER FINDS that since this Court had considered the non-payment of rent in its determination to award Ms. Nelson and the LSN Trust 100% interest in the Lindell property, it would be inequitable to require Mr. Nelson and the ELN Trust to pay rent for the period in question.

Frank R Sullivan

DISTRICT JUDGE

#### FRANK R SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

### Imputed Lindell Rents July 1, 2013 to Present

THE COURT FURTHER FINDS that 100% interest in the Lindell property was awarded to Ms. Nelson and the LSN Trust as part of the Divorce Decree entered on June 3, 2013.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust has occupied 3,200 square feet on the second floor of the Lindell property without paying rent.

THE COURT FURTHER FINDS that during the trial, the expert witness, Larry Bertsch, appraised a fair market rental value of \$1.00 per square foot.

THE COURT FURTHER FINDS that Ms. Nelson and the LSN Trust are entitled to rental payments from Mr. Nelson and the ELN Trust for the period of July 1, 2013 to June 30, 2015 in the amount of \$3,200.00 per month.

THE COURT FURTHER FINDS that Ms. Nelson and the LSN Trust are entitled to rental payments in the amount of \$76,800.00 from Mr. Nelson and the ELN Trust, for the period of July 1, 2013 through June 30, 2015, minus any rental payments made to date, with statutory interest from June 3, 2013.

# Vacating the Lindell Property

THE COURT FURTHER FINDS that throughout these lengthy proceedings, Mr.

Nelson has continually harassed and threatened Ms. Nelson despite a Mutual Behavior Order,

Temporary Protective Order and No Contact Orders being in place.

THE COURT FURTHER FINDS that on June 16, 2014, Mr. Nelson was sentenced to seven (7) days in jail due to his continued harassment of Ms. Nelson.

THE COURT FURTHER FINDS that on June 3, 2015, Mr. Nelson was again found guilty of contempt for yelling, cursing, aggressively approaching and grabbing locks from Ms. Nelson causing her to fall onto the stairs and was sentenced to twenty-five (25) days in jail.

THE COURT FURTHER FINDS that Mr. Nelson's continued contemptuous behavior

has rendered a Landlord/Tenant relationship between him and Ms. Nelson untenable.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should vacate the Lindell property on or before August 31, 2015, by 5:00 p.m.

# Security Gate

THE COURT FURTHER FINDS that Mr. Nelson, following entry of the Divorce

Decree, installed a security gate restricting access to the second floor of the Lindell property.

THE COURT FURTHER FINDS that Ms. Nelson requested that Mr. Nelson remove the gate, but her request was ignored.

THE COURT FURTHER FINDS that Ms. Nelson incurred a \$375.00 expense for the removal of said gate and should be reimbursed by Mr. Nelson for this expense.

#### 830 Arnold Ave, Greenville, MS

THE COURT FURTHER FINDS that the LSN Trust owned the 830 Arnold Ave. property prior to the Divorce and remains the sole owner of the property.

THE COURT FURTHER FINDS that Mr. Nelson, as Investment Trustee for the LSN Trust, was the manager of said property prior to and during the pendency of the Divorce.

THE COURT FURTHER FINDS that the accounting provided by Mr. Nelson and the ELN Trust for the period of June 3, 2013 through September 30, 2014, reflects net income for the Arnold property in the amount of \$1,037.72.

FRANK R SULLIVAN
DISTRICT JUDGE

THE COURT FURTHER FINDS that Ms. Nelson and the LSN Trust are entitled to payment in the amount of \$1,037.72 from Mr. Nelson and the ELN Trust for the Arnold property.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should be required to provide Ms. Nelson and the LSN Trust with an accounting for the period from May 6, 2009 through June 3, 2013 of all income and expenses for the Arnold property.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should be required to pay Ms. Nelson and the LSN Trust all income received, less all actual and documented expenses, for the Arnold property for the period of May 6, 2009 through present, with statutory interest from May 6, 2009.

# Russell Road Property

THE COURT FURTHER FINDS that it previously found that the ELN Trust held a 66.67% interest in the Russell Road Property and a 66.67% interest in the Note for rents, taxes and proceeds related to this property.

THE COURT FURTHER FINDS that the LSN Trust was not properly compensated for the transferring of its previously held interest in the Russell Road property, and, as such, this Court awarded the LSN Trust 50% of the ELN Trust's interest in the property, resulting in the LSN Trust receiving a 1/3 interest in the property as part of the Divorce Decree.

THE COURT FURTHER FINDS the Russell Road Property generated a profit of \$80,084.00 for the period of June 1, 2013 to June 30, 2014.

THE COURT FURTHER FINDS that Ms. Nelson and the LSN Trust are entitled to 1/3 of the \$80,084.00 Russell Road profit, or \$26,694.66.

FRANK R SULLIVAN DISTRICT JUDGE

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should be required to pay Ms. Nelson and the LSN Trust the amount of \$26,694.66, plus statutory interest from June 3, 2013.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust has not provided any further accounting beyond June 30, 2014 for the Russell Road property.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should be required to pay Ms. Nelson and the LSN Trust 1/3 of the monthly profits for the Russell Road property from July of 2014 and every month thereafter, with payments due on the 15th of each month.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should direct the Payor of the Note associated with the Russell Road Investment to pay Ms. Nelson and the LSN Trust's 1/3 share directly to Ms. Nelson and the LSN Trust.

# Mississippi RV Park

THE COURT FURTHER FINDS that the Mississippi RV Park property was owned outright by the LSN Trust prior to the Divorce and remains so today.

THE COURT FURTHER FINDS that according to Mr. Bertsch's report, the property was being leased by the Silver Slipper Casino for \$4,000.00 per month.

THE COURT FURTHER FINDS that neither Ms. Nelson nor the LSN Trust has received any funds related to the lease of this property.

THE COURT FURTHER FINDS that in or about April of 2012, the Silver Slipper Casino was sold to Full House Resorts.

THE COURT FURTHER FINDS that Full House Resorts will not provide the LSN Trust with any information related to the Mississippi RV Park lease without a Subpoena.

FRANK R SULLIVAN

DISTRICT JUDGE

28 FRANK R SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

THE COURT FURTHER FINDS that a Subpoena Duces Tecum should be issued directing Full House Resorts to produce all contractual agreements concerning the Mississippi RV Park and payments made by such entity to Mr. Nelson and/or the ELN Trust, and/or any related business entity, for use of the Mississippi RV Park for the period of May 6, 2009 to present.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust shall provide an accounting for the Arnold property and Mississippi RV Park lease on or before July 31, 2015, by 5:00 p.m.

Wyoming Property

THE COURT FURTHER FINDS that Ms. Nelson and the LSN Trust have held title to approximately 200 acres of land adjacent to Wyoming Downs in Evanston, WY.

THE COURT FURTHER FINDS that it appears that Mr. Nelson may have granted Brandon C. Roberts grazing rights to the Wyoming property.

THE COURT FURTHER FINDS that Mr. Nelson testified that he has not received any payments related to any grazing agreement between himself and Mr. Roberts.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust should provide Ms. Nelson and the LSN Trust with all contracts concerning Ms. Nelson's Wyoming property and submit an accounting of all income received by Mr. Nelson and the ELN Trust for the period of May 6, 2009 to present, on or before July 31, 2015, by 5:00 p.m.

THE COURT FURTHER FINDS that, if necessary, a Subpoena Duces Tecum will be issued directing the production of any and all documentation concerning any compensation that Mr. Roberts or any other party has paid to Mr. Nelson and/or the ELN Trust for the grazing rights to Ms. Nelson and the LSN Trust's Wyoming land.

# Attorney Fees for June 16, 2014 Contempt Finding Against Mr. Nelson

THE COURT FURTHER FINDS that Ms. Nelson is entitled to attorney's fees stemming from the commencement of the contempt proceedings in June of 2014 pursuant to NRS 22.100(3).

THE COURT FURTHER FINDS the following: that Attorney Dickerson has over 38 years of legal experience and Attorney Provost has over 12 years of legal experience; that the Dickerson Law firm is an AV rated firm; that Attorney Provost is certified as a Family Law Specialist; that the character of the work performed was intricate and important in curbing the harassing and aggressive behavior of Mr. Nelson towards their client, Ms. Nelson; that counsel expended considerable time and attention to the work performed; that counsel performed their work with a high degree of skill and professionalism; and that counsel were successful in having Mr. Nelson found in Contempt of Court for his continued harassment of their client.

THE COURT FURTHER FINDS that upon review of the Memorandum of Fess and Costs, the following fees and costs are reasonable: 22.6 hours of billable attorney time at \$400.00 per hour (\$9,040.00); 2.0 hours of billable attorney time at \$550.00 per hour (\$1,100.00); 11.1 hours of billable paralegal time at \$175.00 per hour (\$1,942.50); and costs in the amount of \$972.24, for a total amount of \$13,054.74.

THE COURT FURTHER FINDS that Mr. Nelson should be required to pay attorney fees and costs in the amount of \$13,054.74 to Ms. Nelson.

THEREFORE, IT IS HEREBY ORDERED that Mr. Nelson and the ELN Trust shall remit a payment in the amount of \$78,000.00 to Ms. Nelson and the LSN Trust for the JB Ramos Note, plus statutory interest from June 3, 2013, with such payment to be made on or before July 10, 2015, by 5:00 p.m.

rank r sullivan

DISTRICT JUDGE

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust the amount of \$8,816.55 for income generated by the 2209 Farmouth Circle Promissory Note for the period of June 3, 2013 through September 30, 2014, inclusive, with such payment due on or before July 10, 2015, by 5:00 p.m.

THE COURT FURTHER FINDS that Mr. Nelson and the ELN Trust shall execute the Assignment of the Promissory Note and Deed of Trust for 2209 Farmouth Circle on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust the \$63,000.00 generated from the sale of the 5704 Roseridge property, plus statutory interest from June 3, 2013, with such payment due on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust the amount of \$166.00 per month for the 1301 Heather Ridge Lane property from April 1, 2014 throughout the duration of the lease, with such payments due on the 5th of each month.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust the amount of \$64,393.98 for the Banone, LLC, net profits from June 1, 2013 through June 30, 2014, with such payment due on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall provide Ms. Nelson and the LSN Trust with all information and documentation necessary to manage the Banone, LLC, properties as requested in the letter dated July 21, 2014, and that such information and documentation shall be provided on or before July 10, 2015, by 5:00 p.m.

Frank r sullivan

DISTRICT JUDGE

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust the amount of \$41,843.89, plus statutory interest from June 3, 2013, as payment for the "Carli/Garett Health Insurance Premiums" and the "Health/Dental Insurance Lynita Portion" deductions taken as offsets against the Lindell property, with such payment due on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that neither parent is legally responsible for the healthcare or educational costs associated with the Nelsons' adult son, Garett Nelson.

IT IS FURTHER ORDERED that Ms. Nelson is responsible for her own health insurance costs as of July 1, 2013.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust the amount of \$76,800.00, minus any payments made to date, with statutory interest from June 3, 2013 as rental payments for the Lindell property for the period July 1, 2013 through June 30, 2015, with such payment due on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall provide Ms. Nelson and the LSN Trust with all information and documentation necessary to manage the Lindell property as requested in the letter dated July 21, 2014, and that such information and documentation shall be provided on or before July10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall vacate the Lindell property on or before August 31, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson shall reimburse Ms. Nelson \$375.00 for the cost of removing the unauthorized security gate.

Frank r sullivan

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

DISTRICT JUDGE

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust the amount of \$1,037.72 for the 830 Arnold Avenue property, with such payment due on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall provide an accounting to Ms. Nelson and the LSN Trust of all income and expenses for Arnold Avenue, generated between May 6, 2009 and September 30, 2014, with such accounting due on or before July 31, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust all income received, less all actual and documented expenses, for Arnold Avenue, for the period of May 6, 2009 through present, with statutory interest from May 6, 2009, with such payment due on or before August 31, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust the amount of \$26,694.66, plus statutory interest from June 3, 2013, as payment for 1/3 of the profits from the Russell Road property for the period of June 1, 2013 through June 30, 2014, with such payment due on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust 1/3 of the monthly profits for the Russell Road property from July of 2014 and every month thereafter, plus statutory interest from July 1, 2014, with payments due on the 15th of each month.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall execute all assignment(s) or other documents necessary to secure Ms. Nelson and the LSN's 1/3 interest in the Russell Road Investments, with all necessary documents executed on or before July 10, 2015, by 5:00 p.m.

IANK R SULLIVAN

DISTRICT JUDGE

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall direct the Payor of the Promissory Note associated with the Russell Road Investment to pay Ms. Nelson and the LSN Trust's 1/3 share directly to Ms. Nelson and the LSN Trust, on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall provide Ms. Nelson and the LSN Trust with a copy of all documents relating to the Russell Road Investment, with such documentation due on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that a Subpoena Duces Tecum shall issue directing Full House Resorts to produce all contractual agreements concerning the Mississippi RV Park and all payments made by such entity to Mr. Nelson and/or the ELN Trust, and/or any related business entity, for the use of the Mississippi RV Park for the period of May 6, 2009 through present.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall provide Ms. Nelson and the LSN Trust with an accounting for all income received and expenses attributable to the Mississippi RV Park property, for the period of May 6, 2009 through present, with such accounting due on or before July 31, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall provide Ms. Nelson and the LSN Trust with a copy of the original Lease Agreement between the Silver Slipper Casino and Bay Resorts, LLC, for the use of the Mississippi RV Park.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay to Ms. Nelson and the LSN Trust all income received, minus all actual and documented expenses, attributable to the Mississippi RV Park property, for the period of May 6, 2009 through present, with such payment due on or before August 31, 2015, by 5:00 p.m.

RANK R SULLIVAN

DISTRICT JUDGE

IT IS FURTHER OREDERED that Mr. Nelson and the ELN Trust shall execute the four (4) Quitclaim Deeds required to transfer the Mississippi property to Ms. Nelson and the LSN Trust, with such Deeds to be executed on or before July 10, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that a Subpoena Duces Tecum shall issue directing the production of any and all documentation concerning any compensation that Brandon C. Roberts or any other party has paid to Mr. Nelson and/or the ELN Trust for the grazing rights of Ms. Nelson and the LSN Trust's Wyoming land.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall provide Ms. Nelson and the LSN Trust with any and all contracts concerning Ms. Nelson and the LSN's Wyoming land and shall submit an accounting of all income received by Mr. Nelson and/or the ELN Trust for the period of May 6, 2009 through present, with such documentation and accounting to be submitted on or before July 31, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson and the ELN Trust shall pay Ms. Nelson and the LSN Trust all income received, minus all actual and documented expenses, attributable to the Wyoming property, plus statutory interest from May 6, 2009, with such payment due on or before August 31, 2015, by 5:00 p.m.

IT IS FURTHER ORDERED that Mr. Nelson shall pay Ms. Nelson attorney fees and costs in the amount of \$13,054.74 for the proceedings which resulted in Mr. Nelson being found in Contempt of Court on June 16, 2014 for his continued harassment of Ms. Nelson, with such payment due on or before July 10, 2015, by 5:00 p.m.

Dated this <u>8</u> day of June, 2015.

Honorable Frank P. Sullivan District Court Judge – Dept. O

FRANK R SULLIVAN

DISTRICT JUDGE

**NOAS** then & Lann MARK A. SOLOMON, ESQ. Nevada State Bar No. 0418 E-mail:msolomon@sdfnvlaw.com **CLERK OF THE COURT** JEFFREY P. LUSZECK Nevada State Bar No. 9619 E-mail: jluszeck@sdfnvlaw.com SOLOMON DWIGGINS & FREER, LTD. Cheyenne West Professional Centre' 9060 W. Cheyenne Avenue Las Vegas, Nevada 89129 Telephone No.: (702) 853-5483 Facsimile No.: (702) 853-5485 Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001 10 **DISTRICT COURT** 11 **COUNTY OF CLARK, NEVADA** Case No.: 12 D411537 ERIC L. NELSON, 13 Dept.: 0 Plaintiff 14 VS. 15 **NOTICE OF APPEAL** LYNITA SUE NELSON, LANA MARTIN, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, Defendants. 18 MATT KLABACKA, Distribution Trustee of 19 the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 20 21 Cross-claimant, 22 VS. LYNITA SUE NELSON, 24 Cross-defendant. 25 26 27

28

	2
	3
	4
	5
	6
	7
	8
	9
	10
	11
	12
5485	13
853-	14
(702) :	15
(2) 853-5483   FAX:	16
	17
	18
(70	19
TEL	20
	21
	22
	23
	24
	25
	26
	27

Notice is hereby given that MATT KLABACKA, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, hereby appeals to the Supreme Court of Nevada from the FINDINGS OF FACT AND ORDER entered by this Court on June 8, 2015.

Dated this 23<sup>rd</sup> day of June, 2015.

SOLOMON DWIGGINS & FREER, LTD.

By:\_

MÄRK A. SOLOMON, ESQ.
Nevada State Bar No. 0418
JEFFREY P. LUSZECK
Nevada State Bar No. 9619
Cheyenne West Professional Centre'
9060 West Cheyenne Avenue
Las Vegas, Nevada 89129

Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001

THE COURT: Yeah, which is -- which would be part for reduction on that, but I don't know if that constitutes having that much of a right off on what the lease rent is on that, what it should be in that area. But so we'll take that. So if you challenge the 28,000 and you think that the rental of \$700 per month is a fair and comparable rental amount.

MR. LUSZECK: And -- and once again, Your Honor, if you compare what this was which is low income housing to all the comparables which is --

THE COURT: Yeah, the Section 8 which is --

MR. LUSZECK: Yeah.

MS. PROVOST: Heather Ridge is not low income housing, Your Honor. It's the only property that's actually a nice property.

THE COURT: All right.

MS. PROVOST: Heather Ridge -- and if you're -- if you're comparing Heather Ridge to something like Cambria, you're talking apples and oranges. Heather Ridge is a typical rental property in Las Vegas, Nevada. It is not low income housing.

THE COURT: Okay.

MS. PROVOST: And -- and as far as the argument that the tenant would take care of everything and there would be no

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

of the house and the landlord. It -- there's people that pay

\$500, \$1200 up in Summerland. The amount of rent does not

23

24

determine as far as I'm concerned what low home -- low income housing is.

THE COURT: I know normally we do in these cases we get real estate agents to come and we get a third party who doesn't have an interest come up and say this is the fair market value of this rental income. We don't have that, but we'll look at all those and get some issues on that so I can give you specific numbers and what I relied on that so we get -- move forward on the evidence we normally do. We would have this as part of the dispute. We would have a real estate sign on that to give us comps on everything and what the value would be low end so I can make a decision based on specific numbers on that.

But I've heard their objection to the 28,800 thinking the \$700 is a fair and just amount. Indicating that you think that it should be about I think 1395 to \$1600 was the rental value I think is what you were indicating based on the -- what you felt was comparable. And I did note that it was vacant two to three months.

All right. And isn't this -- my concern on this is isn't this Mr. Nelson's nephew?

MS. PROVOST: Yes, it is, Your Honor.

MR. NELSON: No.

THE COURT: Heather Ridge?

1 2 1

MR. NELSON: It's not -- it's my -- married to my niece, but he's not a nephew of mine. He's the maintenance guy.

THE COURT: My nephew-in-law kind of. But that's my concern on that because then I get these things and they challenge that, they don't think it's a fair market value and it seems like if someone you have a relationship with or someone you know would help out on that and that's fine, you can help them out with your stuff all you not. But not with Ms. Lynita's stuff.

And that's the concern is when I get a number and they say it's seven O bucks is low when I find some connection with you that, I'm saying si that because that is the market value or because it's a nephew or nephew in law, whatever you want to call it, that's my concern on that because that's been the one issue they argued from the divorce was waste. They wanted all these gifts and stuff to go to be set aside for waste and I said no, I wasn't go there because you're married at the time and they knew who these people were and giving things away.

So I just picked up new stuff because there's some concern because we're in the same thing. It's your employee. It's your nephew-in-law, whatever you want to call it. So it seems like it's always going to someone you know and the issue

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT **(SEALED)** VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

THE COURT: Did Ms. Chelsea move out?

24

MS. PROVOST: She was -- she was a niece.

THE COURT: Yeah, she's a niece. Did she move out and the -- the --

MR. NELSON: Yes, she moved out.

MS. PROVOST: Prior to June 2013?

MR. NELSON: Yes, the carpet shows the carpet being cleaned after that fact.

moves out so it's ready for the new tenant. All right. We'll strike that one and think there is something that's not accurate, we'll revisit that. All right. The Lindell, I think that's a big issue because we talk about Lindell, the rent. And that's kind of the big numbers on this along with the Mississippi RV parks or -- let's stick with Lindell. I know they're looking -- I know I think you were basing that they should be paying rent fair market value.

I believe Mr. Bertsch at one time in one of his reports or testimony indicated one dollar square foot was about the going market rate at that time for comparable commercial property in that area. And I think it was with 3200 square feet.

MS. PROVOST: Yes.

THE COURT: So they're asking \$3,200 I guess for rent going back from May 6th, 2009 to date the petition was

filed through the June 30th, 2013 which would be the end of the -- when the divorce decree was entered in June and then from July 1st, 2013 to the end of October about another 48,000 and 3,200 per month thereafter. So that's kind of where the calculations came based on 3200 per month with the square feet or did I --

MS. PROVOST: I don't believe -- if you're looking at the -- our Exhibit I for calculations, that did not include the rent payments. That is just -- our Exhibit I dealt with strictly the amounts of income that had been received by Lindell and removed from those -- Eric's offsets for health insurance deductions. That does not address the rent which was a total separate category and argument.

So I don't know how Your Honor wants to deal with it, but I think if we start with the deductions for health insurance for the children and health insurance for Lynita during the pendency of the divorce, that will get us started. But we need rulings on whether or not those are appropriate deductions.

MR. LUSZECK: And -- and if I can just interject, I -- I don't know if this is a good time to argue regarding whether or not they're entitled to anything prior to the decree of divorce because I know that's going to become an issue which we'll partially deal with the credits from prior

to the entry of the divorce decree.

THE COURT: Okay.

MR. LUSZECK: I mean, it -- it may just be easier to deal with that issue and then kind of go from there.

THE COURT: Okay. Okay. And part of the issue was

I believe the -- Ms. Lynita was given a hundred percent of -
of the Lindell property in the divorce decree of June 3rd,

2013. So you like to start prior to that to see when the

petition was --

MR. LUSZECK: Yeah. I mean, this issue not only deals with Lindell, but it also deals with Arnold and the Mississippi RV park. As you know, Ms. Nelson is seeking to recoup income that was recovered I guess as early as May of 2009 through the entry of the divorce decree. The ELN Trust position is that those issues had to be and/or were fully adjudicated and addressed in this Court's decree of divorce.

On or around April 4th, 2011 this Court appointed Special Master Larry Bertsch to provide the Court with an accurate evaluation of the parties' estate. Mr. Bertsch did exactly that. He drafted at least 16 reports pertaining the assets owned by the ELN Trust and the LSN Trust. Mr. Bertsch found that the Arnold property, Mississippi property and Wyoming property were owned and titled in the name of the LSN Trust and that the LSN Trust owned a 50 percent in the Lindell

property.

Mr. Bertsch initially confirmed that the ELN Trust as opposed to the LSN Trust collected the rent from such properties except the Wyoming property that's in dispute now from 2009 through the entry of the divorce decree. Mr. Bertsch's reports were admitted as -- admitted as exhibits of trial and he testified at trial regarding the same.

In addition to that, Your Honor, the amended complaint filed by the LSN Trust has a claim for constructive trusts which says their 14th claim for relief, Paragraphs 163 through 166, for the reasons set for above, the assets, income, profits, rents and fees received by Eric or any of Eric's intricate web of entities including Eric Nelson alter ego trust belong in good conscious to Eric and Lynita and are subject to division by this Court in this instant divorce action.

For the reasons set forth above, all of Eric's Nelson's alter ego trust assets including its interest in any third party entity and real party belong in good conscious to Eric and Lynita and are subject to division by this Court in this instant divorce action.

Paragraph 165, Eric Nelson's alter ego trust is wrongfully asserted ownership and dominion over Eric's and Lynita's assets. And Eric has retained control of such

assets, the revenues or other proceeds from self to the detriment of Lynita and the community of state and equity constructive trust in favor of Lynita and the property community estate should be imposed of her assets in the possession or control of Eric and Eric Nelson's alter ego trust and over all assets and the possession or control of other entities or instrumentalities which are owned or controlled directly or indirectly by Eric and/or Eric Nelson's alter ego trust.

Based upon the evidence that was submitted at trial including the reports and testimony of Mr. Bertsch, the Court decided to equalize or level off the trust because doing so would effectuate the parties' clear intentions. And the specific paragraph from the decree Your Honor states the Court further finds that while the Court could invalidate the trust based upon Mr. Nelson's testimony as to the community nature of the assets held by each trust, the breach of fiduciary duties of spouse, the breach of fiduciary duty as an investment trustee and then -- a little out of the way, the Court feels that keeping the trust intact while transferring assets between the trust to level off the trusts would effectuate the parties' clear intention of supercharging the protection of the assets from creditors while ensuring that the respected values of the trusts remain equal. The Court in

fact did level off the trusts by awarding Lynita's trust approximately \$4,000,000 from the ELN Trust. So each trust approximately has 8.7 million dollars.

Lynita's fully aware of the Court's equalization of the trusts and that the issue stemming from the rent collected by the ELN Trust from 2009 through June 2013 were adjudicated and resolved. This fact was conceded in the motion to amend or alter judgment wherein she conceded that the only issue in the division of property that the Court left unresolved pertained to the existing interest in Wyoming Downs. The motion goes on to say that it was brought to ensure clarity of this Court's property division to allow parties to begin to effectuate the transfer of -- of assets as ordered by the Court and to dispose of the last remaining asset not addressed by the decree.

This fact was again confirmed by this Court on September 9th, 2014 in its notice of entry of order determining the disposition of Wyoming Downs wherein the Court stated that this order disposes that the last known property to be adjudicated between the parties.

Nevada law precludes Lynita from relitigating issues that have or could have been litigated at trial. We believe these issues have been litigated at trial, they were litigated at trial. And they were dealt with in the Court's decree of

divorce.

Because of this, Lynita's precluded from seeking the rent collected by the ELN Trust between 2009 to June 2013 because those issues were disposed of in the decree of divorce. However, even if this claim wasn't disposed of, Lynita's still precluded from relitigating this claim because she had the opportunity to do so at trial.

If this Court entertain's Lynita's claims regarding this back rent, it's undoubtedly going to open the floodgates for additional claims that she purportedly has against the LSN Trust that could have been or were addressed in the divorce decree. I mean, it -- now she's going back to May 9th, 2009. What's to stop her from going back to 2008 next month and 2007 the month after that?

This is going to be a repeated pattern where she's going to try to knock down the -- the specific intent of this Court which is evidenced throughout this Court's 50 page divorce decree that it was intended to equalize or level off the trusts which is what this Court did. For that reason, I believe it's inappropriate and improper barred by res judicata, whatever legal theory you want to throw in there, she's barred from being able to go back and seek rent now from 2009 through the entry of the decree.

THE COURT: Okay.

MR. KARACSONYI: I know in the -- in the decree of divorce certainly you took the values of real properties and -- and those -- those obviously appear to have been equaled out. The -- the issue you had is during the pendency of the case you recall there were numerous requests for support and the Court continuously deferred those rendered a decision on the -- on the complete case.

were simply waiting for a decision on what belonged to who, that at that point that would have been the appropriate time to say okay, now let's go back and look at the income from those properties. And that's what we thought has been going on all along. And -- and go ahead and deal with the income that was generated from those properties. So --

MS. PROVOST: The Court's first accounting with that January 2010 --

MR. KARACSONYI: Yeah, I think the Court's first accounting Ms. Provost was pointing out went back to January 1st, 2010. So the -- the issue was -- I mean, here's how this case played out. They said well, you know, this belongs to us, you can't award anything to her, she doesn't need support, she has money. Then you make a final decision and they say well, now she can't go back and get that money. I -- I mean, that's -- that's the issue we have with it.

To the extent you were waiting to find out, you know, put it altogether, put all the pieces together and make a decision on what was going to belong to who or what -- what was going to be confirmed to who. Until that point it really would have been premature to decide -- or to -- to make those decisions. And the Court wasn't inclined to make those decisions.

So the Court wasn't inclined to divide that income at that time. It's not like we didn't -- the requests weren't made. The requests were made. Yeah, and the May 9th is the specific date of the filing of the complaint when you were separating these people. This isn't an arbitrary date. This isn't open the floodgates. This is okay, we started with the divorce. You said we -- we have requested support. We requested division of income. He said no, I'm not going to do that. I'm not going to do that now. I'm deferring those issues.

Okay. I'm going to -- I'm -- I want to -- I want to do an accounting, find out what's what, see how I'm going to rule. Then you make a ruling. And now we're saying okay, can we go back and get the income for the property that you confirmed should have been hers anyways because he breached these duties. And they say oh, it's too late for that, I'm sorry.

So that's -- that's really our position on that. We feel that -- that the issue was at least right starting when you made those decisions in June of 2013 to start doing these accounting which is what we've been working on diligently over the last two years. So to -- I don't see how those issues were even based on what had transpired before were even ripe until that point in time when you made those -- those rulings.

MR. LUSZECK: Your Honor, those accountings that they're talking about, that didn't become an issue until August 1st of 2013. If their position was right and they felt that they were entitled to this money all along, why didn't they bring this to the Court's attention and its motion to amend? They didn't bring it to this Court's attention until a hearing on August 1st.

And in regards to the accounting back to 2010 or 2009, whenever that was, that was ordered -- because they made that request orally, Your Honor. There was no briefing on that topic, none. It's in none of their prior pleadings. This wasn't raised until they raised it an oral argument at the August 1st, 2013 hearing.

Had they made it into the motion to a better argument in their motion to amend, maybe there would be some credence to that argument, but there's not.

MR. KARACSONYI: But why would you --

MR. KARACSONYI: Oh, sorry.

MR. LUSZECK: -- were some -- were supposed to be summarily disposed of in the decree of divorce. That's what everybody intended. That's what everybody thought. Just because this Court made -- or ordered the ELN Trust to provide an accounting from January 1st, 2010 because they made that request in oral argument at the August 1st hearing, doesn't mean that that wasn't encompassed in the decree of divorce.

What's going to happen is the ELN Trust has to make payments for all that back rent. We're talking about hundreds of thousands of dollars which is going to further provide the LSN Trust an economic windfall, Your Honor.

And although this Court ordered that the ELN Trust provide an accounting Lindell back to January 1st, 2010, we believe that was an error Your Honor and we have appealed that very issue. That very issue is in front of the Nevada Supreme Court. So once again, I don't think it's appropriate for this Court to address that issue again for all these additional properties until we at least know where the Nevada Supreme Court is going to come down with that issue.

THE COURT: So you have that as the Lindell and the Arnold property. Is that --

MR. LUSZECK: Lindell, Arnold, I think the

Mississippi RV park.

THE COURT: Okay. We'll just --

MS. PROVOST: Half is owned by Mrs. Nelson prior to the divorce for which Mr. Nelson maintained all of the income during the pendency of the divorce over the objection of Mrs. Nelson, over the objection for the request of this Court enter orders repeatedly requesting --

THE COURT: So that's my -- that's my concern. I did take property from the EL -- ELN Trust to equalize the distributions. But I'm concerned if it was her property -- clearly her property before.

MR. LUSZECK: But part of the basis for the value of the ELN Trust was the income collected. So essentially now they're going to be -- they're going to be double dipping. So you used the numbers that were provided by Mr. Bertsch in providing a value to the ELN Trust. Now they're coming back, now that they've received the benefit of that value, they're demanding all of the income obtained from the rent for those years.

MS. PROVOST: That might make sense Your Honor if they collected the rent and put it into a bank account and it sat there and it grew and it grew and it grew. But it didn't. Mr. Nelson would take the income from Mrs. Nelson's properties and use it to his benefit and his advantage and use it to

Mrs. Nelson was -- should have been receiving the income from her properties from at least the date that Mr. Nelson decided to end their marriage and file the complaint for divorce. And that's why we are asking from the May 6th, 2009 --

MS. FORSBERG: Your Honor --

MS. PROVOST: -- date forward.

MS. FORSBERG: Your Honor, that would be okay if we were in California and the community ended at the date of -- of filing of the complaint or the date of separation. We're in Nevada. It doesn't end there in divorce. Even though we disagree that these are community assets, they made a big deal about these all being community assets if you recall.

You separate the things. You don't go back and say oh, well, she paid more for shoes and he paid less for clothes, so she should pay him in a divorce. You take it the date of the divorce decree because we're not California. We don't say that it -- that it ends the date of separation of filing a complaint as Ms. Provost was just trying to make that her argument that that's the day it should happen.

 $$\operatorname{MS.}$  PROVOST: So is there a concession then from the ELN Trust and from Mr. Nelson that all of the assets are in

1 fact --2 MS. FORSBERG: No. 3 MS. PROVOST: -- community assets? 4 MS. FORSBERG: Exactly what I said. MS. PROVOST: Because if that's the reason --5 MS. FORSBERG: We disagree. 6 MS. PROVOST: -- we're not dealing with the ELN 7 8 Trust and the LSN Trust owning anything. 9 MS. FORSBERG: If you had -- had listened to my argument, I stated we disagree with that position, but you've 10 11 tried to make it your position and we disagree with it, but you can't have it both ways. 12 THE COURT: Here's what I'm going to do. You guys 13 made your records, I read everything. I'm going to rule on 14 all of these issues with specific findings because I'm sure 15 16 it's -- it would be something that could end up in appellate court. The issue that you challenging her right to -- or 17 entitlement to rental proceeds from July 1st, 2013 to current, 18 19 are you challenging that part? I know you're arguing about the back, any rental proceeds and the value going back. Why 20 wouldn't she get the -- the rental property from July 1st, 21 22 2013 going forward? 23 MR. LUSZECK: Oh, sorry. I mis -- I misunderstood.

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT **(SEALED)** VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

THE COURT: Yeah, the --

24

can't have it both ways, Your Honor. You know, if they wanted

the one way, you know, that's different. Ms. Provost is

talking out of both sides it seems to me.

23

24

THE COURT: Anything you want to add as far as -- as the back rental just on Lindell? It would be -- we dealt with the July 1st, 2013 going forward. I think that's a no brainer. Anything you want to add that you haven't already addressed just so I get a nice record for everybody? Because I'm going to go item by item like I did with the decree of divorce, make specific findings because I have concerns that it may be challenged again. So I mind you, they're very specific, because otherwise the supreme court send it back for clarification how you decided what you got there. But is there anything you wanted to add on behalf of the LSN Trust as far as the \$41,843 and plus the rentals from June 9th through June 30th, 2013?

MS. PROVOST: Your Honor, we do need an accounting for the month of January 2014. That's never provided to us or to the Court. So I would ask Your Honor in order for that to be supplemented and provided to the Court, before you bring us back for your final orders that we have the final number.

THE COURT: Okay. And that's through -- you said through January?

MS. PROVOST: It's just the month of January 2014 and then obviously their -- their accounting was through June, so -- she started collecting them right after that. So we're fine. But the month of January 2014 was left out of Mr.

Nelson's accounting. It was never been provided.

THE COURT: Okay. Just need that accounting for the January 2014? Okay. The removal of gate, is that an issue of the 375 or is that an issue with the gate removal? I mean, that was the gate alleges put up to stop Ms. Nelson --

MS. FORSBERG: Your Honor, it's such a nominal amount, but clearly when you've ordered it ahead of time and it was to do -- improve the property and to protect for protection in that neighborhood, clearly for her just to come in and get out and now she wants to charge him to come yank out something that it ordered, I mean, it -- when it was always his -- I mean, it's said Mr. Nelson paid \$3500 for that gate to be put there for -- for it. I mean, that seems like -- at the time they're managing it, so --

THE COURT: It was for safety. I'm -- I'm very concerned about the timing of that. Then it was safe up to a certain point. And then when Ms. Nelson has access to the property and now it's unsafe to put a gate. So I ain't buying that nonsense. I think that's a bunch of hogwash that it was put in there for safety and I'm insulted that they would raise that. The issue on --

MS. FORSBERG: He ordered it way ahead, Your Honor.

THE COURT: -- that current safety wasn't an issue

24 before.

was ordered more than six months before that time. It just took a long time to get it made. It had nothing to do with the timing of that. It just happened to be --THE COURT: It's coincidental? I don't know about 5 that. 6 7 MS. FORSBERG: -- coincidentally. You ordered --8 had to order it and specifically made for that area. 9 THE COURT: I'm giving the 375 for removal of the gate. It's a nominal amount and I think putting that gate up 10 11 there is nonsense. I don't -- I don't buy it that it was for safety issues and it was six months in advance this happened. 13 But for 375 I ain't going to make my time on that. The 375 is a no brainer. And I don't like which I'll address later on 14 15 how some things were done that not the way things should be 16 done, but that's another issue on that. 17 MS. PROVOST: Your Honor, on Lindell, do we want to address the issue of the \$3200 a month rent? 18 19 THE COURT: Yeah. 20 MS. PROVOST: Understanding that obviously you'll 21 rule on when that actually is to begin, but --22 THE COURT: Yeah. 23 MS. PROVOST: -- Mr. Nelson in his reply brief

MS. FORSBERG: Your Honor, so the Court knows, it

1

24

conceded the \$3200 would be a fair rent when he said that

that's what he's willing to pay Mrs. Nelson to stay in the property. We really have two issues. One is 30 -- is \$3200 a month the rent that should -- Mr. Nelson should be paying for occupancy of Lindell and Your Honor can make a decision as to when that was to start.

And our second request was Your Honor required that we come before you before Mrs. Nelson proceeding with the eviction which she could have done through the justice court. We served all of the required noticed for her to proceed with the eviction.

At this point in time given what has occurred between these parties even in October of this -- you know, a few months ago, keeping Mr. Nelson in the property as a tenant ongoing until whenever the Nevada Supreme Court finally makes its rulings. It's just not feasible and Mrs. Nelson is asking for this Court to enter an order allowing her either to proceed with the eviction in justice court but with -- our preference would be is that Your Honor has the authority to proceed with the eviction here and -- and require him to vacate the premises. He -- he has been served with appropriate notice long ago.

THE COURT: Okay. Well, as far as the first issue on that that he challenged the \$3200, I think that was based on Mr. Bertsch's \$1 a square foot which I think is kind of on

3

4

5

6

7

8

9

10

11

14

17

18

19

20

21

22

23

24

MS. FORSBERG: It said temporary protective order on the actual thing, I believe.

wasn't a temporary protective order against domestic violence

restraining order out of community court, wasn't it?

because I don't think it would qualify.

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

1 THE COURT: All right. So it was a TRO. It was a 2 temporary restraining order, not the TPO. It wasn't against 3 domestic violence. It was a temporary restraining order. 4 Okay. Kept resolving to a TPO. It was actually --5 MS. FORSBERG: But they did --6 THE COURT: -- a TRO through community court. 7 MS. FORSBERG: But they did work -- word it that 8 I think Mr. Karacsyoni and I wrote -- we looked at it --9 THE COURT: It did? MS. FORSBERG: -- and it said that on that. 10 11 THE COURT: Okay. MS. FORSBERG: And we were both surprised, I think. 12 THE COURT: If they -- I'll tell you what happens is 13 TROs, I've looked at those through the justice court. 14 grant 99.99 percent of those because they don't mess with 15 16 them. Someone grants them, they grant them for 30 days only. If you don't like it, then you got to put a motion on to 17 18 extend it or to dissolve it. 19 But I don't think those are worth the paper that 20 they're put on to be quite honest because there's no analysis of it. I've looked at that and talked to the civil court 21 22 about that. My understanding is they kind of grant those just

if they're filed. They grant it and they said people don't

like it, come forward to extend it or come forward to dissolve

23

24

it because we don't have time to deal with all that stuff.

I'm more worried about domestic violence because that's where
the issues come.

But be that as it may, I was troubled by that because got the restraining order to get her out of the property and then that came back with those issues and then we got an incident in October which is --

MS. FORSBERG: Did Your Honor read her application and about her husband and who it had nothing to do with Mr. Nelson? She parked behind her car and kept her there for 40 minutes so --

MS. PROVOST: Did Your Honor read our -- our motion to dissolve we provided proof that she was not parked behind it and basically --

THE COURT: All right.

MS. PROVOST: -- it was just paranoia?

MS. FORSBERG: We provided that.

THE COURT: Yeah, I read all the that. The only issue on that is the reason I get there, the things are out of control. We've got that and now I got him facing criminal charges I think in February 5th for a trial for something that escalated an October 20th incident. I mean, the issue this is not good. We've been going this Lindell. I think he needs to kind of vacate that

8

9

10

11

12

13

14

15

16

17

18

19 20

21

22

23

24

But at the same token I don't think he needs to be thrown out tomorrow. The issue it needs to be done. He needs to look at long term because this ain't working out. sit there and try to co-manage it or work together, that's just non -- that just ain't working out there, because the nature of the beast it ain't going to work out there. knows it's been coming or should have known it was coming and figure out long term I need to get out of here or move something on there because it's escalating. We've got temporary restraining orders and now we got criminal cases for things out of control.

And that's my concern on that is that to resolve those issues on that, because that's my concern on that is the things are escalating ugly. It's going to be uglier and uglier and sit there and say they can work together or -- or co-manage that or get that. I think he needs to look about a plan to get out.

MS. FORSBERG: Your Honor, we would argue that these -- both of these incidents are caused by Ms. Nelson. the one who came and -- and did this. She's the one that did that with Ms. McArthur, not Mr. Nelson.

THE COURT: Isn't he face --

MS. FORSBERG: Did he come down? He did not come down.

THE COURT: Isn't he facing a criminal a case, she's not? The DA felt --

MS. FORSBERG: Well, yeah.

THE COURT: -- someone screened it.

MS. FORSBERG: And she -- but he wasn't even arrested, Your Honor. He wasn't arrested at site. There was no -- no -- even the TPO, her TPO was rejected from it. So I mean, clearly, you know --

THE COURT: Clearly --

MS. FORSBERG: -- this is all orchestrated by her and now that's what she's using to try to get him out. And she's using this Court to do it.

THE COURT: Well, this is her property as far as the decree of divorce gave her the property. So he needs to think about getting out and how is he going to get out. And the issue I'm inclined to give him 30 days to get out because of the business and redoing that. But he should have been thinking of this since 2009 because you've been going around and around the block thinking he needs to sit there and say I need to get my business out of there and Ms. Rochelle out and everyone away from there.

Because that was a problem. Everyone was involved with their life, Rochelle, everybody was all parties. They were all lovey dovey as family and then it hit the fan and

MR. NELSON: I've owned that building -- for 15 years I've been in that building. My whole business, my whole structure is structured around the square footage. I'll pay the 3200 square feet. My solution was within a hundred and twenty days from the state supreme court ruling I'll move out immediately, I'll pay the 3200. I didn't have nothing to do with the Rochelle incident. I --

THE COURT: I know there was --

17

18

19

20

21

22

23

24

MR. NELSON: -- another gate. But if I could have -- we're also in bankruptcy, so we're protected in the bankruptcy side of things with the Dynasty Development. We're in the height of that. There's thousands of files. Paul Alanis came in here and blew up part of it. And so we're protected under that too.

So if I could have four months from the date of the state supreme court, I'll get out if she's awarded that -that property. That's my -- that's my home away from home
there. All my mailings, all my offices, all my licenses,
everything hang on that address there, sir. And I'll -- there
won't be any incidents from me and I'll pay the 3200 a month.
And I will get out 90 days, a hundred and twenty days after
that state supreme court throws me out or lets me stay.

THE COURT: As far as the supreme court, I don't know when that's going to come. That can be six straight months. I think you need to start planning on relocate. I don't know about an automatic stay. It has been filed in the bankruptcy. I don't know what that encompasses, what was filed on that.

I do know we had some bankruptcy cases before and I made my findings about improper use of the bankruptcy court.

I think Louisiana and the federal court had made some decisions about some bankruptcies we had going on in other

entities. So I -- unless I see a stay that applies on that, I 1 2 think you need to think about getting out and I think you need to get out. I'll give you 60 days to get out. I think that's 3 fair. You were asking for a hundred and twenty days which 5 means you can do it in 60 days. I'm going to give you -- and all I'm going to give 6 7 in to you is we'll start February, March, so by April 1st. 8 That gives you 60 -- a little bit 60 days plus to sit there. 9 If this -- maybe that gives you some thing to settle coming up 10 in February. Maybe that will give you some more incentive to settle the case, but I think you need to be out by the -- by 11 the close of business on December -- on March 31st and pay 12 13 rent \$3200 from July 1st currently and get caught up on that and -- does that cause any major heartburn to the other side? 14 15 And that gives some time to file things if you need. 16 MS. PROVOST: So --17 MS. FORSBERG: Your Honor --MS. PROVOST: -- rent is from July 1st, 2013, Your 18 19 Honor? 20 THE COURT: Definitely from that point. 21 MS. PROVOST: \$3200 a month? THE COURT: I think that's a no brainer. Yeah, I 22 think that's a no brainer through current. 23

MS. PROVOST: Through current. So when is he due --

24

when is he required to bring that amount current to keep him in this --2 3 THE COURT: Talk -- yeah, we'll talk about it -because I won't hear about it -- with the 60 days. Does that 4 5 work for -- I know they wanted a hundred and twenty. I cut it in half. That gives them some chance to get some immediate relief. I do know with businesses and relocating, but this has been going on, it's brewing and things out of control. 8 And I think in fairness 60 days would be fair and that would 10 give you to March 31st which is --MR. KARACSONYI: Just so you know, Your Honor, the 11 stay -- the stay they're referring to is that he's saying some 12 entity that he has -- that he manages there. It's -- the 13 building's not owned by any other entity or anything. But I 14 15 -- I think Ms. Nelson had some work that she's doing there and 16 she just doesn't want him to interfere with it or \ 17 MS. NELSON: Can I address you --18 THE COURT: Sure. 19 MS. NELSON: -- sir? 20 THE COURT: Sure. MS. NELSON: I -- in bringing the properties, this 21 one specifically is what you're speaking. 23 THE COURT: The Lindell, right.

> D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

24

MS. NELSON: Okay. So I will address that issue

right now. In bringing the property to a situation where the tenants will stay. It's not an estate. It -- it needs some work in order for me to lease it out properly.

I began some work on getting the building ready to be painted, because I recall it's -- it's never been painted.

And I had some workers there at the building and they were chased away by Mr. Nelson and -- and refused to return.

There is additional landscape work and there's a sign. There's never been a proper sign on the property.

There's a four by four on -- on some plywood. And in order -- in order -- what I'm trying to say is that in order for me to make that property profitable there's work that needs to be done. And I have not -- I'm not confident that that work can go forward without challenges.

The day that I pulled into that parking lot to draw a picture of the parking spots was to have the tar redone on that property. And what became of that but a restraining order TPO, a TRO, I'm not sure what it was, from Ms. Rochelle.

And I'm -- I'm just asking the Court to consider that I have -- just had to put a new roof on the property. It was \$30,000 because the last rain poured into one of the suites. New roof has never been put on or maintained properly and they threatened to leave -- clearly they couldn't have stayed in that -- in that situation anyway.

So moving forward, I have a schedule and I told these tenants that are left there that this work is going to be done. And I -- I would just ask that you would recognize that this work needs to be done. And I -- I don't know that I can trust that I can do that or even be on the property safely and securely as long as Mr. Nelson is there.

mean, right now you have a criminal case I think set for February 5th. So those issues -- so you keep -- I do share Ms. Lynita's concern. I think what happened that's why we need to get this resolved. I do understand on the fact that she wants to be able to get continuing tenants and maintain the tenancy there.

What we're going to do is I'm going to order you to vacate by the close of -- by March 31st by midnight so that as of April 1st you're no longer be a tenant. The reason that gives you time to get a new location. I do share the concerns by Ms. Nelson. We'll order Ms. Nelson as far as the owner of that property, you can make any repairs or improvements you want. It's not Mr. Nelson's concern. And at this time pending a supreme court decision otherwise it's her property and she can do it like any landlord.

If there is any problems on that with him chasing people away or getting in their face, bring them in there with

an order to show cause with specifics and we'll do that because he will be upset having to move out of there, I get it, but too bad. The fact is this is non-tenable. We can't be having this stuff going on there where someone gets hurt. And the fact is he should have been planning on this since May 2009 he's been sitting there having full reign of the property, not paying any rental for the property on that and this Court did some things to equalize on that. But it's clearly as entitled to rent. The \$3200 monthly, you should have been making some good faith payments to you anyways, I would be more sympathetic.

But the fact is he needs to get out of there before things escalate. And the fact that he hasn't paid rent before, the fact is if you want to do a rental agreement with it, that's of course up to you if you want to do that. But right now on the furnace, I'm going to order him to pay rent as of July 1st, 2013 currently at the amount of \$3200 per month. When --

MS. PROVOST: That comes to \$54,400 for the 17 months between July of 2013 and present.

THE COURT: And that needs to be paid so that you can remain there. If you're not going to pay that, then I'm going to have it -- be able to evict you within the three days to the civil eviction court for nonpayment of rent. What time

MR. NELSON: Can we -- can we do that in the offsets? Because, you know, you held the deal in the cabin for her benefit. Can you hold the side of the cabin for my benefit for that 54,000?

THE COURT: No, I think as far as that, I think you need to pay rent like any business person and I think you've been getting away with it for a long time. You should have anticipated paying something. If you were to make any payments to her, I would be fine with that. But you haven't done anything, dragging everything out and waiting a hundred and twenty days with the supreme court. You need to pay rent like any business. 54,400. I'm inclined to give you a week or 10 days to pay it so that you can come up with that.

Otherwise, he can evict you for nonpayment of rent.

And I would rather have you have some time to get

business -- and in order to pay the rent current at the amount of \$3200 per month effective July 1st, 2013. We're going to give you til the close of business February 6th by 5:00 o'clock. That gives you about nine days to come up with that back rent and the current rent. If you don't come up with that, then you can evict him to the civil court which will be basically three days notice.

And this Court put in the record on that that it would be nonpayment of rent. And again, I think that's given you a little bit more time than they would like on that. But then it gives you a chance to come up with the back rent because you should have been paying rent at least since the decree came in even with the stays and the writs on that, the fact that she was entitled to rent proceeds and you have been staying there basically free.

And if anything comes up, we'll reimburse you through any of her assets if it looks like that was not the right thing to do. But it looks like with the Lindell property you've been sitting there rent free from day one.

MS. FORSBERG: Your Honor, as for a formality I -of course I need to offer an oral request for stay because
then we can file a stay with the supreme court. So I'm
requesting an oral request for a stay and --

THE COURT: Absolutely. We'll notice the stay will

7 8

9

10

11

12

13

14

15

16

17

18

19 20

21

22 23

24

be denied and what we'll do is we'll come back with specific findings so you have something that you can appeal on or stay on that to get that going. So I gave you until the end of next week so you got time to get something filed on an emergency basis --

MS. FORSBERG: Thank you, Your Honor.

THE COURT: -- but -- and that gives a chance on that. So I'll order that to be paid in full by the close of business on February 6th which is a week from this Friday. If not, you can proceed with the eviction through the civil court and you can use these minutes to show the court so that's pretty clear the rent should be paid and when you need to pay it. So I think it's a no brainer for eviction if it does not pay that.

And I will get -- when we come back later this week with specific findings so we can get an order on that so you got something to submit to the supreme court because you can't take it on an oral decision, so we'll --

MS. FORSBERG: Thank you, Your Honor. If you can provide that to me.

THE COURT: And I'll take it under advisement the other payments they're requesting going all the way back to May 2009.

THE COURT: You've got the same argument on the --

19

20

21

22

23

24

on Arnold I think was the same property you had. You guys have the same argument that the Arnold was for back rent from prior to the divorce decree and your position was that the equalization on that should have been no prior rents prior to the divorce decree of June 3rd. Is that -- that was my understanding when you argued the Lindell and the Arnold --

MR. LUSZECK: That's correct. Yeah.

MS. PROVOST: Is there any objection to payments from the -- as represented on the accounting which are from the decree forward which would be \$1,037.72 along with the amounts in October and November and December of \$450, \$450 and

THE COURT: Any objection to the rents going

MR. LUSZECK: The same argument that we've lodged before in regards to the payments that were --

MR. LUSZECK: Received I think for November and December. I think those checks need to be reissued to the LSN Trust as opposed to the ELN Trust, you know, cashing it, having to report it as income and then writing a check with the LSN Trust.

THE COURT: I don't know if you can make that happen whatever they need to do so they don't -- okay. So you're

okay with --

14 l

MS. FORSBERG: Because they just need to sent it back to -- to get the reissued.

THE COURT: Okay.

MS. PROVOST: And we've -- we've provided an assignment for the rental agreement that Mr. Nelson entered into despite not having ownership of that property. And Ms. Forsberg has requested some changes to the language. I don't know that we're going to be able to resolve that. If not, we'll bring it to you next week.

Two of the requests were fine. The third request was that any of the disputes regarding the lease agreement be dealt with in Nevada despite the fact that it's Mississippi real property and a Mississippi rental agreement.

THE COURT: Yeah, that --

MS. PROVOST: So that we -- we cannot agree that the dispute needed to up -- dealt with in Nevada. If they're willing to waive that, then the other requests that she had would be fine and we'll send those over.

THE COURT: I think if there's a problem, I don't think we would have in rem jurisdiction over the property in Mississippi. So I don't think we even have the jurisdiction to --

MS. PROVOST: Exactly, Your Honor. And it's -- it's

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

MS. FORSBERG: Your Honor, he's fine with that anyways. We can strike that provision if she be either -- you know, the revised for the other --

MS. PROVOST: We'll get her the assignment as soon as possible and -- and we'll have that likely executed before we're back before you. So there has -- my understanding there was no objection to the 1,037.72 which is due at according to Mr. Nelson's accounting. And that should be paid to Mrs. Nelson. We will have the checks reissued for the October, November and December payments so that she can receive those.

MR. LUSZECK: Yeah, and once -- no objection with the caveat that --

THE COURT: Yeah, the same ongoing that you had for the other properties. The Russell Road, that was a 26,694.40 requested basically for the -- on the accounting on that. She's requesting the one-third interest on that. And it was requesting that and one-third current from July 1st going forward. But that's with the 26,9 -- 694.40 came forward on the Russell Road which is the third, third and a third.

 $\hbox{ The position on the $--$ the trust or Mr. Nelson as } \\$   $\hbox{far as other than the $--$ the general $--$ }$ 

MR. LUSZECK: Nothing than what's already been addressed, Your Honor.

THE COURT: Okay. Anything else you want to add to

1

24

Okay. As far as -- I know the position from the

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT **(SEALED)** VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

MS. PROVOST: Yes.

1

24

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

getting the promise that it's coming. And now once again it's

a promise that it's coming. At this point in time, Full House Resorts is prepared to provide us with the information. All they need is a subpoena so that they don't then end up --

THE COURT: Getting sued.

 $$\operatorname{MS.\ PROVOST:}\ --$$  with other people suing them for release of the information. We are not seeking --

THE COURT: Are you --

MS. PROVOST: -- to reopen discovery other than to be able to issue the subpoena that is necessary to Full House Resorts to obtain the lease and to obtain the accounting. They obviously are going to have the records because they're the ones making the payments --

THE COURT: Making the payments.

MS. PROVOST: -- to whomever they're making them. The lease is going to tell us exactly to whom those payments are being made. And they're going to be the entity that has the checks and the information to show exactly how much has been paid without any of the corresponding deduction problems that we may have if Mr. Nelson prepares the accounting.

MR. LUSZECK: First of all, this Court never ordered the ELN Trust to provide an accounting from May 6th, 2009 through present. That never happened with any of the properties except for the Lindell which we addressed earlier.

Second -- second of all, one of the issues has been

THE COURT: Okay. If there's a problem with the trust with getting an accounting, we'll order -- issue a subpoena for the limited purpose for the Full House Resorts to get an accounting and a lease. We'll make it very limited on that. And if you come up with an accounting in the interim before then --

MS. FORSBERG: Your Honor --

11

12

13

14

15

16

17

18

19

20

21

22

23

24

THE COURT: -- if that solves it, fine.

MS. FORSBERG: -- originally they had -- they had advised us that all those things were gotten -- had been gotten rid of. Now we hear in the last letter, letter or two before that now they have documents that by the end of today or tomorrow they want to decide what's happening to them or get rid of them is my understanding.

MS. PROVOST: I have no idea what Ms. Forsberg --

THE COURT: Yeah. Yeah.

MS. PROVOST: -- is talking about.

THE COURT: Yeah. But let's finish this one first and then we'll see what document she's talking about. But as far as the Mississippi RV park, we'll order -- the Court will allow a subpoena be issued as to Full House Resorts for the limited purpose only of getting an accounting and a lease because I can't make any decisions as to that unless I know what the lease was and what's been paid. That way I can make a determination. I think the number 272,000 was based on 4,000 per month from -- on May 9th to the end of December 31st, 2014. I don't know if those were paid or not paid. So I don't know.

MR. LUSZECK: I don't know. I thought Mr. Bertsch had addressed this to some degree in his reports.

THE COURT: Yeah, I mean --

MR. LUSZECK: So it was agreed then --

MS. PROVOST: Mr. Bertsch was never provided with the lease, Your Honor. So this argument that now all of a sudden they don't have a lease that they couldn't even provide to Mr. Bertsch back in 2011, Mr. Bertsch's numbers -- if you look at this reports, he provided an overall value for the Silver Slipper. He could not break down how much of that was rental property income versus how much of that was Eric's

7

8

9

10

11

12

13

14

15

16

17

18 19

20

21

22

23 24 management fee income versus how much of that was other Silver Slipper income because the lease was never provided.

THE COURT: I think you need the lease. It's been going on there. I'll have to look. Mr. Bertsch had I think about 16 reports on that. So I'm going to have to go through all this in a little bit more detail to refresh my memory on those issues. But let's get the lease and the accounting and that should resolve that as far as the Mississippi RV park. One way or the other I think that should resolve it.

MS. PROVOST: So we -- we -- discovery has been reopened specifically limited to being able -- we are able to issue the subpoena --

THE COURT: An accounting and a lease as to --MS. PROVOST: -- Full House Resorts for accounting and lease.

THE COURT: -- Full House Resorts in order to determine what the lease is and any accounting so we can address any proceeds so I can make some basis to rule on.

MR. LUSZECK: And is the accounting period -- what is the accounting period? Is it limited to post-divorce decree or is it prior to?

THE COURT: How long -- I think --

MR. LUSZECK: I mean, our position is is that this was all subsumed within the -- the divorce decree and it's

As a practical matter, the argument that they're making really doesn't -- it doesn't make sense logically, because what they're arguing is that she already received the monies for the income by virtue of the fact that you release certain monies from the Nevada State Bank account to her.

The fact of the matter is that you used a certain calculation that you anticipated she would get something like 20,000 a month and use that to give her funds. But that wasn't intended to compensate her for the monies -- the income from the properties that she would have got specifically, because if it was, then how are you -- how then are we securing and what bond have they posted to secure the lump sum alimony award?

In fact, your order was pretty clear that once -- it said it's further ordered that once Eric and the ELN Trust provide the accountings ordered herein, the parties can address with the Court any issues related to the same. And the payment and security of payment of any amounts that may be owed to Lynita and the LSN Trust. So your intent all along was to go ahead and go forward with getting these accountings done and getting the monies paid to Lynita.

They have absolutely no concerns, because you secured any claim they may have in the future with the

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

properties, specifically you secured -- you ordered that neither party would be able to liquidate their one-half of Brian Head which is worth \$492,500 each, that she could not sell the Lindell or Banone properties without an order of this Court.

And as you know, she already owned half of Lindell. So her half of that was \$572,500. Banone speaks for itself because it secures itself. So really there's no -- there's -- there's no reason for them to argue that -- that they shouldn't be able to give the money now, that they shouldn't have to give the monies now because you've already secured it. And to the extent they're arguing that it's a double dipping, it's not a double dipping, because that was intended for lump sum alimony. And if you allow them to use her money to pay herself the income, then there's nothing to secure the lump sum alimony if she prevails on appeal. Now we're short funds.

So that's how we would respond to -- to their arguments on that issue. And we would ask that the Court continue with its stated intent back at the time of the order and go ahead and allow the accountings to play out and to order the compensation that needs to be ordered with the understanding that the Court has already secured enough property to make any offsets in the future if necessary.

MR. LUSZECK: Your Honor, the state of intent is

21 | 22 |

from the provision of the order that I just read which is the Court is not inclined to resolve or modify the injunctions previously issued by the Court at this time except as otherwise specifically set forth below. And below you deal with payments for alimony for 2013 to 2014 and then 2014 to 2015.

If the ELN Trust is unsuccessful on appeal, I agree. Lynita will be entitled -- I'm sorry, unsuccessful on the appeal. I agree. Lynita's going to be entitled to that money at the time. But I think it's going to create a logistical nightmare making all those payments at this time. And here's why.

What's going to happen is the -- the grounded that were facing here is if all these payments have to begin being made for -- for past rents collected, the parties -- the -- both the ELN Trust and the LSN Trust are going to have to go. They're going to have to amend their tax returns for the prior years.

If the ELN Trust is successful on appeal and the supreme court somehow modifies or overturns the decree of divorce, what's going to happen then is the ELN Trust is going to have to incur thousands of dollars of fees and costs to recoup the prior payments that were made. And then once those prior payments are recouped and paid again to the ELN Trust,

3

4

5

7

9

10

11

12

13

14

15

16

17

18

19

20

22

21

23

24

both trusts are going to have to amend their tax returns again and it's just going to be a logistical nightmare.

The Court has as Mr. Karacsonyi recognized, the Court's enjoined Russell Road and Brian Head from being sold. I think that takes care of the supersedeas bond issue. ELN Trust has an interest in both the Brian Head cabin and in Russell Road. So the same argument rings true for the ELN Trust. If it's found that the ELN Trust's appeal is unsuccessful and those money has to be paid to the LSN Trust, the LSN Trust will be secured and it should be paid at that time.

I just think we're getting into dangerous grounds making these monthly payments going back for years without due process being run with the Nevada Supreme Court. It's that reason I think it makes a lot more sense just to wait until it made its decision.

I mean, Ms. Nelson has the income producing property. She's getting monthly rental payments. She has the alimony payments. There's no reason why this money has to be paid over at this time.

MR. KARACSONYI: Can I just address the specifics about the tax return issue?

THE COURT: Sure.

MR. KARACSONYI: The -- the argument always on -- on

their side is always well, we're going to be harmed, we're going to be harmed. But the fact of the matter is under the decree, she's the only one with the rights to those properties.

You're going to have to make some change anyways if they're unsuccessful, if what he's saying is true. You're going to have to amend some tax returns. But the fact of the matter is right now she is the only one with a legal right to those monies.

So to say that the -- to say that they may have to amend a tax return later if they're successful on appeal isn't a valid basis to prevent her from executing under the judgment and getting what she's entitled to. I think the Court's order is already pretty clear.

THE COURT: I don't need anymore on that. As far as the stay, I'm inclined to modify the stay at this time based on the evidence I got on that. My goal at that last hearing was to give Ms. Nelson some money because she wasn't getting anything and the rentals that I didn't have accountings as to the property was coming in. And leave that to a later date.

And my concern with the supreme court, it could be another year before you get anything on that. And since there's more to being status quo for a year, it's not fair to Ms. Nelson because everything's been on hold. But

everything's under the -- if the Mr. Nelson and -- and the ELN Trust kind of holding all the cards, I agree with that. But there is a decision from this Court, a divorce decree that has not been overturned.

If it does get overturned, there's ways I can do offsets and do things whether it's an accounting nightmare where I've looked at all the accounting in here. All the account doesn't seem to be a nightmare when I get all the accountings to Mr. Bertsch. There's been an awful lot of accounting being done by Mr. Nelson and the ELN Trust so they can keep doing all the accountings just like Ms. Lynita can do all the accountings also if they have to -- but any modifying tax so what -- say modified tax returns. So what? People do it all the time. I ain't worried about that.

The issue is there is a divorce decree that this Court issued. I was trying to hopefully get that matter resolved before. It's still pending. Maybe they will get it resolved. Maybe depending on what happens here today. It may give them some more incentive from both parties or all three parties to get the matter resolved. But I'm going -- have a tendency to go forward.

My decree to make sure that there's -- Ms. Lynita has got assets that's okay to go after with the Brian Head and Russell Road. So anyone who gets quote harmed by my decision,

5

6 7

8 9

10 11

12

13

14 15

16

17

18

19

20 21

22

23 24 there's resources there. While they have to expend monies, thousands of dollars of fees and costs, welcome to the game. They have been expended thousands of dollars of fees and costs throughout to get stuff done. So the attorneys have to do what they have to do.

I respect that, but I'm not worried about logistical nightmare, because this case has been a logistic nightmare because every number we looked at we had to go through just trying to get a picture of what the estate looked like at any time. And it went on and on and on. So I'm not worried about accounting logistics because they have been very complicated and I think that Mr. Nelson and the ELN Trust have been very good to be able to do accounting for anything that needs to be done. So I'm going to not worry about that.

So I'm inclined to at this time modify the stay as necessary because that was the intent of that that I wasn't going to lift that stay or modify at that time, because my goal at that time was to give money. And based on the representations made and as focusing on the spousal support specifically so she had money, when I gave the spousal support, part of that spousal support determination was based on rental income she would be getting over the course of the life of the property. So that was I think for the lump sum and how I came to that. I think I explained at the divorce

decree was to -- you talk about money coming in and spousal support because as I said, income being earned and how I came up to that. So I did consider the rental income at the bottom line and I had an order June 3rd, 2013. And basically awarded her property and proceeds she should get that she hasn't gotten. And that would be going on two years pretty soon.

And before the supreme court rules on anything and I don't think that's fair. They had stays, they had writs. The supreme court got rid of all those stays and writs. So I was inclined to sit there and deal with it when I have to. But I think we need to go forward, because this stuff is going to come out anyways. If the supreme court affirms my decision, we're going to be here doing all these numbers when we got them. So we might as well deal with the numbers now and then they can go for a stay with the supreme court saying that Judge Sullivan is out of control and making all these orders, the supreme court can answer if they want to stay it pending the settlement conference.

But I'm inclined to move forward with these issues. I think they need to be resolved. And I think the problem in this case is that the LSN Trust has kind have been chasing everything throughout these proceedings on that. And I don't think it's fair anymore. I think they need to sit there and see what this Court thinks is under the divorce decree and

take it from there.

And if they affirm me, no harm no foul. If they overrule me or modify it sometimes, we'll look at that and do adjustments as appropriate. But let the adjustments go to Mr. Nelson and the ELN Trust instead of the adjustments always going to the LSN Trust because that's what's happening here. They're always trying to adjust on your side and you've been kind of chasing the proceeds since day one.

So that's why I'm inclined to modify my stay and go forward at this time and issue by issue and you guys can do what you need to -- need to do, but these issues need to be resolved either now or later. And there's enough assets there from the kind of thing.

number. I think that's a very conservative number on the value especially now with the -- the economy going back. But even with that number, that was given the Brian Head and the Russell Road as -- as plenty assets in there that can sell it and split it up to everybody if we had to to make sure that if there's any finances it wouldn't be too hard to get resources. So I think there's enough collateral to cover everybody in this case.

So at this time I'm inclined to modify the stay accordingly based on the issues that we deal today and see

what should be awarded or not. But that's my decision on that as I'm not going to keep everything on stay. It's been a couple years now and we need to get this going forward and let the supreme court do what they need to do.

As far as the -- so I'm going to -- as far as the stay, I'm going to modify the stay at this point. And in that case I had I'm inclined to sit there and hear the facts now on case by -- issue by issue. And I'll let the stay be a stay to anything at this point, because the supreme court could have done that and they kind of stepped back. I felt I could have enforced it last time, but I was holding off to see if we got it resolved and maybe this gives people more incentives to try to get it resolved at the supreme court level.

If not, so be it, but I need to put the urgency in this case to get it resolved in the interest of everybody, Ms. Nelson, Mr. Nelson and the ELN Trust, because we need to get some finality here. And if the supreme court affirms me, then we got half the issues already resolved at this time as to values. If they don't, then we do adjustments accordingly so that we need to get moving forward. But for those reasons, I'm not going to stay this. I'm going to go forward at this time and see what issues we have and resolve on the merits of the issue based on the divorce decree issued June 3rd, 2013.

As far as Ramos property, I show \$78,000. Is that

MR. KARACSONYI: According -- Your Honor, I mean, I have -- I just want to make sure we have -- we -- we have a clear understanding. So the stay, you -- you said you're modifying the stay. And you seem to indicate that certain property would be securing, you know, any final adjustments. And could we get a specific as to -- I -- I understand -- so Russell Road -- obviously none of the property that's in their possession that belongs to Ms. Nelson is going to -- it -- it's still the order of the Court that they can't sell any of her property, of course.

THE COURT: And --

MR. KARACSONYI: I would understand. And she can't sell --

THE COURT: She can't sell it either. That way until the supreme court decides on that so you can -- if they decide she's got a rental income, she can get that, but no one can sell those Banone properties until --

MR. KARACSONYI: Yes, sir.

THE COURT: -- the Court --

MR. KARACSONYI: Okay.

THE COURT: -- supreme court rules on that. That way no harm, no foul. You're just looking at rental income that they to recoup that. But at least -- and I'll have to

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (SEALED) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

1 THE COURT: Absolutely. 2 MR. KARACSONYI: Okay. That's just what I wanted to 3 clarify. 4 MR. LUSZECK: Russell Road as well? 5 MR. KARACSONYI: Russell Road too he said. 6 MR. LUSZECK: Okay. I -- yeah, I thought -- I 7 thought those were --8 MR. KARACSONYI: Which belongs to -- a portion 9 belongs to her anyway. So that's why he's --10 MR. LUSZECK: A third's a third, yeah. 11 THE COURT: And that's my intent. My intent was far 12 as the stay and all -- all -- any rental proceeds --13 MR. KARACSONYI: Okay. 14 THE COURT: -- or anything wasn't going to stay 15 that. But as far as Banone properties, then I want to be fair 16 for everyone. That way no matter where it comes down, the property is still there. They don't have a bonafide purchase 17 18 or coming forward as a third party saying I'm a bonafide 19 purchaser. That way the property becomes an issue here, all 20 the Court can do is -- supreme court can say Sullivan, you 21 screwed up, switch it back to the ELN Trust or to Mr. Nelson. 22 So I will maintain that stay definitely for the Banone

properties, the Lindell properties, the Brian Head cabin and

the Russell Road because that was the security the Court had

23

24

that no matter how it came out those assets are valuable and that way there would be protection for everybody, security for ELN Trust, security for LSN Trust and security for Mr. Nelson himself so that there would be adequate proceeds so people aren't going to have to try to get that. They're going to have to just pay legal fees and costs, but that's been going on anyway, so --

MR. KARACSONYI: That helps clarify. I think the one thing -- I don't recall if Russell Road was specifically mentioned as neither party could sell or encumber it. I know there's an overall order that he can't -- the ELN Trust or Mr. Nelson can't sell anything that belongs to her. So to the extent that one property needs to be added, that was my only confusion. But you're keeping all the -- the past ones and then if Russell needs to be added, then add Russell.

THE COURT: Yeah, we should add any -- any objection to adding Russell Road if we haven't? I mean, I don't see any emergency coming next few --

MR. KARACSONYI: He thought it already was.

MR. LUSZECK: I thought it was that.

THE COURT: Yeah.

MR. LUSZECK: I -- I thought it was.

THE COURT: Just in case it hasn't, so it would be Banone, the Lindell property, the Brian Head cabin and Russell

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (SEALED) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

THE COURT: And that's why you get specific

24

performance on real property, because --

MR. LUSZECK: Exactly. For -- for that reason the injunction should apply to those for Mississippi parcels as well.

THE COURT: We'll address that when we get to it.

Is there any plans to sell that anyways? I know you're asking for rental on that. But if there's no emergency to sell it anyways, I would be inclined to include that. But I'll hear argument on it. But I would be inclined to keep that unless there's a sale going on or something that people had going, because the issue is right now to be is to look at the rental proceeds or other issues that have been going on since June 3rd, 2013 as far as any sale of property unless there's an emergency or someone's planning on selling and they have a hot buyer then I guess I would look at it. But the -- at least that would keep status quo as extra ownership of properties to the supreme court rules.

MR. KARACSONYI: Except each part obviously property that was -- wasn't awarded or that she already had they're not claiming that they don't need to transfer to her. They -- they have never claimed that that should be. She should be prevented from selling her own property.

THE COURT: She had some she owned before as far ownership interest, but --

Okay.

MR. KARACSONYI: I just wanted to keep that clear.

THE COURT: And we'll address it again at the end to make sure we got things clear. So my understanding was anything that -- your request was anything that the ELN Trust was directed by this Court to transfer the L -- LSN Trust where no one can sell it at least until the stay include that. Is that --

MS. FORSBERG: Yes.

MS. PROVOST: Yes. Anything that the decree directs be transferred.

MR. KARACSONYI: That's our request.

MS. PROVOST: Now we are not staying the actual transfer. We're just staying --

THE COURT: Right.

MS. PROVOST: -- the sale of the property.

THE COURT: Any sale -- my clue on that was a sale because then it goes to a third party and you got a bonafide purchaser and it becomes another issue that a third party comes that I didn't know. I bought the property and now you can't get your property back. And the uniqueness of property as far as title transferring, I think I made that clear at the last time. I wasn't problematic with title being transferred, because they can always transfer it back. The issue was the

property being sold to a third party and now you don't have a claim against that property against a bonafide purchaser for value on that that you're going to have a problem with the security for any land or anything.

MS. PROVOST: And -- and I believe then Your Honor if I'm -- you have not stated it, but one of the issues raised by the ELN Trust was their request that any of the money that is to float to Lynita be placed in a blocked account. That's denied.

THE COURT: Yeah, we'll get there when we get to that point and we see what the number comes down on there. But right now I'm inclined -- not inclined to put things in blocked accounts because I did that. And the 1.1 million sixty-eight thousand, I had 1.5 million. I allowed that. I only froze the -- the amount that I awarded to protect the -- the lump sum. And Mr. Nelson and the ELN Trust got their 500 grand right off the top and used it right away. So they had access to that money so I did not tie that up for years because I figured he need the money to keep the business going. I did understand that.

So I wanted to let him take that. I know Ms. Nelson wasn't happy about that. I respect that, but my thing was he's got a lot of things going on. I didn't want to stop the business. I know he had a lot of things going on. I released

7 8

9

10

11

12

13

1415

16

17

18

1920

2122

23

24

that right away. So I'm not inclined to block your money for the next six months or a year with the supreme court done. So we'll not be inclined to put it in a blocked account.

But again, I'll listen to that at the end to see if there's any question. But my inclination was not to do that because I did it to protect the LSN to make sure that they had security for a lump sum and other issues like that that they — and that's why I did it and I did allow that money to be released and they got access to it right away. So I think what's fair for the goose is fair for the gander I guess I would say. So that's a legal term. I would not be inclined to grant the block account request but I'll entertain that as we come up with issue by issue.

Anything else we need to address before we -- so basically --

MR. LUSZECK: I think we can jump back  $\operatorname{\text{--}}$ 

MS. PROVOST: I think we're back to --

MR. LUSZECK: -- to issue by issue.

MS. PROVOST: Yeah, issue to issue.

THE COURT: Okay. And we'll make sure at the end that we get it real clear so there's no confusion as to stays or things that we got going. The Ramos note, the J.B. Ramos note, the 78,000, that's a requesting --

MS. PROVOST: Your Honor, not to interrupt, but --

THE COURT: Whoops.

MS. PROVOST: -- on Concord Village, is there a date certain for payment of that \$500 and is there going to be interest from July of 2014 which is when she would have received those monies?

THE COURT: I think she's entitled to interest from the date of decree of divorce if it's -- why don't we go from July 1st. I don't know how they have to accumulate the interest. I think -- isn't -- as far as any decrees, isn't it by statute there's a certain percent but I don't know how we do that. But why don't we get all the ones done and look at interest what we need to. I might not be inclined to get interest at this time until I figure it out there, but I know I'm going by the decree if that's affirmed, then I think you're entitled to interest from the date the decree was entered I believe. But at this time --

MR. LUSZECK: Or when the deposit was received -THE COURT: Deposit was received.

MR. LUSZECK: -- by the ELN Trust, whichever later.

THE COURT: Whichever later. Yeah, so I'm not so sure when that -- because I'm not sure when you got that specifically. Yeah, I would agree with you that \$500 any interest from date of receipt when you --

MS. FORSBERG: Giving the money back to the guys

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (SEALED) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

THE COURT: Yeah.

22

23

24

MR. LUSZECK: So I don't know if the ELN Trust --

THE COURT: Stay and then they did a writ.

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

MR. LUSZECK: -- should be penalized with -- I mean, interest back from the decree of divorce when it was stayed by the supreme court. I -- I realized this one's for \$500, but I think that's the general --

on that, it's stayed on there but it's set aside, I don't think that means that the interest goes away because the supreme court stayed it. I mean, the issue goes to furnace on that that they should get interest for any monies that was there. I don't think you should -- you're not being punished saying that you're punished because there was a stay in place by the supreme court but I don't think that wipes away interest because --

MR. KARACSONYI: I don't --

THE COURT: -- anytime you appeal a decision and you have a hundred thousand dollar cash settlement, you appeal it.

MR. KARACSONYI: Right.

THE COURT: The supreme court stays it. I don't think they come back two years later affirming sale if there's no interest because we had stayed it, so --

MR. KARACSONYI: That's exactly right.

THE COURT: And so I am inclined for interest. But let's look at the big things and see where we're at right now if we can get the big issues done and we can order it because

I have no way to compute interest to be honest at this time and percentages. But how about the J.B. Ramos note that was a \$78,000? Do you have a position on that from the ELN Trust or from Mr. Nelson himself as far as position on it? I know you would like everything stayed --

MR. LUSZECK: Yeah, I mean --

THE COURT: -- which I denied and you would like everything put in a blocked account which I'm not inclined to do.

MR. LUSZECK: It's the same position. What -- do you want me to repeat the same thing every time?

THE COURT: No, I just want to make sure --

MR. LUSZECK: Okay.

THE COURT: No, I just want to make sure that you guys have the --

MR. LUSZECK: There's nothing other than that. I mean, the only thing I would say with interest is I am not entirely sure when this promissory note was paid in full. As I sit here today. So I guess my only point is what the interest if it wasn't paid in full until, I don't know, February of this year. She's not entitled to interest on the entire amount of \$70,000 back from the decree of divorce.

MS. PROVOST: And the difference Your Honor is that regardless of when it was paid in full it would have been paid

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (SEALED) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

MS. FORSBERG: That's what I'm saying.

24

THE COURT: -- interest later on, but --

2 |

U

IU

MS. FORSBERG: And you see the argument on -Bertsch's report was two years earlier. And we have a note
that's been being paid on and then -- right. So you know --

THE COURT: And -- and I'll look at those details on that. I think that he's entitled to interest. The issue is when did the interest accrue from this --

MR. LUSZECK: I think that's going to be the main issue with most of these properties --

THE COURT: Is that --

MR. LUSZECK: -- is when this interest accrued.

MS. PROVOST: Well --

MR. LUSZECK: Well --

MS. PROVOST: -- we were today to get that resolved. I mean, you've ordered the accounting be provided months ago and all we got on -- on the J.B. Ramos note was that it was paid in full. No date, no documents, no information. And this is the same problem that we're going to have because now we're going to say oh, well, you know, give us more information. Well, now we got to wait another 30 days or 60 days or 90 days for information to be provided. At this point in time, Your Honor, I think that the clearest order would be that the \$78,000 is due with interest from the date of the decree.

THE COURT: All right. We'll deal item by item and then set the  $\ensuremath{\mathsf{--}}$ 

MS. PROVOST: I mean, I -- I --

THE COURT: I got to look at all of the accountings and all that to sit there, but I am inclined to go from July 1st, 2013, but I want to look at that because I hadn't.

MS. FORSBERG: How much was due at that point is the question.

THE COURT: And so I need to look at those and see --

MS. PROVOST: So you got 78,000 now. The question would be is -- what interest payments in addition to the 78,000.

MS. FORSBERG: No, I think that's not the argument. I believe the argument is look, it was ordered that whatever the amount now due as of the date of divorce because those payments would have been running and been paying all the community's expenses until the date of your divorce decree. So of course at that point what was due then? Was it 30,000? Was it 20,000? What is the amount that's due from that 78,000? How many payments did she make from Bertsch's report til the date you ordered it? That becomes the -- the magic number that she would be entitled to.

THE COURT: All right. Let's move on on that. As

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

THE COURT: But other than going through the properties, if you got anything different that -- than the arguments you had, let me know so I can get a good record on that. But how about the Farmouth Circle note which was 8,816.55.

MR. LUSZECK: The same argument as --

MR. KARACSONYI: On -- on that one, Your Honor, I would just point out that for Farmouth, when you're dealing with -- you -- you recall you amended the decree because you found out that in between the time this property had been sold and he had entered into these arrangements.

So on those specific properties they can't argue that she should only get whatever was due under the note, because technically she would have got the whole property had

24

executed.

2

3

4

5

7

8

9

10

11

12

13

14

15

16

17

18

19

20 21

22

23

24

THE COURT: Any problem with the assignment?

MR. LUSZECK: Yeah, there is. First of all, it refers to both the ELN Trust and the LSN Trust as the signees. Second, it says that there was value received in mentions and agreement between the assignees. First of all, there's no value received here. This is pursuant to a court order. There was no consideration. This is being ordered to -- the ELN Trust is being ordered to execute this by the Court. Second of all, it requires the ELN Trust --

> MS. PROVOST: The ELN Trust is not being asked --MS. FORSBERG: Well, let him finished.

MS. PROVOST: -- to execute it. Banone, LLC is the owner of the property and Eric L. Nelson as manager of the property is who -- who was being asked to execute the assignment.

MS. FORSBERG: And he's the one being divorced.

MR. LUSZECK: Banone is owned by the ELN Trust. also it requires the ELN Trust to make warranties and to indemnify the LSN Trust as well.

MS. PROVOST: How are we ever going to get this woman her property, Your Honor? This is the problem. asked for them to prepare the assignment and what we got in response from Mr. Luszeck was no, you guys need to prepare the assignment. We prepared the assignments and then they don't

want to execute them. They want to come up with every excuse under the sun why this assignment cannot be executed. If they had a problem with the way that our assignment was prepared, they could have contacted me or they could have prepared their own assignment.

We're at this point Your Honor where we need to get the properties that are due to Mrs. Nelson to Mrs. Nelson.

That includes the assignment of the Farmouth Circle note.

MR. LUSZECK: Your Honor, we got it two -- less than two weeks ago and I'm telling her what the problems are now.

THE COURT: Okay. So what do we need to do to get it done? I'm going to -- I'm going to order the assignment to happen. I'll give you time certain. If it doesn't happen, we'll put this on the status check to see what other issues. I just need to get it done. If you need the language changed, I'm fine with that too.

As far as the Farmouth Circle note, we're going to order the assignment to executed to give counsel a chance. If they want to come up with wording, I'm fine on that, that more accurately reflects the assignment, I'm fine. That's not an issue. But I'm going to give you a date certain. I'm going to have it by -- by January 31st. That's the close of business on that Sunday. So that gives you about a week to get it done. What are we already at, the 26th. That gives

you by Friday or basically it gives you only to Friday essentially, I guess since -- and I think five days is enough to get the language back and forth and adjust the language as appropriately. You guys get that done in five days. I mean, I don't see the language being a major issue.

So order the assignment to be executed on or before the close of business on Friday, July 30th. And again, it gives attorneys a chance to sit there. You got the language. You had some concerns. And I respect all counsels. And this courtroom already been very respectful and honorable people. So I imagine they can work out the language. If there's not, I can put this on a status check in the future if we need to to resolve any of the issues so we don't have to keep coming back with motions, but I can do that if we need to just to

MS. PROVOST: And then you're ordering the \$8,816.55 which is reflected on the accounting needs to be paid to Mrs. Nelson?

THE COURT: Yes.

19

20

21

22

23

24

MS. FORSBERG: And it was already an accounting that was provided to you though. The credit --

MR. NELSON: You already paid it.

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (SEALED) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

THE COURT: Okay. You mean as far as when we gave the equalization of the divorce decree you mean?

24

MS. FORSBERG: Well, on the -- you asked him to do an accounting of the offsets where -- where are those things credited, how was it done. And I believe this was on the June 1, 2013 to June 30th, 2014 statement on Banone, LLC. That's -- that's what Mr. Nelson is -- I'm -- I'm kind of in the middle here passing notes between the two of them, but --

MS. PROVOST: She has not received those payments,

THE COURT: And I'll check it so you want the accounting. I'll look at the accounting. My concern there's been a lot of offsets which I ain't happy about because there's a lot of offsets for property management and fees. And to me, that's nonsense, because people want equity and want fairness. Yet in order to get equity fairness you got to come in with clean hands. And I've got a lot of management fees being offset with this and that that I don't know if they're legit fees on that. It would have been easier just to transfer the properties to LSN and then work out a management fee.

But basically I got someone controlling the property pending the appeal and the stay and they come in and they want all these offsets. And I'm not sure those offsets are appropriate for the management fees because I think some of them were outrageous. And some of them under the circumstance

we'll talk about in a second with Mr. Lu (ph) if those really were maintenance fees or if those are being pulled out just to get offsets to lower the amount of ledger. So I'll have to look at those offsets. But at this time, I'm going to award her the 8,816.55 and the assignment by the close of business by 5:00 o'clock on Friday, January 30th. And that gives counsels a chance to workout the language if that seems to be the barrier.

And I'm going to hold off on interest on all of them. I'll go through at the end and see what interests for each one I want to look at. I got to look at the paperwork, refresh my memory, but right now let's get the big issues done with and the interest rates we can always figure out as necessary, because that will depend what the supreme court does with a lot of issues about interest and issues and on that for any of her settlement going all the way back to the divorce decree.

How about the Rose -- Rose Ridge? I believe that was the \$63,000. Do you have anything additional to the position other than what's already been --

MR. LUSZECK: The same arguments which have been made certainly, Your Honor.

THE COURT: Again, I'm inclined to award the 63,000.

Again, and those issues will all be as far Sure. Any of the

interests and look at all those interests separately. Right now I'm not going to do an interest payment. I'm going to focus with the big issues we got and then look at the interest when I can digest them again and look at all the notes and everything, all the accounting because I did not review all the accounting to sit there on that.

But how about the Banone net profits? That was a net profits of the 96,000 that was based on an accounting of total rental income of 132,479 offsetting the 35,487.20 for maintenance which came out with a profit of about 96,991.80 is what they're requesting from the Banone net profits after subtracting the maintenance fees. Do you got a position? Anything different other than --

MR. LUSZECK: Yeah, so they're contending that they're owed 96,991 and 80 cents. And our position is that those are valid expenses that were -- that were incurred for management, admin and maintenance.

THE COURT: All of it? There's no profit for that property? The hundred -- and I thought I saw a hundred and thirty-two thousand four seventy-nine total rental income and maintenance. Was there additional fees?

MR. LUSZECK: I think -- I think those were additional deductions for taxes and, you know, repairs like home depo, receipts and stuff like that.

THE COURT: 96,991?

MS. PROVOST: And if Your Honor turns to -- and if everyone turns to our Exhibit E, you can see where our number comes from which is we took what Mr. Nelson provided for his rental income of a hundred and thirty-two thousand four hundred and seventy-nine dollars. We looked at that number and then our 96,991.80 is with no deduction for management fees, wage and administrative expenses -- or management fees, administrative and maintenance expenses. Your Honor needs to rule on whether or not you're going to authorize Mr. Nelson's arbitrary \$65,000 in management fees which apparently he wants to have.

His argument as I understand it is he managed the properties, so he should be able to deduct \$65,000 in management fees. On the administrative, the 19,649.83 amount, my understanding is that we wants Mrs. Nelson to pay for that much of his administrative fees related to his employees because he continued to manage the properties between the time of the decree and present -- or I guess June 30th as -- as this statement is. And then on the maintenance fees, that is not maintenance fees in the concept of actual expenses. That is maintenance fees in the concept of the salaries that were paid for Keith Little (ph) and Lance Lu, Your Honor. And we're suggesting that those are improper maintenance expenses.

If you look below, we are not objecting to the actual payments that he had to put out for the upkeep of the properties, meaning the -- those expenses that are taxes and -- and insurance. The rental property amounts that -- that start at Baxter and go down to Churchill and those properties, the -- the statements supporting those numbers were provided. We are not objecting to those.

The three that we are objecting to and we don't believe are valid deductions are Mr. Nelson's alleged \$65,000 of his own administration fee -- management fees. The administrative fees for his employees and the maintenance fees for the salaries of Keith Little and Lance Lu.

MR. LUSZECK: Your Honor, we think there has to be some type of adjustment credited to the ELN Trust. When the ELN Trust does something like let's go back to the Concord example by returning a deposit, they are getting dinged for doing that. And on the other hand, if they were to sit back and do nothing, they would also be incurring the wrath of the LSN Trust for doing nothing. They're entitled to something. There was a stay imposed by the supreme court. They provided services to the property. Somebody had to manage the property. Somebody had to manage the this had to go out and things had to be done and the ELN Trust or employees that are up did that. And there has to be a

2

3

4

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

credit allocated for that. They can't be expected to work for free.

THE COURT: Well, I think there is some credit the issues of those numbers, legitimate numbers. \$65,000 for a management fee I think is rather excessive unless exactly what that did, what did they do for \$65,000 for management fees because that's been the whole issue is trying to get all the offsets so you don't own anything. I've been around the block before. I know how to do it. You basically get a lot of offsets and you're already 80,000. By the time I take off all the costs you get three bucks.

And the issue is then I know Mr. Lu there was some concern about was he working for the property or he wasn't. I understand there was an affidavit from Mr. Lu saying that when he did work he had the writing off 32 hours a week for Mr. Lu. And my understanding he worked one day a week. So I don't know what he's getting together on that.

MR. LUSZECK: Yeah, there's -- I don't know that there's been any evidence other than a statement by Ms. Nelson --

THE COURT: Yeah.

MR. LUSZECK: -- regarding --

THE COURT: Well, I don't know any --

MR. LUSZECK: He has an affidavit stating that he

worked 32 hours week and he identified exactly what he did.

THE COURT: Yeah.

MS. PROVOST: And if you look at the conditions of the properties, Your Honor, they were left in deplorable conditions with exposed walls with -- there is not one property that was maintained in what I would consider to be rentable condition or what Ms. Nelson has found to be rentable condition. She's had to -- since the properties were transferred to her incur significant expenses getting these properties in rental condition.

You know, there are maintenance expenses, maintenance issues where tenants when she finally took over the properties tenants come to her and say we've been asking for over a year for this to be addressed and nothing has occurred.

MR. LUSZECK: Your Honor, that's all hearsay.

THE COURT: The issue is if we need to get there, we'll bring Mr. Lu here and say exactly what he did. But I'm not inclined to give offsets on those numbers, because I'm not sure those numbers are valid numbers. I know Mr. Nelson will put the numbers on that, but he's getting an awful lot of management fees on that. Well, he chose to do it. And I'm not so sure if he should get management fees for that.

MR. LUSZECK: It was an order from the supreme

court, Your Honor. He didn't choose to do it.

THE COURT: Yeah, well, it was a stay on that.

 $$\operatorname{MR}.\ \operatorname{LUSZECK}\colon$$  He -- he had to do it. It was a stay by the supreme court.

MR. KARACSONYI: That percentage is so --

MS. PROVOST: You know, some of it is a caveat enter, Your Honor. You get what you -- you know, you put this in place, you decide you want a stay, you decide you don't want to let Lynita manage the properties. And now you may have to pay the price for that. Beyond that, Your Honor, a standard management fee is 10 percent. It's not \$5,000 a month for \$65,000.

On the administrative and the maintenance Your Honor as explained in our motion, he's asking for Lynita to pay 50 percent of his overall employee wages and 75 percent of his overall maintenance employee wages? How is that fair?

Obviously these employees are working for more than just Banone properties. They're managing all of Mr. Nelson's other assets. I'm sure that they're putting in time and effort as to Wyoming. I'm sure they're putting in time and effort as to his -- his personal -- or the ELN Trust Mississippi properties. But yet Lynita is supposed to be paying for it.

On the management side, Your Honor, when Mr. Nelson was managing his own properties, he wasn't charging a

management fee. There's no management fees reflected in Mr. Bertsch's reports. So when Mr. Nelson was managing the Banone properties for Mr. Nelson's benefit, he didn't charge a management fee. It's only now that when he's saying oh, I had to because of the stay continued to manage it for Mrs. Nelson but she should be required to pay me a management fee.

THE COURT: Well, I think there is some type of management fee. I don't think the numbers they're asking are accurate. I do know that some of the testimony was about 10 percent being standard management fee, but I think there is some type that someone has to manage those and the employee wages I'm concerned because it does seem like an awful lot of wages that they're -- for the employees --

MR. LUSZECK: Your -- Your Honor --

THE COURT: -- so --

MR. LUSZECK: -- all the properties that the employees were working on before were transferred over to the LSN Trust pursuant to this Court's decree of divorce. So the percentage that was allocated to the LSN Trust was the percentage that's spent on those properties. So the 50 percent for Banone was utilized for services that were provided to Banone.

MS. PROVOST: I think we just need Your Honor to rule on the amounts if any of any of these three fees so that

we can get to a bottom dollar on -- on the Banone and what is owed, Your Honor. In our motion, we indicated we don't believe that anything is due, but if Your Honor was inclined to -- to award some type of a deduction for it, I believe that we provided Your Honor with a request that it not be greater than a certain amount. And if you give me a second to flip through, I can tell you what that amount was.

We indicated Your Honor that we don't believe that anything should be assessed for the management fees as -- as we had -- as we had indicated. Those were not fees that were being paid when Eric was managing it for his own benefit. It's only now that he's been managing it for Lynita's that he wants a management fee.

With respect to the administrative wage, we had asked that the \$19,649 be reduced to 9824.91. So 9825 if we're rounding. And on the maintenance we had it set that if -- if it is to be considered that we have that reduced from 28,575 to 9,525.

MR. LUSZECK: Your Honor, in regards to Mr. Nelson not charging an administrative fee or a management fee in the -- the reports that were done by Bertsch, all I know is Mr. Nelson did receive distributions from the ELN Trust during the pendency of the litigation. So irrespective of whether or not it was characterized as a management fee in Mr. Bertsch's

report doesn't mean that he was not receiving management fees.

Second, I think the amount that they're trying to allocate for the maintenance and the admin are low. I mean, Mr. Lu stated in this declaration that it was four days a week, 32 hours a week. And it specifically delineates everything that he did.

Ms. Nelson I think in the past quarter has spent \$40,000 on repairs and maintenance for the property which is almost double of what was charged by the ELN Trust for 2013 to 2014. I think it's reasonable, I think the ELN Trust is entitled to it and I think it should be paid and credited.

THE COURT: All right. What I'm going to do is I'm going to go through every item we have on that. We'll -- when we get through this, we'll come back next week. I'll give you a decision on every item so it's clear so we have it because we look at all the paperwork and put up the numbers I think he is entitled to some type of management fee. I don't think \$65,000 is fair and just on that. Whether or not he's paying himself a management fee when he did it, there is some management that has to be done of course to manage the property, but I don't think 65,000 is the right number on that.

So let me look at those numbers and look at the -- for maintenance and the repairs on that, because I'm sure that

get this moving forward.

7

8

9

10

11

12

13

14

15

17

18

19

20

21

22

23

24

How about the -- so basically what I'm going to do is the Banone net profits the Court will look at that and when we come back and we'll give you a decision as to the fees. If what the Court approves or doesn't and the amount and why -- as far as Heather Ridge, Heather Ridge was I think the 28,800 -- for the Heather Ridge, anything you want to add on Heather Ridge except what's already been stated? Anything special?

MR. LUSZECK: No, I -- I think the properties that are being compared are not comparable. They're all bigger, they're nicer, really renovated, have all the utilities.

THE COURT: It's about amenities on that.

MR. LUSZECK: Yeah, and they include landscaping and a swimming pool. It's interesting. I believe if you look at the lease that they submitted to the reply, it's actually not the most recent lease. It's a lease I believe from 2010 to 2011. So --

MS. PROVOST: That is the most recent lease, Your

Honor. After that, it went month-to-month until the tenant vacated until Mr. Lu assumed possession of the property. But the issue Your Honor with the Heather Ridge lease is -- Your Honor, after the property should have been in Lynita Nelson's hands Mr. Nelson decided that for less than market rent he was going to settle this property with a three year lease that allows Mr. Lu to break the lease at any time but requires the owner of the property, Lynita, to maintain this lease for less than market rent. We're asking that Your Honor award Lynita a specific amount every month to compensate her for the difference between the rent by Mr. Lu which is undervalued rent and fair market rent.

We provided in our reply brief additional comps that show that -- that the rent is undervalued at \$700 a month, that -- and Your Honor, it's -- it's just inequitable to say that because Eric wanted to be generous to his nephew and employee Mr. Lu at Lynita's expense after the property was Lynita's, that she bear the -- the brunt of that for the next two years until the lease expires of its own accord in 2017.

THE COURT: Either there was some concerns why he would sign a three year lease for \$700 a month why he would do that until the case got resolved. And I noticed throughout these cases from day one transfers of properties, real estate has always been to Mr. Nelson's relatives, to his employees.

4

5

7

8

9

10

11

12

13 14

15

16

17

18

19

20

21 22

23 24 So I'm concerned on that. Well, now I have Mr. Lu on something he seems to get maybe a sweetheart deal or not. They're saying it's not comparable.

That's why there's some -- well, why do you sign a three year lease. Why don't you sit there and talk to Ms. Lynita and say why don't you do the lease, I don't need to do this, but pending the stay what do you think or do month-by-month. And so no one gets there. Then it's her loss on that if they can't rent it out there. But I get concerned because it's always Mr. Lu who works for Mr. Nelson because you're asking for the payments for the Banone maintenance and now is he getting a sweetheart deal on the rent.

MR. LUSZECK: Your Honor, once again, they're -they're not comps, they're comparable. Everything, if you look at every single one, there's a difference. It's bigger, it's nicer, comes with all the amenities.

THE COURT: Some have got swimming pools and stuff. MR. LUSZECK: Yeah, it's got swimming pools and -and they -- the landlord pays the -- excuse me. The landlord pays for the pool service and the landscaping service which isn't the case with the lease entered into with Mr. Lu.

If for some reason this Court is going to credit it, it shouldn't be for the full three years but rather up until the time that Mr. Lu vacates the premises.

6

7

8

9

10

11

12

13

law.

14

15

16

17 18

19

20

21

22 23

24

MS. PROVOST: And we have no objection to that. If Mr. Lu wants to vacate tomorrow, she'll be happy to fill it with an unrelated tenant who is going to pay fair market value rent.

THE COURT: Well --

MR. NELSON: Jeff.

MS. PROVOST: In fact, maybe if Your Honor sets it where Mr. Nelson is required to make it fair market value rent which we believe to be \$1500, that will entice Mr. Lu to vacate.

> MR. NELSON: Your Honor, if I may, please.

MR. LUSZECK: See how you can do that as a matter of

MR. NELSON: Your Honor, if I may, please. the -- the property was vacant for probably two to three months. And it had been vandalized before the tenants had gone in there. So this property was vandalized, we're having problems with the pool. He agreed to take care of the yard, agreed to take care of all the repairs, the paint, the maintenance of that property, the carpet. He would also take care of the pool. His son was going into school and said I need to be stable for three years. That's why he wanted the three year agreement in there.

He's happy to come in and testify on the case.

1 | 2 | 3 | 4 |

 that was a fair market rent. We had rented it just prior to Mr. Lu to the Section 8 on that property there. I think it was about \$866. So I thought it was a fair analysis to get somebody in there, stop the vandalism. He does all the repairs and we didn't have to do the repairs on the property.

THE COURT: What was it again, going to make him put that as part of his compensation for his work on the Banone. I mean, it's been straight up through it. Is that all on the lease agreement about him going to do the maintenance and the repair and all that stuff? Is that in the agreement? Because then --

MS. PROVOST: It's not in the lease, Your Honor.

THE COURT: It should be on the lease on that to show him part of that in consideration of giving you rent at 700 instead of the initial 866 that it was prior or other thing. Part of that will be tenant has to do A, B, C or D which means he doesn't have to. There might be an agreement but he doesn't have to do it if it's not in the lease because of tenant. The landlord has responsibility to maintain and keep it in that, not the tenant unless it's specifically in the lease. That's my concern if it should have been in the --

MR. LUSZECK: The -- the pool treatment is. I mean, it says on Page -- pages of the lease. But tenant assumes responsibility for the care -- care and maintenance thereof of

IT IS FURTHER ORDERED that, there being no objection, Eric Nelson, as Investment Trustee of the ELN Trust, shall execute the two (2) Corrected Quitclaim Deeds for the Mississippi Properties as more particularly described in this Order by 5:00 p.m. on Friday, July 26, 2013.

IT IS FURTHER ORDERED that, counsel shall address and reach agreement concerning the execution of the remaining deeds for the Mississippi Properties as more particularly described in this Order by 5:00 p.m. on Friday, July 26, 2013. If counsel cannot reach agreement concerning the execution of the remaining deeds for the Mississippi Properties by 5:00 p.m. on Friday, July 26, 2013, counsel should communicate with the Court so that the issue can be set for a status check hearing and resolved by the Court.

IT IS FURTHER ORDERED that Eric Nelson, whether personally or as Investment Trustee of the ELN Trust, and/or in his capacity as Manager of Banone, LLC, shall execute the thirteen (13) Banone, LLC Quitclaim Deeds tendered in open court today, the one (1) Lindell Road Quitclaim Deed, as well as any and all additional deeds, assignments, or other instruments that may be tendered and required to effectuate the transfer of assets awarded as set forth in the June 3, 2013 Decree of Divorce by 5:00 p.m. on Wednesday, July 31, 2013 absent the entry of a stay by the Nevada Supreme Court.

IT IS FURTHER ORDERED that, there being no objection, Eric Nelson, as Investment Trustee of the ELN Trust, shall transfer the Promissory Note and Deed of Trust securing the property located at 2209 Farmouth Circle to the LSN Trust. Eric Nelson and the ELN Trust shall also pay to Lynita and the LSN Trust the June and July payments towards the promissory note, and any future payments received towards same before such note is transferred to Lynita and the LSN Trust.

IT IS FURTHER ORDERED that Eric Nelson shall pay to Lynita as compensation for the sale of the Banone, LLC property located at 5704 Roseridge Avenue, the sum of \$63,000 on or before 5:00 p.m. on July 31, 2013 absent the entry of a stay by the Nevada Supreme Court.

IT IS FURTHER ORDERED that the June 3, 2013 Decree of Divorce is a final l judgment. IT IS FURTHER ORDERED that the Court will resolve the remaining issues concerning Wyoming Downs/Dynasty Development Management, LLC in postjudgment proceedings, as the Court finds the same to be an omitted asset pursuant to Amie v. Amie, 106 Nev. 541, 796 P.2d. 233 (1990). IT IS FURTHER ORDERED that the Court will hold a Status Check concerning the execution of deeds and payment of funds pursuant to this Order on August 1, 2013 at 4:00 p.m. IT IS FURTHER ORDERED that the Court will hold an Evidentiary Hearing concerning Wyoming Downs/Dynasty Development Management, LLC on December 11, 2013 at 1:30 p.m. 

ŀ	
1	IT IS FURTHER ORDERED that post-judgment discovery shall re-open
2	regarding the acquisition and value of Wyoming Downs/Dynasty Development
3	Management, LLC and shall close on Friday, November 22, 2013.
4	DATED this 14 day of September, 2014.
5	
6	
7	DISTRICT COURT JUDGE FRANK P. SULLIVAN
8	Submitted by: Approved as to Form and Content:
9	THE DICKERSON LAW GROUP RHONDA K. FORSBERG, CHITD.
10	
11	By Jose By By
12	ROBERT P. DICKERSON, ESQ. RHONDA K. FORSBERG, ESQ.
13	Nevada Bar No. 000945  KATHERINE L. PROVOST, ESQ.  Nevada Bar No. 009557  64 N. Pecos Road #800
14	Nevada Bar No. 008414  1745 Village Center Circle  Henderson, Nevada 89074  Attorneys for Eric L. Nelson
15	1745 Village Center Circle  Las Vegas, Nevada 89134
16	Attorneys for Lynita S. Nelson
17	
18	Approved as to Form and Content:
19	SOLOMON, DWIGGINS & FREER, LTD
20	A.11 A.11
21	By
22	MARK A. SOLOMON, ESQ.
23	Nevada Bar No. 000418 JEFFREY P. LUSZECK, ESQ.
24	Nevada Bar No. 009619 9060 W. Cheyenne Avenue
25	Las Vegas, Nevada 89129 Attorneys for ELN Nevada Trust
26	the distribution trustee of the
27	Coffee Son

n

28

# **EXHIBIT** L

DO NOT DESTROY THIS NOTE: When paid, this note, with Deed of Trust securing same, must be surrendered to Trustee for cancellation before reconveyance will be made.

## STRAIGHT NOTE

\$78,000.00

Clark, NV.

February 23, 2010

On or before December 31, 2014, for value received, Joan B Ramos, Trustee of the Joan B Ramos Trust, u/a/d October 4, 2004, promise(s) to pay to Banone LLC, or order at 3611 S Lindell #201, Las Vegas, NV 89103, the sum of \$78,000.00 Dollars, with interest from January 1, 2011 until paid, at the rate of eight (8%) per cent, per annum payable in monthly interest only installments of \$520.00 per month beginning February 1, 2011 and continuing each and every month thereafter until December 13, 2014 at which time Beneficiary herein agrees to renegotiate the existing principal balance and any interest due, if said note has not already been paid in full.

Principal and interest payable in lawful money of the United States of America. Should interest not be so paid it shall thereafter bear like interest as the principal, but such unpaid interest so compounded shall not exceed an amount equal to simple interest on the unpaid principal at the maximum rate permitted by law. Should default be made in payment of interest when due the whole sum of principal and interest shall become immediately due at the option of the holder of this note. If action be instituted on this note I promise to pay such sum as the Court may fix as Attorney's fees. This note is secured by a DEED OF TRUST to, a Nevada Corporation.

BUYER:

Joan B Ramøs, Trustee

Nvstmt2

APN: 138-33-223-009
WHEN RECORDED MAIL TO and
MAIL TAX STATEMENT TO:
BANONE LLC
3611 S LINDELL #201
LAS VEGAS, NV 89103

Inst #: 201003010002018
Fees: \$15.00
N/C Fee: \$0.00
03/01/2010 10:43:45 AM
Receipt #: 250874
Requestor:
BANONE, LLC
Recorded By: DGI Pgs: 2
DEBBIE CONWAY
CLARK COUNTY RECORDER

#### DEED OF TRUST WITH ASSIGNMENT OF RENTS

THIS DEED OF TRUST, made this February 22, 2010 between Joan B Ramos, Trustee of the Joan B Ramos Trust, wald October 4, 2004. TRUSTOR, whose address is 436 Europa Way, Las Vegas, NV 89145, NATIONS TITLE COMPANY OF NEVADA, NEVADA CORPORATION, TRUSTEE and Banone LLC, BENEFICIARY, WITNESSETH: That Trustor grants to Trustee in trust, with power of sale, that property in the County of Clark, State of NEVADA described as:

Lot Nine (9) in Block One (1) in Celebration III, as shown by map thereof recorded in Book 59 of Plats, Page 30, Official Records of Clark County, NV

IN THE EVENT THE HEREIN DESCRIBED PROPERTY, OR ANY PORTION THEREOF, OR ANY INTEREST THEREIN, IS SOLD, AGREED TO BE SOLD, CONVEYED OR ALIENATED, BY THE TRUSTOR, OR BY THE OPERATION OF LAW OR OTHERWISE, ALL OBLIGATIONS SECURED BY THIS INSTRUMENT, IRRESPECTIVE OF THE MATURITY DATES EXPRESSED THEREIN, AT THE OPTION OF THE HOLDER HEREOF AND WITHOUT DEMAND OR NOTICE SHALL IMMEDIATELY BECOME DUE AND PAYABLE.

Together with the rents, issues and profits thereof, subject, however, to the right, power and authority herein after given to and conferred upon Beneficiary to collect and apply such rents, issues and profits.

For the purpose of securing (1) payment of the sum of \$78,000.00 with interest thereon according to the terms of a promissory note or notes of even date herewith made by Trustor, payable to order of Beneficiary, and all extensions or renewals thereof; and (2) the performance of each agreement of Trustor incorporated herein by reference or contained herein; (3) payment of additional sums and interest thereon which may hereafter be loaned to Trustor, or to his successors or assigns, when evidenced by a promissory note or notes reciting that they are secured by this Deed of Trust,

To protect the security of this Deed of Trust, and with respect to the property above described, Trustor expressly makes each and all of the agreements, and adopts and agrees to perform and be bound by each and all of the terms and provisions set forth in subdivision A, and it is mutually agreed that each and all of the terms and provisions set forth in subdivision B of the fictitious Deed of Trust recorded in the office of each County Recorder in the State of Nevada on January 30, 1968, in the book and at the page thereof, or under the document or file number, noted below opposite the name of such county: namely:

Pa	ge 1 of
	Pa

COUNTY	BOOK	PAGE	DOC, NO,	COUNTY	BOOK	PAGE	DOC, NO.
Churchill	39 Mortgages	363	115384	Lincoln			45902
Clark	850 Off. Rec.		682747	Lyon	37 Off, Rec.	341	100661
Douglas	57 Off, Rec.	115	40050	Mineral	11 Off, Rec.	129	89073
Biko	92 Off. Rec.	652	35747	Nye	105 Off, Rec.	107	04823
Esmeralda	3-X Deeds	195	35922	Ormsby	72 Off. Rec.	249	32867
Eureka	22 Off, Rec.	138	45941	Pershing	11 Off, Rec.	249	66107
Humboldt	28 Off, Rec.	124	131075	Storey	"S" Mortgages	206	31506
Lander	24 Off. Rec.	168	50782	Washoe	300 Off, Rec.	517	107192
				White Pine	295 R.E. Records	258	

shall inure to and bind the parties hereto, with respect to the property above described. Said agreement, terms and provisions contained in said subdivision A and B, (identical in all counties, and printed on the reverse side hereof) are by the within reference thereto, incorporated herein and made a part of this Deed of Trust for all purposes as fully as if set forth at length herein, and Beneficiary may change for a statement regarding the obligations secured hereby, provided the charge therefore does not exceed a reasonable amount.

The undersigned Trustor requests that a copy of any notice of default and any notice of sale hereunder be mailed to him at his address above set forth.

Signature of Trustor

Joan B Ramos, Trustee

STATE OF NEVADA COLINTY OF CLARK } ss;

This instrument was acknowledged before me on FUb. 25, 201

Sochelle L

NOTARY PUBLIC

Notary Public - State of Nevada
County of Clark
ROCHELLE MCGOWAN
My Appointment Expires
No: 02-73189-1 February 12, 2014

Page 2 of 4 Nvdotar

#### DO NOT RECORD

#### A. TO PROTECT THE SECURITY OF THIS DEED OF TRUST, TRUSTOR AGREES:

(1) To keep said property in good condition and repair; not to remove or demolish any building thereon; to complete or restore promptly and in good and workmanlike manner any building which may be constructed, damaged or destroyed thereon and to pay when due all claims for labor performed and materials furnished therefor; to comply with all laws affecting said property or requiring any alterations or improvements to be made thereon; not to commit or permit waste thereof; not to commit suffer or permit any act upon said property in violation of law; to cultivate, irrigate, fertilize, furnigate, prune and do all other acts which from the character or use of said property may be reasonably necessary, the specific enumerations herein not excluding the general.

Trustor covenants to keep all buildings that may now or at any time be on said property during the continuance of this trust in good repair and insured against loss by fire, with extended coverage endorsement, in a company or companies authorized to issue such insurance in the State of Nevada, and as may be approved by Beneficiary, for such sum or sums as shall equal the total indebtedness secured by this Deed of Trust and all obligations having priority over this Deed of Trust and shall be payable to Beneficiary to the amount of the unsatisfied obligation to Beneficiary hereby secured, and to deliver the policy to Beneficiary, or to collection agent of Beneficiary, and in default thereof, Beneficiary may procure such insurance and/or make such repairs, and expend for either of such purposes such sum or sums as Beneficiary shall deem proper.

(3) To appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee; and to pay all costs and expenses, including cost of evidence of title and attorney's fees in a reasonable sum, in any such action or proceeding in which Beneficiary or Trustee may appear, and in any suit brought by Beneficiary to foreclose this Dead of Trust.

(4) To pay at least ten days before delinquency all taxes and assessments affecting said property, including assessments on appurtenant water stock, water rights and grazing privileges; when due, all encumbrances, charges and liens, with interest, on said property or any part thereof, which appear to be prior or superior hereto, and all costs, fees and expenses of this trust.

Should Trustor fail to make any payment or to do any act as herein provided, then Beneficiary or Trustee, but without obligation so to do and without notice to or demand upon Trustor, and without releasing Trustor from any obligation hereof, may: make or do the same in such manner and to such extent as either may deem necessary to protect the security hereof; Beneficiary or Trustee being authorized to enter upon said property for such purposes; appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee; pay, purchase, contest or compromise any encumbrance, charge or lien which in the judgment of either appears to be prior or superior hereto; and, in exercising any such powers, pay necessary expenses, employ counsel and pay his reasonable fees.

(5) To pay immediately and without demand all sums so expended by Beneficiary or Trustee, with interest from date of expenditure at ten per cent per annum.

(6) At Beneficiary's option, Trustor will pay a "late charge" not exceeding four per cent (4%) of any installment when paid more then fifteen (15) days after the due date thereof to cover the extra expense involved in handling delinquent payments, but such "late charge" shall not be payable out of the proceeds of any sale made to satisfy the indebtedness secured hereby, unless such proceeds are sufficient to discharge the entire indebtedness and all proper costs and expenses secured thereby.

B. T IS MUTUALLY AGREED:

(1) That any award of damages in connection with any condemnation for public use of or injury to said property or any part thereof is hereby assigned and shall be paid to Beneficiary who may apply or release such moneys received by him in the same manner and with the same effect as above provided for disposition of proceeds of fire or other insurance.

(2) That by accepting payment of any sum secured hereby after its due date, Beneficiary does not waive his right either to require prompt payment when due of all other sums so secured or to declare default for failure so to pay.

(3) That at any time or from time to time, without liability therefor and without notice, upon written request of Beneficiary and presentation of this deed and said note for endorsement, and without affecting the personal liability of any person for payment of the indebtedness secured hereby, Trustee may: reconvey any part of said property; consent to the making of any map or plat thereof; join in granting any easement thereon; or join in any extension agreement or any agreement subordinating the lien or charge hereof.

(4) That upon written request of Beneficiary stating that all sums secured hereby have been paid, and upon surrender of this deed and said note to Trustee for cancellation and retention or other disposition as Trustee in its sole discretion may choose, and upon payment of its fees, Trustee shall reconvey, without warranty, the property then held hereunder. The recitals in such reconveyance of any matters or facts shall be conclusive proof of the truthfulness thereof. The grantee in such reconveyance may be described as "the person or persons legally entitled thereto".

(5) That as additional security, Trustor hereby gives to and confers upon Beneficiary the right, power and authority, during the continuance of these trusts, to collect the rents, issues and profits of said property, reserving unto Trustor the right, prior to any default by Trustor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, to collect and retain such rents, issues and profits as they become due and payable. Upon any such default, Beneficiary may at any time without notice, either in person, by agent, or by a receiver to be appointed by a court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter upon and take possession of said property or any part thereof, in his own name sue for or otherwise collect such rents, issues, and profits, including those past due and unpaid, and apply the same, less costs and expenses of operation and collection, including reasonable attorney's fees, upon any indebtedness secured hereby, and in such order as Beneficiary may determine. The entering upon and taking possession of said property, the collection of such rents, issues and profits and the application thereof as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

(6) That upon default by Trustor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, Beneficiary may declare all sums secured hereby immediately due and payable by delivery to Trustee of written notice of

Page 3 of 4

default and of election to cause to be sold said property, which notice Trustee shall cause to be recorded. Beneficiary also shall deposit with Trustee this Deed of Trust, said note and all documents evidencing expenditures secured hereby.

After the lapse of such time as may then be required by law following the recordation of said notice of default, and notice of sale having been given as then required by law for the sale of real property under writ of execution, Trustee, without demand on Truster, shall sell said property or any part thereof at the time and place fixed by it in said notice of sale, either as a whole or in separate parcels, and in such order as it may determine, at public auction to the highest bidder for each in lawful money of the United States, payable at time of sale. Trustee may postpone sale of all or any portion of said property by public announcement at such time and place of sale, and from time to time thereafter may postpone such sale by public announcement at the time fixed by the preceding postponement. In the event that any indebtedness secured hereby shall not have been fully satisfied by said sale, Trustee may give notice of sale of any property not previously noticed for sale in the manner set forth above and sell the same in the manner set forth above.

Trustee shall deliver to any purchaser its deed conveying the property so sold, but without any covenant or warranty, express or implied. The recitals in such deed of any matters or facts shall be conclusive proof of the truthfulness thereof. Any person, including Trustor, Trustee, or Beneficiary as hereinafter defined, may purchase at such sale.

After deducting all costs, fees and expenses of Trustee, including a reasonable fee for the attorney of Trustee, and of this trust, including cost evidence of title in connection with sale, Trustee shall apply the proceeds of sale to payment of: all sums expended under the terms hereof, not then repaid, with accrued interest at ten per cent per annum; all other sums then secured hereby; and the remainder, if any, to the person or persons legally entitled thereto.

- (7) That Beneficiary, or his assignee, may from time to time, by instrument in writing, substitute a successor or successors to any Trustee named herein or acting hereunder, which instrument, executed and acknowledged and recorded in the office of the recorder of the county or counties where said property is situated, shall be conclusive proof of proper substitution of such successor Trustee or Trustees, who shall, without conveyance from the Trustee predecessor, succeed to all its title, estate, rights, powers and duties. Said instrument must contain the name of the original Trustor, Trustee and Beneficiary hereunder, the book and page where, or document or file number under which, this Deed of Trust is recorded, and the name and address of the new Trustee. If notice of default shall have been recorded, this power of substitution cannot be exercised until after the costs, fees and expenses of the then acting Trustee shall have been paid to such Trustee, who shall endorse receipt thereof upon such instrument of substitution. The procedure herein provided for substitution of Trustee shall be exclusive of all other provisions for substitution, statutory or otherwise.
- (8) The following covenants: Nos. 1, 3, 4, (interest 10%) 5, 6, 8 and 9 of Nevada Revised Statutes 107.030, when not inconsistent with other covenants and provisions herein contained, are hereby adopted and made a part of this Deed of Trust.
- (9) The rights and remedies hereby granted shall not exclude any other rights or remedies granted by law, and all rights and remedies granted hereunder or permitted by law shall be concurrent and cumulative. A violation of any of the covenants herein expressly set forth shall have the same effect as the violation of any covenant herein adopted by reference.
  - (10) It is expressly agreed that the trust created hereby is irrevocable by Trustor.
- (11) That this Deed of Trust applies to, inures to the benefit of, and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, successors and assigns. The term Beneficiary shall mean the owner and holder, including pledgees, of the note secured hereby, whether or not named as Beneficiary herein. In this Deed of Trust, whenever the context so requires, the masculine gender includes the femine and/or neuter, and the singular number includes the plural.
- (12) That Trustee accepts this trust when this Deed of Trust, duly executed and acknowledged, is made a public record as provided by law. Trustee is not obligated to notify any party hereto of pending sale under any other Deed of Trust or of any action or proceeding in which Trustor, Beneficiary or Trustee shall be a party unless brought by Trustee.
- (13) Trustor agrees to pay any deficiency arising from any cause after application of the proceeds of the sale held in accordance with the provisions of the covenants hereinabove adopted by reference.

The undersigned Trustor requests that a copy of any notice of default and any notice of sale hereunder be mailed to him at his address hereinbefore set forth.

#### REQUEST FOR FULL RECONVEYANCE

#### DO NOT RECORD

#### TO TRUSTEE

The undersigned is the legal owner and holder of the note or notes, and of all other indebtedness secured by the foregoing Deed of Trust. Said note or notes, together with all other indebtedness secured by said Deed of Trust, have been fully paid and satisfied; and you are hereby requested and directed, on payment to you of any sums owing to you under the terms of said Deed of Trust, to cancel said note or notes above mentioned, and all other evidences of indebtedness secured by said Deed of Trust delivered to you herewith, together with the said Deed of Trust, and to reconvey, without warranty, to the parties designated by the terms of said Deed of Trust, all the estate now held by you under the same.

Dated 2/24 3010

Please mail Deed of Trust,
Note and Reconveyance to Bayone UC, 3611 5. Lindell #301/las Vegas, NV. 6916.

Do not lose or destroy this Deed of Trust OR THE NOTE which it secures. Both must be delivered to the Trustee for cancellation

Do not lose or destroy this Deed of Trust OR THE NOTE which it secures. Both must be delivered to the Trustee for cancellation before reconveyance will be made.

Page 4 of 4 Nydotar

# EXHIBIT M

#### **GLVAR**

## RESIDENTIAL RENTAL

01/12/15 4:40

1/16

Click here for map view

ML# 1370935 Status H

**ELDORADO R1-65 #4** 

Area 103

Rent/Mo \$1,499

Listing Agent a Realtor? Y

City/Town North Las

Subdiv# **2077** YrBuilt **1990** 

Pets Y/N Y AdditlPetR

Cc&R's Restrictions Comm Feat

Parcel# 124-28-417-015

Elem K-2 LEEA

Subdiv

Community

Elem 3-5 **LEEA** 

YrRound N

Junior CRAM HighSch LE

State **NV** 89031 Zip

LandUse Res-Sngl Fam

Dte Avl **08/05** 

Zoning Zone-Single Family

Foreclosure Commenced N

Tower Name:

1515/HEATHER OAKS WY

# 1515

NA

0

Virtual Tour http://instatour.propertypanorama.com/instaview/las/1370935

**GENERAL INFORMATION** 

HB 3/4

Style **SINGLE** Type **DETACHD**  **AppxLivArea** 

1,976 AddLivArea 0 Bldg Desc 2STORY

Studio N #Beds 4

#Baths 3 CondoConv N

FB

0 #Den/Oth 0

AppxTotLivArea 1,976 2 /ATTACHD /AUTODR

Converted N Carport 0

UnitDesc 2LEVEL

LotSqFt **7,841** 

Furnished N Furnished Desc NOFURN Pv Spa Y

Parking Desc PvPool Y

Sectn 8 Considere LsOpt Considered

D: FROM ANN ROAD AND CAMINO AL NORTE GO WEST ON ANN TO FARPOINT, GO NORTH TO HEATHER OAKS. THE HOME ! THE CORNER OF HEATHER OAKS AND FARPOINT.

R: BEAUTIFUL 1976 SQ FT 4 BEDROOM HOME. HARD WOOD FLOORING, SEPARATE FAMILY ROOM AND YOUR OWN POOL / SPA. READY FOR IMMEDIATE MOVE IN. LANDSCAPE AND POOL SERVICE PAID FOR BY THE LANDLORD. ALL APPLIANC FURNISHED.

### FINANCIAL/DEPOSIT/REFUND INFORMATION

Deposit **Security Depost**  Lease 1 Year/Lease Over 1 Yr

Cable/Disposal Service/Gas/Water/Sewer Ten Pays

\$75/No

18X18/Separate Family Room

Secur \$2,150/PartialKey \$0/No

\$0/No

\$0/No Cleaning

Oth

Will Consider Pets/No Smoking Restrict+

# ADDITIONAL INFORMATION

Living 14X15 / Front

N

2nd Bd

10X11 3rd Bd

10X10

4th Bd

10X12/Ceiling Fan

Grt Rm

Fam Rm

Admin

5th Bd

Loft Dim

Din Rm 10X10 Kitchen

Breakfast Nook (Eating Area) 13X15/Master Bedroom Walk-In Closet Den Dim

MBR Des

Double Sink /Separate Shower /Separate Tub MB Bath

Bed Down Y

Bath Down Y, Full Bath Downstairs

Firepl

Furnished N

Furn Desc No Furniture

Landscp

Backyard Full Fenced / Block Fence Fence

Y Dispos Y Dishw Y Washer/Dryer Incl Both Refrg

DryerUtil Gas

Location Separate Laundry Area

OvenDesc Range/Oven Gas

OthAppl

**Microwave** 

Flooring

Exterior Interior

Blinds/Ceiling Fan(s)

12/09/13

**UTILITIES INFORMATION** 

Heating Sys Central Heating

Heat Fuel

**Gas Heating Electric Cooling**  Util Inf Cable/Satellite Avail Y

Cooling Sys Central Cooling

Rented Date 12/10/13

Cool Fuel

227957

CONTINGENT/RENTED INFORMATION

RB WYNN

O/Rent Price **\$1,595** 129

Rented Price Cond VRGD

Lse 1 YEAR

\$1,499

+ PET RESTRICTIONS DO NOT APPLY TO SERVICE ANIMALS.

Presented by:

Applic Date

Office Name:

DOM

ShowPub ID

#### 4:40 01/12/15 RESIDENTIAL RENTAL **GLVAR** Area 103 Rent/Mo **\$1,200** Status L ML# 1411004 1 / 20 Listing Agent a Realtor? Y Parcel# 124-33-713-014 YrBuilt **1992** Subdiv# **1326** Subdiv **BRAVO-UNIT #1** City/Town North Las Pets Y/N Y AdditiPetR Community None Comm Feat YrRound Y Junior CRAM HighSch M. Elem 3-5 WOFF Elem K-2 WOFF Dte Avl **01/13** State **NV** LandUse Res-Sngl Fam 89031 Zip Foreclosure Commenced N **Zone-Single Family** Zoning Tower Name: Click here for map view #0 0 5032/MILANGE ST Virtual Tour http://instatour.propertypanorama.com/instaview/las/1411004 3/4 HB FB **GENERAL INFORMATION** #Baths 2 1 1,882 AddLivArea 0 Studio N #Beds 4 Style **SINGLE AppxLivArea** #Den/Oth 0 #[ CondoConv N AppxTotLivArea 1,882 Bldg Desc 2STORY Type ATTACHD LotSqFt **4,792** UnitDesc 2LEVEL Converted N Carport 0 2 /ENTRYHS Gar Parking Desc Garage/Private Sectn 8 Considere Furnished N Furnished Desc NOFURN LsOpt Considered Y/Inground-Private/Pool/Spa Co Pv Spa N PvPool D: From 95N, exit MLK. MLK becomes Camino al Norte; left La Madre Way. La Madre Way becomes Camino Bravo Dr. Right Menagerie Way; right on Pagentry Dr; left on Milange. R: FINANCIAL/DEPOSIT/REFUND INFORMATION 1st Month Rent/Key/Cleaning Depost/Security Depost Lease 7-12 Mths/1 Year Deposit Power/Gas/Key Deposit/Pool Service/Water Ten Pays Oth Cleaning \$150/No \$250/No Key **\$25/No** Pet Admn \$50/No Secur **\$1,200/Yes** Will Consider Pets/No Smoking Restrict+ ADDITIONAL INFORMATION 11X10/Walk-In Closet(s) 2nd Bd 14X12 /Entry Foyer /Formal Living 3rd Bd 11X10/With Bath Fam Rm 15X13/Downstairs 4th Bd 14X12/With Bath N/None Grt Rm 5th Bd 10X10 /Kitchen/Dining Room Combo Din Rm Breakfast Nook (Eating Area)/Tile Countertops/Linole Loft Dim Den Dim Kitchen 15X15/Master Bedroom Walk-In Closet MBR Des Bath Down Y, Full Bath Downstairs Bed Down Y MB Bath **Double Sink / Shower Only** Furn Desc No Furniture Furnished N Firepl **Desert Landscaping** Landscp Backyard Full Fenced /Block Fence Fence Location Separate Laundry Room Dishw Y Washer/Dryer Incl Both DryerUtil Gas Dispos Y Refrg OvenDesc Convection Oven **OthAppl** Microwave Carpet/Linoleum/Vinyl/Mexican Tile Flooring Exterior None Blinds/Ceiling Fan(s) Interior **UTILITIES INFORMATION** Util Inf Cable TV Wired/Underground Gas Heating Heat Fuel Heating Sys Central Heating Cable/Satellite Avail Y **Electric Cooling** Cool Fuel Cooling Sys Central Cooling CONTINGENT/RENTED INFORMATION Rented Price \$1,200

O/Rent Price **\$1,200** 

RB WREL

219002

Lse 1 YEAR

Cond EXCL

Agent:

DOM

+ PET RESTRICTIONS DO NOT APPLY TO SERVICE ANIMALS.

ShowPub ID

01/17/14

Rented Date 02/04/14

Presented by:

Office Name:

Applic Date

## **GLVAR**

# 1/12

Click here for map view

#### RESIDENTIAL RENTAL

Status L

01/12/15 4:40

0

1

Rent/Mo **\$1,250** 

Listing Agent a Realtor? Y

YrBuilt 1998 Subdiv#

ELDORADO #8 RCL #16 Pets Y/N Y AdditIPetR City/Town North Las

Cc&R's Restrictions Comm Feat

Parcel# 124-28-322-051

Junior CRAM HighSch LE YrRound N Elem 3-5 **SIMM** Elem K-2 SIMM

Area **103** 

# 0

Dte Avi **03/18** LandUse Res-Sngl Fam State NV 89031 Zip Foreclosure Commenced N **Zone-Single Family** Zoning

Tower Name:

ML# 1430583

Subdiv

Community

1815/DESERT SAGE AV

Virtual Tour http://instatour.propertypanorama.com/instaview/las/1430583

HB

3/4 FB **GENERAL INFORMATION** #Baths 2

Studio N #Beds 3 1,722 AddLivArea Style **SINGLE** AppxLivArea #Den/Oth 0 CondoConv N Bldg Desc 2STORY AppxTotLivArea 1,722 DETACHD Type LotSqFt 4,356

UnitDesc 2LEVEL Carport 0 Converted 2 Gar Sectn 8 Considers Parking Desc Furnished Desc NOFURN Furnished **N** LsOpt Considered

PvPool Y Pv Spa Y D: FROM 95 AND ANN EAST TO WHITESTONE LEFT ON DESERT SAGE

# BEAUTIFUL HOME WITH ALL NEW INTERIOR AND ALL APPLIANCES ARE INCLUDED

# FINANCIAL/DEPOSIT/REFUND INFORMATION

Lease Over 1 Yr **Security Depost** Deposit

Disposal Service/Gas/Water/Sewer/Power Ten Pays Oth \$0/No \$200/No Cleaning Pet Secur **\$1,250/Yes** Key \$0/No \$80/No Admn

No Restrictions Restrict+

# **ADDITIONAL INFORMATION**

10X10 2nd Bd **16X13** /Front Living 10X10 3rd Bd 13X12/Separate Family Room Fam Rm

4th Bd N Grt Rm 5th Bd

11X10 Din Rm Loft Dim 10X10 Den Dim **Breakfast Nook (Eating Area)** Kitchen

14X12/Master Bedroom Walk-In Closet MBR Des

Bath Down Y Bed Down **Double Sink** MB Bath

Furn Desc No Furniture Furnished N Firepl

Landscp

Dispos Y

Backyard Full Fenced / Block Fence Fence Location Separate Laundry Room

DryerUtil Gas

**Microwave** OthAppl

Dishw Y Washer/Dryer Incl Both

Flooring

Exterior

UTILITIES INFORMATION

Util Inf **Gas Heating** Heat Fuel Heating Sys Central Heating

Cable/Satellite Avail Y **Electric Cooling** Cool Fuel Cooling Sys Central Cooling

CONTINGENT/RENTED INFORMATION

\$1,250 O/Rent Price **\$1,250** Rented Price DOM 03/28/14 Applic Date Lse 1 YEAR Cond VRGD RB TRGP 229422 ShowPub ID Rented Date 04/07/14

# + PET RESTRICTIONS DO NOT APPLY TO SERVICE ANIMALS.

Presented by:

Blinds

Refrg

Interior

Anent: Office Name:

OvenDesc Range/Oven Gas

#### **GLVAR**

## RESIDENTIAL RENTAL

4:40 01/12/15

ML# 1436396

Status L

Rent/Mo **\$1,350** 

Listing Agent a Realtor? Y

Parcel# 124-28-415-006 ELDORADO-R1-65 #6 Subdiv

Subdiv# 2077 YrBuilt **1992** 

Community

City/Town North Las

Area 103

Pets Y/N Y AdditlPetR

Cc&R's Restrictions Comm Feat

Elem K-2 LEEA

Elem 3-5 LEEA

YrRound N

Junior CRAM HighSch LE

89031 Zip

State **NV** 

LandUse Res-Sngl Fam

Foreclosure Commenced N

# 0

Dte Avl 04/04

Zone-Single Family Zoning.

Tower Name:

5729/WALKINGSTICK LN

Click here for map view

**GENERAL INFORMATION** 

FB

HB 3/4

0

0

Virtual Tour

Style **SINGLE** 

**AppxLivArea** 

1,976 AddLivArea

Studio N #Beds 4

#Baths 3 CondoConv N

0 #Den/Oth 0

Type **DETACHD** 2

AppxTotLivArea 1,976

Bldg Desc 2STORY Carport 0

Gar Furnished N

Furnished Desc NOFURN

Parking Desc

UnitDesc 2LEVEL

LotSqFt **7,405** 

Sectn 8 Considere

Pv Spa Y

PvPool

Converted

LsOpt Considered D: FROM ANN AND CAMINO EL NORTE NORTH ON CAMINO ELDORADO WEST ON RED HOLLOW NORTH ON INDIAN RIDGE

WEST ON WALSTONE TO WALKINGSTICK

R: BEAUTIFUL HOUSE WITH ALL NEW INTERIOR AND ALL NEW APPLIANCES. THIS IS A REAL BEAUTY, IT WILL GO FAST.

# FINANCIAL/DEPOSIT/REFUND INFORMATION

**Security Depost** Deposit

Lease Over 1 Yr

Ten Pays Admn

Disposal Service/Gas/Water/Sewer/Power \$80/No

Secur **\$1,350/Yes** 

Key \$0/No

\$450/Partial Pet

\$0/No Cleaning

Oth

Other Restrictions Restrict+

ADDITIONAL INFORMATION

15X13 /Front Living

12X10 2nd Bd 12X10 3rd Bd

Fam Rm N Grt Rm

15X13/Separate Family Room

11X10 4th Bd

11X10 Din Rm

5th Bd

**Breakfast Nook (Eating Area)** Kitchen

Den Dim

Loft Dim

MBR Des

15X15/Master Bedroom Walk-In Closet

Bed Down

Bath Down Y

MB Bath

**Double Sink** 2

Furnished N

Furn Desc No Furniture

Firepl

Fence

Landscp

Backyard Full Fenced /Block Fence

Y Dispos Y Refrg

DryerUtil Gas Dishw Y Washer/Dryer Incl Both

Location Separate Laundry Room OvenDesc Range/Oven Gas

**Microwave** OthAppl

Flooring

Exterior Interior

Blinds

Heating Sys Central Heating

Heat Fuel

**Gas Heating** 

**Util Inf** 

Cooling Sys Central Cooling

Cool Fuel

**Electric Cooling** 

Cable/Satellite Avail Y

DOM

24

226543

CONTINGENT/RENTED INFORMATION O/Rent Price **\$1,350** 

RB REOGO7

**UTILITIES INFORMATION** 

Rented Price

Cond **EXCL** 

\$1,350 Lse 1YEAR+

ShowPub ID Rented Date 04/30/14

04/28/14

+ PET RESTRICTIONS DO NOT APPLY TO SERVICE ANIMALS. Presented by:

Applic Date

Office Name:

Agent:

# **GLVAR** 1 / 13 Click here for map view 341/ALEXANDER STATION AV AppxLivArea Style SINGLE

# RESIDENTIAL RENTAL

4:40 01/12/15

0

Rent/Mo \$1,475 Area 103 ML# 1440628 Status L Listing Agent a Realtor? Y Parcel# 124-27-212-062

Subdiv# **1001** YrBuilt 2000 **ALEXANDER STATION** Subdiv

Pets Y/N Y AdditlPetR City/Town North Las Community

Cc&R's Restrictions Comm Feat

HighSch LE Junior FIND YrRound N Elem K-2 WATS Elem 3-5 WATS

Dte Avi 04/24 LandUse Res-Sngl Fam State NV 89031 Zip Foreclosure Commenced N

Tower Name:

Zoning

# 0

Virtual Tour http://instatour.propertypanorama.com/instaview/las/1440628

HB FB 3/4 **GENERAL INFORMATION** 1 #Baths 2 Studio N #Beds 3 1,953 AddLivArea 0

**Zone-Single Family** 

#Den/Oth 0 CondoConv N Bldg Desc 2STORY AppxTotLivArea 1,953 DETACHD Type

LotSqFt 6,098 UnitDesc 2LEVEL Carport 0 3 /ATTACHD /AUTODR Converted Sectn 8 Considere Parking Desc Furnished N Furnished Desc NOFURN LsOpt Considered

PyPool Y/Inground-Private Pv Spa Y D: 215 NORTH/5TH \*EXIT S ON 5TH\*R (W) ON CENTENNIAL\* LEFT (S) ON COMMERCE\* R (W) ON ALEXANDER STATION\*

WOW! REMODELED 3 BEDROOM HOME W/ POOL AND BOAT/RV PARKING\* NEW PAINT AND FLOORING\* LOFT\* M/M W TILE AND CARPET THROUGHOUT\* CUSTOM PAINT\* ISLAND KITCHEN\* ALL APPLIANCES INCLUDED\* COVERED REAR P. \* BBQ \* POOL SERVICES INCLUDED\*

# FINANCIAL/DEPOSIT/REFUND INFORMATION

Lease 1 Year/Lease Over 1 Yr Security Depost/Pet Deposit Deposit

Water/Sewer/Power/Gas/Disposal Service

Ten Pays Oth \$0/Yes \$300/Yes Cleaning Secur **\$1,475/Yes** Pet Key \$100/No Admn

No Smoking/Will Consider Pets Restrict+

# ADDITIONAL INFORMATION

11X14/Ceiling Fan 2nd Bd 19X16 /Formal Living 11X10/Ceiling Fan 20X13/Separate Family Room / Downstairs 3rd Bd Fam Rm

4th Bd N Grt Rm 5th Bd

12X11 / Dining Area Din Rm Loft Dim **15X11** Island/Pantry/Tile Flooring/Laminate Countertops Den Dim Kitchen

16X11/Master Bedroom Walk-In Closet MBR Des

Bath Down Y, 1/2 Bath Downstairs Bed Down N **Tub / Double Sink / Separate Shower** MB Bath Furn Desc No Furniture Furnished N

Firepl **Drip Irrigation/Bubblers/Desert Landscaping** Landscp

Backyard Full Fenced / Block Fence/RV Gate Fence Location First Floor/Separate Laun Dispos Y Dishw Y Washer/Dryer Incl Both DryerUtil Gas Υ Refrg OvenDesc Range/Oven Gas

OthAppl Exterior

None Man made wood or Laminate/Tile/Carpe Back Yard Access/Covered Patio/Built-In Barbecue Flooring

Blinds/Ceiling Fan(s) Interior

05/09/14

# UTILITIES INFORMATION

Util Inf **Gas Heating** Heat Fuel Heating Sys Central Heating Cable/Satellite Avail Y **Electric Cooling** Cool Fuel

Cooling Sys Central Cooling CONTINGENT/RENTED INFORMATION

ShowPub ID

\$1,475 Rented Price O/Rent Price **\$1,475** DOM Applic Date 04/30/14 Lse 1 YEAR Cond VRGD RB KEYR

# + PET RESTRICTIONS DO NOT APPLY TO SERVICE ANIMALS.

Presented by: Office Name

Rented Date

226493

1/12/2015

# **EXHIBIT N**

# RESIDENTIAL LEASE AGREEMENT

			gh the Owner's BROKER,
Tenant's Name: Voncy	0-10	Phone No. (702)	1638-1029
Tenant's Name: Jose F. And	rade	Phone No. $\frac{702}{}$	561-9684
(hereinaster called TENANT), which parties hereby ag	gree to as follows:		•
	its are as follows: Fotal Amount	Received	Balance Due Prior to Occupancy
Rent: From 7 7 To Security Deposit  Key Deposit  Admin Fee/Credit App Fee (Non-refundable)  Other  TOTAL  (Any balance due prior to occupancy to be paid in		\$ 1100 \$ 500 \$ \$ \$ \$	\$
3. ADDITIONAL MONIES DUE: ON AUB-	UST 9711, \$	777 WILL 8	5 DUE fed
4. PREMISES: Landlord hereby leases to TENANT of the lease, the Premises known and designated a consisting of	s 2001 CONC	into villages	
5. TERM: The term hereof shall commence on, then on giving the other party thirty (30) days written noti	ce delivered by certified	man (an calculation based	on 30 day mondis.
6. RENT: TENANT shall pay rent at the monthly red day of September , 200.	ate of \$ \(\lambda \to \to \), in	advance, on theday o	of every month beginning the
7. PLACE OF PAYMENTS: TENANT shall make such payments to:  10 3611 S. LINDEN RD. STE 201 W	all payments payable to ্ গ্ৰিণ্ডি during normal l	ANY BANK of ours.	hand deliver such payments
8. LATE FEES: In the event TENANT fails to \$ per day for each day after days	pay rent when due, Th		
9. SECURITY DEPOSITS: Upon execution of the the sum stated in paragraph 2. TENANT shall a term of this Agreement and upon termination of the Security Deposit, such amounts due Landlord une of the disposition of the Security Deposit within the	not apply the Security he tenancy by either part der this Agreement.	Deposit to, or in lieu of, y for any reason, the LAN ANDLORD shall provide T	rent. At any time during the DLORD may claim, from the
10. TRUST ACCOUNTS: BROKER shall retain bookkeeping fees.	all interest earned, if a	ny, on security deposits	to offset administration and
Revised 12/05 Lease/Rental Agreement Page 1 of 6 Copyright By: GREATER LAS VEGAS ASSOCIATION	OF REALTORS®	Landlord	Tenant J.F.A.

11.	DISHONORED CHECKS: A charge of \$ \( \sum_{OO} \) shall be imposed for each dishonored check made by TENANT to LANDLORD. TENANT agrees to pay all rents, all late fees, all notice fees and all costs to honor a returned check with certified funds. After TENANT has tendered a check which is dishonored, TENANT hereby agrees to pay all remaining payments including rent due under this Agreement by certified funds. Any payments tendered to LANDLORD thereafter, which are not in the form of certified funds, shall be treated as if TENANT failed to make said payment until certified funds are received. LANDLORD presumes that TENANT is aware of the criminal sanctions and penalties for issuance of a check which TENANT knows is drawn upon insufficient funds and which is tendered for the purpose of committing a fraud upon a creditor. All late fees and dishonored check charges shall be due when incurred and after thirty (30) days shall become additional rent.						
12.	CARDS AND KEYS: Upon execution of the Agreement, TENANT shall receive the following: Door key(s), Mailbox key(s), Laundry Room key(s), Transmitter(s) Gate Card(s) Other(s). Tenant shall make a key deposit (if any) in the amount set forth in paragraph 2 upon execution of this Agreement. The key deposit shall be refunded within 30 days of Tenant's return of all cards and/or keys to Landlord or Landlord's BROKER.						
13.	CONVEYANCES AND USES: TENANT shall not assign, sublet or transfer TENANT'S interest, nor any part thereof, without prior written consent of LANDLORD. TENANT shall use the Premises for residential purposes only and not for any commercial enterprise or for any purpose which is illegal. TENANT shall not commit waste, cause excessive noise, create a nuisance or disturb others.						
14.	OCCUPANTS: Occupants of the Premises shall be limited to persons and shall be used solely for housing accommodations and for no other purpose.						
15.	GUESTS: The TENANT agrees to pay the sum of \$ 20 per day for each guest remaining on the Premises more than days. Notwithstanding the foregoing, in no event shall any guest remain on the Premises for more than 30 days.						
16.	UTILITIES: LESSEE shall immediately connect all utilities and services of premises upon commencement of lease. LESSEE is to pay when due all utilities and other charges in connection with LESSEE's individual rented premises. Responsibility is described as (T) for Tenant and (O) for Owner Electricity Gas Water Trash Sewer Cable Phone Association Fees Other:						
	a. TENANT is responsible to connect the following utilities in TENANT'S name:						
	b. LANDLORD will maintain the connection of the following utilities in LANDLORD's name and bill TENANT for connection fees and use accordingly:						
	c. No additional phone or cable lines or outlets shall be obtained for the Premises without the LANDLORD's written consent. In the event of LANDLORD's consent, TENANT shall be responsible for all costs associated with the additional lines or outlets.  d. Within thirty (30) days of occupancy, if the Premises has insects, Landlord, at TENANT's request, will arrange for and pay for the initial pest control spraying. TENANT agrees to pay for the monthly pest control spraying fees.  e. If an alarm system exists on the Premises, TENANT shall obtain the services of an alarm services company and shall pay all costs associated therewith.  f. Other:						
17.	PETS: No pet shall be on or about the Premises at any time without written permission of LANDLORD. In the event TENANT wishes to have a pet, TENANT will complete an Application for Pet Approval. Should written permission be granted for occupancy of the designated pet, an additional security deposit in the amount of \$ will be required and paid by TENANT in advance subject to deposit terms and conditions aforementioned. TENANT agrees to indemnify LANDLORD for any and all liability, loss and damages which LANDLORD may suffer as a result of any animal in the Premises. In the event written permission shall be granted, TENANT shall be required to procure and provide to Landlord written evidence that TENANT has obtained such insurance as may be available against property damage to the Premises and liability to third party injury. Each such policy shall name LANDLORD and LANDLORD'S AGENT as additional insureds. A copy of each such policy shall be provided to Landlord or Landlord's BROKER prior to any pets being allowed within the Premises.						
	evised 12/05  case/Rental Agreement Page 2 of 6						

Lease/Rental Agreement Page 2 of 6
Copyright By: GREATER LAS VEGAS ASSOCIATION OF REALTORS®

18. RESTRICTIONS: TENANT shall not keep or permit to be kept in, on, or about the Premises: waterbeds, boats, campers, trailers, mobile homes, recreational or commercial vehicles or any non-operative vehicles except as follows: TENANT shall not conduct nor permit any work on vehicles on the premises. 19. ALTERATIONS: TENANT shall make no alterations to the Premises without LANDLORD's written consent. All alterations or improvements made to the Premises, shall, unless otherwise provided by written agreement between parties hereto, become the property of LANDLORD and shall remain upon the Premises and shall constitute a fixture permanently affixed to the Premises.

- In the event of any alterations, TENANT shall be responsible for restoring the Premises to its original condition if requested by LANDLORD or LANDLORD'S BROKER.
- 20. DEFAULT: Failure by TENANT to pay rent, perform any obligation under this Agreement, or comply with any Association Governing Documents (if any), or TENANT's engagement in activity prohibited by this Agreement, or TENANT's failure to comply with any and all applicable laws, shall be considered a default hereunder. Upon default, LANDLORD may, at its option, terminate this tenancy upon giving proper notice. Upon default, LANDLORD shall issue a proper itemized statement to TENANT noting the amount owed by TENANT. LANDLORD may pursue any and all legal and equitable remedies available.
- 21. ENFORCEMENT: Any failure by LANDLORD to enforce the terms of this Agreement shall not constitute a waiver of said terms by LANDLORD. Acceptance of rent due by LANDLORD after any default shall not be construed to waive any right of LANDLORD or affect any notice of termination or eviction.
- 22. NOTICE OF INTENT TO VACATE: TENANT shall provide notice of TENANT's intention to vacate the Premises at the expiration of this Agreement. Such notice shall be in writing and shall be provided to LANDLORD not less than 30 days prior to the expiration of the term of this Agreement. In the event TENANT fails to provide such notice, TENANT shall be deemed to be holding-over on a month-to-month basis until 30 days after such notice. During a holdover not authorized by LANDLORD, rent shall increase by \_\_\_\_\_\_\_%.
- 23. TERMINATION: Upon termination of the tenancy, TENANT shall surrender and vacate the Premises and shall remove any and all of TENANT'S property. TENANT shall return keys, personal property and Premises to the LANDLORD in good, clean and sanitary condition, normal wear expected. TENANT will allow LANDLORD to inspect the Premises in the TENANT's presence to verify the condition of the Premises
- 24. ATTORNEY'S FEES: In the event of any court action, the prevailing party shall be entitled to be awarded against the losing party all costs and expenses incurred thereby, including, but not limited to, reasonable attorney's fees and costs.
- 25. EMERGENCIES: The name, address and phone number of the party who will handle emergencies on behalf of the LANDLORD is as follows: BUCE NEUSON 702 531-4646
- 26. MAINTENANCE: TENANT shall keep the Premises in a clean and good condition. TENANT shall immediately report to the LANDLORD any defect or problem pertaining to plumbing, wiring or workmanship on the Premises. TENANT shall be responsible for any MINOR repairs necessary to the Premises up to and including the cost of \$ 500. TENANT agrees to pay for all repairs, replacements and maintenance required by TENANT's misconduct or negligence or that of TENANT's family, pets, licensees and guests, including but not limited to any damage done by wind or rain caused by leaving windows open and/or by overflow of water, or stoppage of waste pipes, or any other damage to appliances, carpeting or the building in general. At LANDLORD's option, such charges shall be paid immediately or be regarded as additional rent to be paid no later than the next monthly payment date following such repairs.
  - a. TENANT shall change filters in the heating and air conditioning systems at least once every month, at TENANT's own expense. LANDLORD shall maintain the heating and air conditioning systems and provide for major repairs. However, any repairs to the heating or cooling system caused by dirty filters due to TENANT neglect will be the responsibility of TENANT.
  - TENANT shall replace all broken glass, regardless of cause of damage, at TENANT's expense.
  - In the case of landscaping being maintained by a contractor, TENANT agrees to cooperate with the landscape contractor in a satisfactory manner. LANDLORD provided landscaping maintenance is not to be construed as a waiver of any

Revised 12/05 Lease/Rental Agreement Page 3 of 6 Copyright By: GREATER LAS VEGAS ASSOCIATION OF REALTORS® Landford Tenant J.F.A.

responsibility of the TENANT to keep and maintain the landscaping and/or shrubs, trees and sprinkler system in good condition. In the event the landscaping is not being maintained by a Contractor, TENANT shall maintain lawns, shrubs and trees. TENANT shall water all lawns, shrubs and trees, mow the lawns on a regular basis, trim the trees and fertilize lawns, shrubs and trees. If TENANT fails to maintain the landscaping in a satisfactory manner, LANDLORD may have the landscaping maintained by a landscaping contractor and charge TENANT with the actual cost. Said costs shall immediately become additional rent.

d. LANDLORD shall be responsible for all major electrical problems that are not caused by TENANT.

				y TENANT.
			ts_professionally cleaned upon move a a receipt from a reputable carpet cle	
	f. There (is)	(is not) a pool contractor when	hose name and phone number are as	follows:
	sweep, clean and keep	in good condition. If TENANT	ntain the pool, if any. TENANT ag fails to maintain the pool in a satisfaund charge TENANT with the actua	ctory manner, LANDLORD may
pı pe m m Pı	rposes including showing including showing including reviews ake necessary/required reports on this rent and be considerated. LANDLORD	ng to prospective lessees, buyers ews as requested by LANDLORD epairs, TENANT shall pay for any dered additional rent. TENANT s shall have the right to enter in cas	nt to enter the Premises at all reasons, appraisers or insurance agents or if TENANT fails to keep scheduly additional charges incurred which with shall not deny LANDLORD his/her see of emergency and other situations are notification for entry, except in case	other business therein and for ed appointments with vendors to will then become part of the next rights of reasonable entry to the s as specifically allowed by law.
	VENTORY; It is agree	d that the following inventory is no	ow on said premises. (Check if prese	ent; cross out if absent.)
28. II				

TENANT assumes responsibility for the care and maintenance thereof.

### 29. SMOKE DETECTOR:

a. The Premises is equipped with a smoke detection device(s).

b. It is agreed that TENANT will test the smoke detector within one (1) hour after execution of this Agreement and inform LANDLORD or LANDLORD's BROKER immediately if detector(s) is not working properly at any time.

30. ASSOCIATIONS: Should the Premises described herein be a part of a common interest community, homeowners association planned unit development, condominium development or such, TENANT hereby agrees to abide by the Governing Documents (INCLUDING Declarations, Bylaws, Articles, Rules and Regulations) of such project and further agrees to be responsible for any fines or penalties levied as a result of failure to do so by himself, his family, licensees or guests. Noncompliance with the Governing Documents shall constitute a violation of this Agreement. Such fines shall be considered as an addition to rent and shall be due along with the next monthly payment of rent. In signing this Agreement, TENANT acknowledges receipt of a copy of the applicable Governing Documents. LANDLORD, at LANDLORD's expense, shall provide TENANT with any additions to such Governing Documents as they become available. LANDLORD may, at its option, with 30 days notice to TENANT, adopt additional reasonable rules and regulations governing use of the Premises and of the common areas (if any).

Revised 12/05
Lease/Rental Agreement Page 4 of 6
Copyright By: GREATER LAS VEGAS ASSOCIATION OF REALTORS®

Landlord Tenant J. T. A.

31. INSURANCE: TENANT \_\_\_\_\_ (is) \_\_\_\_ (is not) required to purchase renter's insurance. (LANDLORD's insurance does not cover TENANT's personal property.) Landlord and Landlord's BROKER shall be named as an additional insured on any such policy. LANDLORD shall not be liable for any damage or injury to TENANT, or any other person, to any property occurring on the Premises or any part thereof, or in common areas thereof. TENANT agrees to indemnify, defend and hold LANDLORD harmless from any claims for damages.

### 32. ILLEGAL ACTIVITIES PROHIBITED:

- a. TENANT is aware of the following: It is a misdemeanor to commit or maintain a public nuisance as defined in NRS 202.450 or to allow any building or boat to be used for a public nuisance. Any person, who willfully refuses to remove such a nuisance when there is a legal duty to do so, is guilty of a misdemeanor. A public nuisance may be reported to the local sheriff's department. A violation of building, health or safety codes or regulations may be reported to the government entity in our local area such as the code enforcement division of the county/city government or the local health or building departments.
- b. TENANT, any member of TENANT's household, a guest or other person under TENANT's control shall not:
  - engage in criminal activity, including drug-related criminal activity, on or near the subject leasehold premises,
    "Drug related criminal activity" means the illegal manufacture, sale, distribution, use or possession with intent to
    manufacture, sell, distribute, or use, of controlled substance (as defined in Section 102 of the Controlled Substances
    Act, 21 USC §802);
  - engage in any act intended to facilitate criminal activity on or near the subject leasehold Premises;
  - permit the Premises to be used for or to facilitate criminal activity including drug-related criminal activity regardless of whether the individual engaging in such activity is a member of the household or a guest;
  - engage in the use, manufacture, sale or distribution of illegal drugs at any location, whether on or near the subject leasehold Premises or otherwise.
  - engage in acts of violence, including, but not limited to the unlawful discharge of firearms on or near the subject leasehold premises.

### 33. ADDITIONAL RESPONSIBILITIES:

- a. TENANT may install or replace screens at TENANT's own expense. Solar screen installation requires written permission from LANDLORD. LANDLORD is not responsible for maintaining screens.
- b. Any BBQ <u>must</u> be at least ten (10) feet away from any structure as required by Clark County Fire Department, and TENANT shall comply with Nevada law.
- c. The Premises \_\_\_\_ (have) \_\_\_ (have not) been freshly painted. If freshly painted, TENANT will be responsible for the costs for any holes or excessive dirt or smudges that will require repainting.
- d. TENANT agrees to coordinate transfer of utilities to Landlord or Landlord's BROKER.
- e. Locks may be replaced or dead bolts re-keyed at the Tenant's expense provided TENANT informs LANDLORD and provides LANDLORD with a workable key for each new or changed lock.
- f. TENANT may conduct a risk assessment or inspection of the Premise for the presence of lead-based paint and/or lead-based paint hazards at the TENANT's expense for a period of ten days after execution of this agreement. If TENANT for any reason fails to conduct such an inspection, then TENANT shall be deemed to have elected to lease the Premises "as is" and to have waived this contingency. If TENANT conducts such an inspection and determines that lead-based paint deficiencies and/or hazards exist, TENANT will notify LANDLORD in writing. LANDLORD will then have ten days to elect to correct such deficiencies and/or hazards or to terminate this agreement. In the event of termination under this paragraph, the security deposit will be refunded to TENANT. (If the property was constructed prior to 1979, refer to the attached Lead-Based Paint Disclosure.)
- 34. CHANGES MUST BE IN WRITING: No changes, modifications or amendment of this Agreement shall be valid or binding unless such changes, modifications or amendment are in writing and signed by each party. Such changes shall take effect after thirty days notice to TENANT.

Revised 12/05
Lease/Rental Agreement Page 5 of 6
Copyright By: GREATER LAS VEGAS ASSOCIATION OF REALTORS®

Landlord Tenant J.F.A.

- 35. CONFLICTS BETWEEN LEASE AND ADDENDUM: In case of conflict between the provisions of an addendum and any other provisions of this Agreement, the provisions of the addendum shall govern.
- 36. NEVADA LAW GOVERNS: This Agreement is executed and intended to be performed in Clark County in the State of Nevada and the laws of the State of Nevada shall govern its interpretation and effect.
- 37. WAIVER: Nothing contained in this Agreement shall be construed as waiving any of the LANDLORD's or TENANT's rights under the laws of the State of Nevada.

38. CONFIRMATION OF REI	PRESENTATION: The Age	nts in this transaction are:
Tenant's Broker:Address:		Agent's Name:
Address:		
r none,		Email:
License #	-	
Landlord's Broker:		Agent's Name:
Audioss,		
Phone: License #	Fax:	Email:
39. NOTICES: Unless otherwise Agreement must be in writing	e required by law, any notice gand shall be faxed and mailed	to be given or served upon any party hereto in connection with this d by certificate of mailing to the following addresses:
BROKER:		TENANT:
Fax:		Fax:
40. PARTIAL INVALIDITY: In	n the event that any provision	of this Agreement shall be held invalid or unenforceable, such ruling
shan not affect in any respect	whatsoever the validity or enf	forceability of the remainder of this Agreement.
a material breach and shall b	be cause for termination of th	TENANT of any of the provisions of this Agreement shall be deemed also Agreement. Unless otherwise provided by the law, proof of any ction but shall be by a preponderance of the evidence.
12. SIGNATURES: The Agreem understand and agree to all pro-	nent is accepted and agreed to ovisions thereof and further ac	jointly and severally. The undersigned have read this Agreement and knowledge that they have received a copy of this Agreement.
3. ADDITIONAL TERMS AN	ـ المـ	and an india for a second of
AND MAINTENANCE BY THE CITY OR I TONANT.		MANTS ALE LESPONSIBLE FOR ALL UPLESS CHARLOSS OF MAINTANENCES WILL BE CHARLOSD TO THE
N. co		
\$ 300 & NONTH WIL	e bo towards this	CLOSING COSTS # THE TENANTY FURCHASE THE
ANDLORD/OWNER OF RECO	RD	TENANT'S SIGNATURE DATE:
IANAGEMENT COMPANY (BI	NOKER)	TENANT'S SIGNATURE DATE
By Charles	7/09/09	COSE F. ANDRADE 07/09/09
authorized AGENT for BROKER	DATE! '	TENANT'S SIGNATURE DATE
REALTOR®	)	
		$\wedge$
Revised 12/05	r	Landlord Tenant J.F.A
Lease/Rental Agreement Page 6 of 6		Totalit 1.1.1.1

Copyright By: GREATER LAS VEGAS ASSOCIATION OF REALTORS®

# RESIDENTIAL LEASE AGREEMENT





# 5325 Coral Hills St North Las Vegas, NV 89103 (Property Address)

BROKER,	5-vv-atio-994A40		, (herein	after referre	d to as "BROKI	ER") and
Tenant's Name:	Mark Caplan		Tenant's	s Name:		V
Tenant's Name:			_ Tenant's	s Name:		
(hereinafter called TENA)	NT), which parties hereby a	igree to as fo	llows:			
2. SUMMARY: The ini	itial rents, charges and depo	osits are as fo	llows:			
		Total Amount		Received		Balance Due Prior to Occupancy
	09 , To 07/31/2009	\$			1,200.00	\$
Security Deposit		\$ 			1,000.00	
Key Deposit	(NI C J.		<del></del>			
Admin Fee/Credit App Fe	e (Non-refundable)	Φ.	to the state of th	- ው 		\$
Pet Deposit Cleaning Deposit		*				\$
Last Month's Rent Securi	fv.	~			**************************************	
CIC Registration	•9	ሐ				\$
Jtility Proration		\$ 		_		\$
Sewer/Trash Proration		\$				
Other		rh.		\$		\$
Other		\$		\$		\$
Other		\$				\$
Other		\$		\$		\$
TOTAL		\$	2,200.00	\$	2,200.00	\$
Any balance due prior t	to occupancy to be paid in	CERTIFIE	D FUNDS)			
B. ADDITIONAL MO	NIES DUE:					
						'
of the lease, the Prem	rd hereby leases to TENA? ises known and designated consist	as <u>5325</u> Ce	oral Hills	St, Nort	h Las Vegas	s, NV 89103
for a total rent of \$ 1	reof shall commence on, then thirty (30) days written no	on a month-t	o-month basis f	hereafter, ui	ntil either party s	shall terminate the same by
	all pay rent at the monthly  1st day of  s delinquent, it must be pai				advance, on the after	day of every  1 . There is no
such payments to: _3 to Any Ba	ENTS: TENANT shall mak 611 S. Lindell Rd. nk of America	te all payments Ste 201, during no	its payable to LV, NV 8910 ormal business h	03or lours.	1	$\setminus$
Residential Lease Agreer Page 1 of 7	nent Rev. 6/07		MMC		Landlord	Tenant MK
	as Association of REALTC	RS®	1111		Property: 53	25 Coral Hills St

EN Auction 3611 Lindell Rd. #201 Las Vegas, NV 89103 Phone: (702) 227 - 0222 Fax: (702) 227 - 0075

Eric Nelson

	A. LATE FEES: In the event TENANT fails to pay rent when due, TENANT shall pay a late fee of \$ 200.00 plus \$ per day for each day after days that the sum was due.
	B. DISHONORED CHECKS: A charge of \$ 100.00 shall be imposed for each dishonored check made by TENANT to LANDLORD. TENANT agrees to pay all rents, all late fees, all notice fees and all costs to honor a returned check with certified funds. After TENANT has tendered a check which is dishonored, TENANT hereby agrees to pay all remaining payments including rent due under this Agreement by certified funds. Any payments tendered to LANDLORD thereafter, which are not in the form of certified funds, shall be treated as if TENANT failed to make said payment until certified funds are received. LANDLORD presumes that TENANT is aware of the criminal sanctions and penalties for issuance of a check which TENANT knows is drawn upon insufficient funds and which is tendered for the purpose of committing a fraud upon a creditor.
	C. ADDITIONAL RENT: All late fees and dishonored check charges shall be due when incurred and shall become additional rent. Payments will be applied to charges which become rent in the order accumulated. All unpaid charges or any fees owed by TENANT, including but not limited to notice fees, attorney's fees, repair bills, utility bills, landscape/pool repair and maintenance bills and CIC fines will become additional rent at the beginning of the month after TENANT is billed. TENANT'S failure to pay the full amount for a period may result in the initiation of eviction proceedings. LANDLORD'S acceptance of any late fee or dishonored check fee shall not act as a waiver of any default of TENANT, nor as an extension of the date on which rent is due. LANDLORD reserves the right to exercise any other rights and remedies under this Agreement or as provided by law.
9.	SECURITY DEPOSITS: Upon execution of this Agreement, TENANT shall deposit with LANDLORD as a Security Deposit the sum stated in paragraph 2. TENANT shall not apply the Security Deposit to, or in lieu of, rent. At any time during the term of this Agreement and upon termination of the tenancy by either party for any reason, the LANDLORD may claim, from the Security Deposit, such amounts due Landlord under this Agreement. Any termination prior to the initial term set forth in paragraph 5, or failure of TENANT to provide proper notice of termination, shall result in TENANT forfeiting the Security Deposit. Pursuant to NRS 118A.242, LANDLORD shall provide TENANT with a written, itemized accounting of the disposition of the Security Deposit within thirty (30) days of termination. TENANT agrees, upon termination of the tenancy, to provide LANDLORD with a forwarding address to prevent a delay in receiving the accounting and any refund.
10,	TRUST ACCOUNTS: BROKER shall retain all interest earned, if any, on security deposits to offset administration and bookkeeping fees.
11.	EVICTION COSTS: TENANT shall be charged an administrative fee of \$ 150.00 per eviction attempt to offset the costs of eviction notices and proceedings. TENANT may be charged for service of legal notices and all related fees according to actual costs incurred.
12.	CARDS AND KEYS: Upon execution of the Agreement, TENANT shall receive the following:  Door key(s) Transmitter(s) Other(s) Mailbox key(s) Gate Card(s) Other(s) Laundry Room key(s)) Other(s)  Tenant shall make a key deposit (if any) in the amount set forth in paragraph 2 upon execution of this Agreement. The key deposit shall be refunded within 30 days of Tenant's return of all cards and/or keys to Landlord or Landlord's BROKER.
13.	CONVEYANCES AND USES: TENANT shall not assign, sublet or transfer TENANT'S interest, nor any part thereof, without prior written consent of LANDLORD. TENANT shall use the Premises for residential purposes only and not for any commercial enterprise or for any purpose which is illegal. TENANT shall not commit waste, cause excessive noise, create a nuisance or disturb others.
14.	OCCUPANTS: Occupants of the Premises shall be limited to
15.	GUESTS: The TENANT agrees to pay the sum of \$ per day for each guest remaining on the Premises more than days. Notwithstanding the foregoing, in no event shall any guest remain on the Premises for more than days.
Res	idential Lease Agreement Rev. 6/07  Landlord D Tenant Mac
_	e 2 of 7 007 Greater Las Vegas Association of REALTORS® Property: <u>5325 Coral Hills St</u>

Produced with ZipForm® by zipLogix 18070 Fifteen Mile Road, Fraser, Michigan 48026 www.zipLogix.com

8. ADDITIONAL FEES:

16.	TILITIES: LESSEE shall immediately connect all utilities and services of premises upon commencement of lease. LESSEE is pay when due all utilities and other charges in connection with LESSEE's individual rented premises. Responsibility is						
	described as (T) for Tenant and (O) for Owner:						
	Electricity t Trash t Phone t						
	Gas t Sewer t Association Fees o						
	Water t Cable t Other:						
	a. TENANT is responsible to connect the following utilities in TENANT'S name: all of the above stated						
	b. LANDLORD will maintain the connection of the following utilities in LANDLORD's name and bill TENANT for connection fees and use accordingly:						
	c. No additional phone or cable lines or outlets shall be obtained for the Premises without the LANDLORD's written consent. In the event of LANDLORD's consent, TENANT shall be responsible for all costs associated with the additional lines or outlets.						
	d. If an alarm system exists on the Premises, TENANT shall obtain the services of an alarm services company and shall pay all costs associated therewith.  e. Other:						
17.	PEST NOTICE: TENANT understands that various pest, rodent and insect species (collectively, "pests") exist in Southern Nevada. Pests may include, but are not limited to, scorpions (approximately 23 species, including bark scorpions), spiders (including black widow and brown recluse), bees, snakes, ants, termites, rats, mice and pigeons. The existence of pests may vary by season and location. Within thirty (30) days of occupancy, if the Premises has pests, LANDLORD, at TENANT's request, will arrange for and pay for the initial pest control spraying. TENANT agrees to pay for the monthly pest control spraying fees. The names and numbers of pest control providers are in the yellow pages under "PEST." For more information on pests and pest control providers, TENANT should contact the State of Nevada Division of Agriculture at www.agri.nv.gov.						
18.	8. PETS: No pet shall be on or about the Premises at any time without written permission of LANDLORD. In the event TENANT wishes to have a pet, TENANT will complete an Application for Pet Approval. Should written permission be granted for occupancy of the designated pet, an additional security deposit in the amount of \$ will be required and paid by TENANT in advance subject to deposit terms and conditions aforementioned. In the event written permission shall be granted, TENANT shall be required to procure and provide to Landlord written evidence that TENANT has obtained such insurance as may be available against property damage to the Premises and liability to third party injury. Each such policy shall name LANDLORD and LANDLORD'S AGENT as additional insureds. A copy of each such policy shall be provided to Landlord or Landlord's BROKER prior to any pets being allowed within the Premises. If TENANT obtains a pet without written permission of LANDLORD, TENANT agrees to pay an immediate fine of \$500. TENANT agrees to indemnify LANDLORD for any and all liability, loss and damages which LANDLORD may suffer as a result of any animal in the Premises, whether or not written permission was granted.						
19. RESTRICTIONS: TENANT shall not keep or permit to be kept in, on, or about the Premises: waterbeds, boats, camp mobile homes, recreational or commercial vehicles or any non-operative vehicles except as follows:							
	TENANT shall not conduct nor permit any work on vehicles on the premises.						
20.	ALTERATIONS: TENANT shall make no alterations to the Premises without LANDLORD's written consent. All alterations or improvements made to the Premises, shall, unless otherwise provided by written agreement between parties hereto, become the property of LANDLORD and shall remain upon the Premises and shall constitute a fixture permanently affixed to the Premises. In the event of any alterations, TENANT shall be responsible for restoring the Premises to its original condition if requested by LANDLORD or LANDLORD's BROKER.						
21.	DEFAULT: Failure by TENANT to pay rent, perform any obligation under this Agreement, or comply with any Association Governing Documents (if any), or TENANT's engagement in activity prohibited by this Agreement, or TENANT's failure to comply with any and all applicable laws, shall be considered a default hereunder. Upon default, LANDLORD may, at its option, terminate this tenancy upon giving proper notice. Upon default, LANDLORD shall issue a proper itemized statement to TENANT noting the amount owed by TENANT. LANDLORD may pursue any and all legal and equitable remedies available.						
Res	ridential Lease Agreement Rev. 6/07  Landlord Tenant						
~	ge 3 of 7 2007 Greater Las Vegas Association of REALTORS® Property: <u>5325 Coral Hills St</u>						

Produced with ZipForm® by zipLogix 18070 Fifteen Mile Road, Fraser, Michigan 48026 www.zipLogix.com

	by LANDLORD. Acceptance of rent due by LANDLORD after any default shall not be construed to waive any right of LANDLORD or affect any notice of termination or eviction.				
23.	NOTICE OF INTENT TO VACATE: TENANT shall provide notice of TENANT's intention to vacate the Premises at the expiration of this Agreement. Such notice shall be in writing and shall be provided to LANDLORD prior to the first day of the last month of the lease term set forth in section 5 of this Agreement. In no event shall notice be less than 30 days prior to the expiration of the term of this Agreement. In the event TENANT fails to provide such notice, TENANT shall be deemed to be holding-over on a month-to-month basis until 30 days after such notice. During a holdover not authorized by LANDLORD, rent shall increase by 50.000 %.				
24.	TERMINATION: Upon termination of the tenancy, TENANT shall surrender and vacate the Premises and shall remove any and all of TENANT'S property. TENANT shall return keys, personal property and Premises to the LANDLORD in good, clean and sanitary condition, normal wear expected. TENANT will allow LANDLORD to inspect the Premises in the TENANT's presence to verify the condition of the Premises.				
25.	EMERGENCIES: The name, address and phone number of the party who will handle maintenance or essential services emergencies on behalf of the LANDLORD is as follows:  Chad Ramos 702-499-4349 / Bryce 531-4646				
26.	MAINTENANCE: TENANT shall keep the Premises in a clean and good condition. TENANT shall immediately report to the ANDLORD any defect or problem pertaining to plumbing, wiring or workmanship on the Premises. TENANT agrees to notify ANDLORD of any water leakage and/or damage within 24 hours of the occurrence. TENANT understands that TENANT may be need to responsible for any water and/or mold damage, including the costs of remediation of such damage. TENANT shall be responsible for any MINOR repairs necessary to the Premises up to and including the cost of \$200.00 TENANT agrees to pay for all repairs, replacements and maintenance required by TENANT's misconduct or negligence or that of TENANT's family, pets, licensees and guests, including but not limited to any damage done by wind or rain caused by leaving windows open and/or by overflow of water, or stoppage of waste pipes, or any other damage to appliances, carpeting or the building in general. At LANDLORD's option, such charges shall be paid immediately or be regarded as additional rent to be paid no later than the next monthly payment date following such repairs.  a. TENANT shall change filters in the heating and air conditioning systems at least once every month, at TENANT's own expense. LANDLORD shall maintain the heating and air conditioning systems and provide for major repairs. However, any repairs to the heating or cooling system caused by dirty filters due to TENANT neglect will be the responsibility of TENANT.  b. TENANT shall replace all broken glass, regardless of cause of damage, at TENANT agrees to cooperate with				
	the landscape and/or pool contractor in a satisfactory manner. LANDLORD provided landscaping maintenance is not to be construed as a waiver of any responsibility of the TENANT to keep and maintain the landscaping and/or shrubs, trees and sprinkler system in good condition. In the event the landscaping is not being maintained by a Contractor, TENANT shall maintain lawns, shrubs and trees. TENANT shall water all lawns, shrubs and trees, mow the lawns on a regular basis, trim the trees and fertilize lawns, shrubs and trees. If TENANT fails to maintain the landscaping in a satisfactory manner, LANDLORD may have the landscaping maintained by a landscaping contractor and charge TENANT with the actual cost. Said costs shall immediately become additional rent.				
	d. LANDLORD shall be responsible for all major electrical problems that are not caused by TENANT.				
e. TENANT shall x shall not have carpets professionally cleaned upon move out. If cleaned, TENL LANDLORD or LANDLORD's BROKER with a receipt from a reputable carpet cleaning company.					
•	f. There [ (is) [ (is not) a pool contractor whose name and phone number are as follows:				
	If there is no such contractor, TENANT agrees to maintain the pool, if any. TENANT agrees to maintain the water level, sweep, clean and keep in good condition. If TENANT fails to maintain the pool in a satisfactory manner, LANDLORD may have the pool maintained by a licensed pool service and charge TENANT with the actual cost. Said costs shall become additional rent.				
D -	sidential Lease Agreement Rev. 6/07  Landlord Tenant Me				
	ge 4 of 7				

Produced with ZipForm® by zipLogix 18070 Fifteen Mile Road, Fraser, Michigan 48028 www.zipLogix.com

© 2007 Greater Las Vegas Association of REALTORS®

22. ENFORCEMENT: Any failure by LANDLORD to enforce the terms of this Agreement shall not constitute a waiver of said terms

lease

Property: 5325 Coral Hills St

maintenance reviews as requested by LANDLORD. If TENANT fails to keep scheduled appointments with vendors to make necessary/required repairs, TENANT shall pay for any additional charges incurred which will then become part of the next month's rent and be considered additional rent. TENANT shall not deny LANDLORD his/her rights of reasonable entry to the Premises. LANDLORD shall have the right to enter in case of emergency and other situations as specifically allowed by law. LANDLORD agrees to give TENANT twenty-four (24) hours notification for entry, except in case of emergency. 28. INVENTORY: It is agreed that the following inventory is now on said premises. (Check if present; cross out if absent.) \_\_ Refrigerator \_\_\_\_\_ Intercom System \_\_\_\_ Spa Equipment \_\_\_\_\_ Alarm System X Stove \_\_\_\_ Auto Sprinklers \_\_\_\_ Trash Compactor Microwave \_\_\_\_\_ Auto Garage Openers \_\_\_\_ Ceiling Fans \_\_\_\_\_BBQ X Disposal \_\_\_\_\_ Water Conditioner Equipment X Dishwasher \_\_\_\_\_ Solar Screens Washer X Floor Coverings \_\_\_\_\_ Pool Equipment \_\_\_\_\_ Dryer **X** Window Coverings \_\_\_\_Other TENANT assumes responsibility for the care and maintenance thereof. 29. SMOKE DETECTOR: The Premises is equipped with a smoke detection device(s). TENANT agrees to test the smoke detector within one (1) hour after execution of this Agreement and to inform LANDLORD or LANDLORD's BROKER immediately if detector(s) is not working properly at any time. 30. ASSOCIATIONS: Should the Premises described herein be a part of a common interest community, homeowners association planned unit development, condominium development or such, TENANT hereby agrees to abide by the Governing Documents (INCLUDING Declarations, Bylaws, Articles, Rules and Regulations) of such project and further agrees to be responsible for any fines or penalties levied as a result of failure to do so by himself, his family, licensees or guests. Noncompliance with the Governing Documents shall constitute a violation of this Agreement. Such fines shall be considered as an addition to rent and shall be due along with the next monthly payment of rent. In signing this Agreement, TENANT acknowledges receipt of a copy of the applicable Governing Documents. LANDLORD, at LANDLORD's expense, shall provide TENANT with any additions to such Governing Documents as they become available. LANDLORD may, at its option, with 30 days notice to TENANT, adopt additional reasonable rules and regulations governing use of the Premises and of the common areas (if any). 31. INSURANCE: TENANT [ (is) X (is not) required to purchase renter's insurance. Landlord and Landlord's BROKER shall be named as an additional insured on any such policy. LANDLORD shall not be liable for any damage or injury to TENANT, or any other person, to any property occurring on the Premises or any part thereof, or in common areas thereof. TENANT agrees to indemnify, defend and hold LANDLORD harmless from any claims for damages. TENANT understands that LANDLORD's insurance does not cover TENANT's personal property. Even if it is not a requirement of this Agreement, TENANT understands that LANDLORD highly recommends that TENANT purchase renter's insurance. 32. ILLEGAL ACTIVITIES PROHIBITED: a. TENANT is aware of the following: It is a misdemeanor to commit or maintain a public nuisance as defined in NRS 202.450 or to allow any building or boat to be used for a public nuisance. Any person, who willfully refuses to remove such a nuisance when there is a legal duty to do so, is guilty of a misdemeanor. A public nuisance may be reported to the local sheriff's department. A violation of building, health or safety codes or regulations may be reported to the government entity in our local area such as the code enforcement division of the county/city government or the local health or building departments. b. TENANT, any member of TENANT's household, a guest or other person under TENANT's control shall not: · engage in criminal activity, including drug-related criminal activity, on or near the subject leasehold premises, "Drug related criminal activity" means the illegal manufacture, sale, distribution, use or possession with intent to manufacture, sell, distribute, or use, of controlled substance (as defined in Section 102 of the Controlled Substances Act, 21 USC §802); engage in any act intended to facilitate criminal activity on or near the subject leasehold Premises; permit the Premises to be used for or to facilitate criminal activity including drug-related criminal activity regardless of whether the individual engaging in such activity is a member of the household or a guest; Landlord Residential Lease Agreement Rev. 6/07 Page 5 of 7

Produced with ZipForm® by zipLogix 18070 Fifteen Mile Road, Fraser, Michigan 48026 www.zipLogix.com

© 2007 Greater Las Vegas Association of REALTORS®

27. ACCESS: TENANT agrees to grant LANDLORD the right to enter the Premises at all reasonable times and for all reasonable

purposes including showing to prospective lessees, buyers, appraisers or insurance agents or other business therein and for periodic

lease

Property: 5325 Coral Hills

- engage in the use, manufacture, sale or distribution of illegal drugs at any location, whether on or near the subject leasehold Premises or otherwise.
- engage in acts of violence, including, but not limited to the unlawful discharge of firearms on or near the subject leasehold premises.

# 33. ADDITIONAL RESPONSIBILITIES:

	a. TENANT may install or replace screens at TENANT's own expense. Solar screen installation requires written permis from LANDLORD. LANDLORD is not responsible for maintaining screens.				
	b. Any BBQ must be at least ten (10) feet away from any structure as required by Clark County Fire Department, and TENANT shall comply with Nevada law.				
	c. The Premises X (have) (have not) been freshly painted. If freshly painted, TENANT will be responsible for the costs for any holes or excessive dirt or smudges that will require repainting. If not freshly painted, the Premises (have) (have not) been touched up.				
	d. TENANT agrees to coordinate transfer of utilities to LANDLORD or LANDLORD'S BROKER within				
e. Locks may be replaced or dead bolts re-keyed at the TENANT'S expense provided TENANT informs LA provides LANDLORD with a workable key for each new or changed lock.					
f. TENANT may conduct a risk assessment or inspection of the Premise for the presence of lead-based paint and based paint hazards at the TENANT's expense for a period of ten days after execution of this agreement. If TENANT reason fails to conduct such an inspection, then TENANT shall be deemed to have elected to lease the Premises "as is have waived this contingency. If TENANT conducts such an inspection and determines that lead-based paint def and/or hazards exist, TENANT will notify LANDLORD in writing. LANDLORD will then have ten days to elect the such deficiencies and/or hazards or to terminate this agreement. In the event of termination under this paragraph, the deposit will be refunded to TENANT. (If the property was constructed prior to 1979, refer to the attached Lead-Based Disclosure.)					
	g. TENANT may display the flag of the United States, made of cloth, fabric or paper, from a pole, staff or in a window, and in accordance with 4 USC Chapter 1. LANDLORD may, at its option, with 30 days notice to TENANT, adopt additional reasonable rules and regulations governing the display of the flag of the United States.				
34.	. CHANGES MUST BE IN WRITING: No changes, modifications or amendment of this Agreement shall be valid or binding unless such changes, modifications or amendment are in writing and signed by each party. Such changes shall take effect after thirty days notice to TENANT.				
35.	CONFLICTS BETWEEN LEASE AND ADDENDUM: In case of conflict between the provisions of an addendum and any other provisions of this Agreement, the provisions of the addendum shall govern.				
36.	ATTORNEY'S FEES: In the event of any court action, the prevailing party shall be entitled to be awarded against the losing party all costs and expenses incurred thereby, including, but not limited to, reasonable attorney's fees and costs.				
37.	NEVADA LAW GOVERNS: This Agreement is executed and intended to be performed in the State of Nevada in the county where the Premises are located and the laws of the State of Nevada shall govern its interpretation and effect.				
38.	WAIVER: Nothing contained in this Agreement shall be construed as waiving any of the LANDLORD's or TENANT's rights under the laws of the State of Nevada.				
39.	LICENSEE DISCLOSURE OF INTEREST: Pursuant to NAC 645.640, is a licensed real estate agent in the State(s) of Nevada, and has the following interest, direct or indirect, in this transaction: Principal (LANDLORD or TENANT) -OR- family relationship or business interest:				

Residential Lease Agreement Rev. 6/07

Page 6 of 7

© 2007 Greater Las Vegas Association of REALTORS®

Landlord

Property: 5325 Coral Hills St

40. CONFIRMATION OF REPRESENTATION: The Agents is	n this transaction are:
Tenant's Broker:	Agent's Name:
Address: Fax;	_ Email:
License #	
Landlord's Broker:	Agent's Name:
Address: Fax:	_ Email:
License #	
41. NOTICES: Unless otherwise required by law, any notice to Agreement must be in writing and shall be faxed and mailed by	be given or served upon any party hereto in connection with this y certificate of mailing to the following addresses:
BROKER:	
Address: 3611 S Lindell Road Ste 201, Las Ve Phone: (702) 362-3030 Fax: (702) 227-0075	egas, NV 89103 Email: eric@enlvcorp.com
	_ Directi, OLLOGOTEL VOOLD, COM
TENANT: <u>Mark Caplan</u> Address: <u>5325 Coral Hills Street</u> , North Las	Vegas, NV 89081
Phone: Fax:	Email:
42. PARTIAL INVALIDITY: In the event that any provision of shall not affect in any respect whatsoever the validity or enforce	f this Agreement shall be held invalid or unenforceable, such ruling eability of the remainder of this Agreement.
material breach and shall be cause for termination of this Agre	NANT of any of the provisions of this Agreement shall be deemed a ement. Unless otherwise provided by the law, proof of any violation ll be by a preponderance of the evidence.
	intly and severally. The undersigned have read this Agreement and
45. ADDITIONAL TERMS AND CONDITIONS: Tenant is of the home and yard. Any fines received by passed onto the Tenant.	y the Owner from the HOA or City will be
\$300 a month will be applied to the closing	costs at the end of the lease for a total of
\$3600 a year, IF AND ONLY IF, the tenant pu	rchases the home from the Owner.
4	Mark & Carl 06/15/2009
LANDIORDOWNER OF RECORD Banone LLC	TENANT'S SIGNATURE DATE Print Name; Mark Caplan
	Phone: 702-327-8627
MANAGEMENT COMPANY (BROKER)	
VIAIVAGEVIEVI COMPAIVI (BROKEK)	TENANT'S SIGNATURE DATE
Pu J J	Print Name:
By 06/15/2009 Authorized AGENT for BROKER DATE	Phone:
	06/15/2009
REALTOR®	TENANT'S SIGNATURE DATE Print Name:
	Phone:
Residential Lease Agreement Rev. 6/07	Landlord Tenant MC
Page 7 of 7 © 2007 Greater Las Vegas Association of REALTORS®	Property: 5325 Coral Hills St

Produced with ZipForm® by zipLogix 18070 Fifteen Mile Road, Fraser, Michigan 48026 www.zipLogix.com

# **EXHIBIT O**

# **Katherine Provost**

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 3:11 PM Katherine Provost From: Sent:

To: Cc: Subject: Shari Aidukas

3611 S. Lindell Storage Shed contents/tear down



IMG\_7056.JPG

# **EXHIBIT P**

# **Katherine Provost**

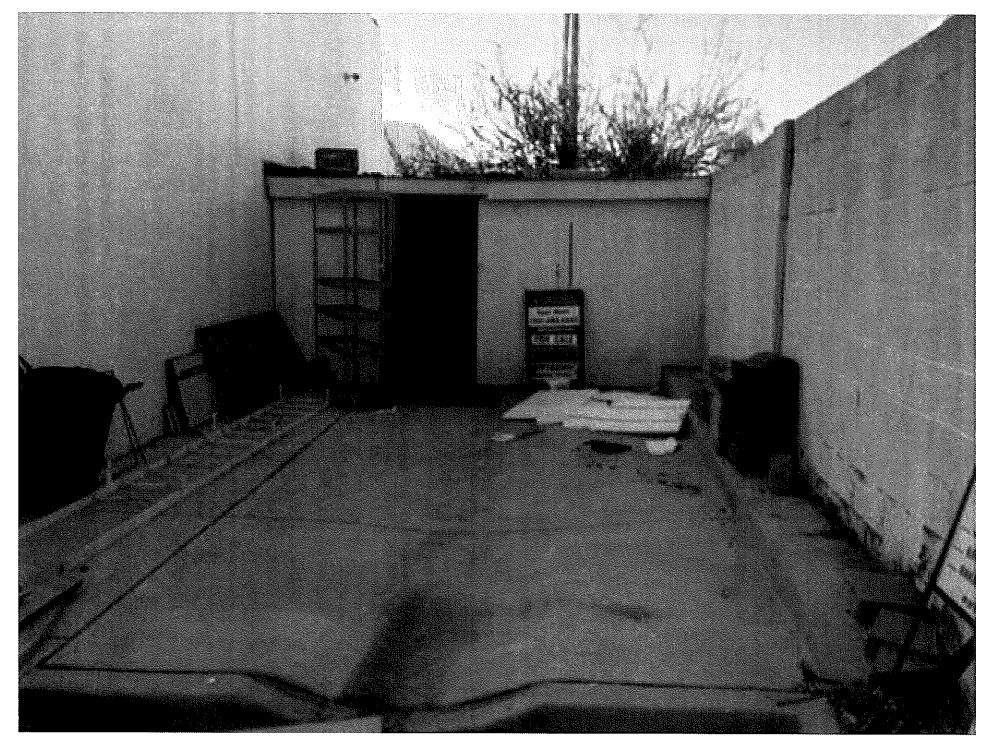
From: Sent:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 3:10 PM Katherine Provost Shari Aidukas

To:

Cc: Subject:

3611 S. Lindell Storage shed, County Violations since 2010



IMG\_7050.JPG

# **EXHIBIT Q**



# **EXHIBIT R**

# THE DICKERSON LAW GROUP

ROBERT P. DICKERSON KATHERINE L. PROVOST RENA G. HUGHES JOSEF KARACSONYI NATALIE E. EL-KOUZ

A PROFESSIONAL CORPORATION OF ATTORNEYS AT LAW
HILLS CENTER NORTH BUSINESS PARK
1745 VILLAGE CENTER CIRCLE
LAS VEGAS, NEVADA 89134

AREA CODE (702) TELEPHONE 388-8600 FAX 388-0210

October 29, 2014

VIA ELECTRONIC MAIL AND U.S. MAIL

Jeffrey P. Luszeck, Esq.
Solomon, Dwiggins, Freer & Morse, Ltd.
9060 W. Cheyenne Avenue
Las Vegas, Nevada 89129
<a href="mailto:jluszeck@sdfnvlaw.com">jluszeck@sdfnvlaw.com</a>

Rhonda K. Forsberg, Esq. Rhonda K. Forsberg, Chtd. 64 N. Pecos Road # 800 Henderson, Nevada 89074 rforsberg@forsberg-law.com VIA ELECTRONIC MAIL AND U.S. MAIL

Re: Nelson v. Nelson, et. al (Case No. D-09-411537-D)

Dear Jeff and Rhonda:

As requested in Jeff's September 19, 2014 letter, a copy of the quarterly accounting for the Banone Properties and Lindell Property is enclosed.

With respect to Jeff's October 24, 2014 demand that Lynita and/or the LSN Trust return any property removed from the shed formerly located on the Lindell Property, please be advised that notification was made on two occasions through Keith Little, Eric's employee, informing that the shed would be removed on September 16, 2014 as it was in violation of County Code and inviting Eric to remove all items contained in the shed. As the owner of the Lindell property it is well within Lynita's right to take such actions. Please be advised that Eric, or someone from his office, removed a metal storage container which was utilized to store files prior to the September 16, 2014 shed removal. Lynita assumes that the documents which related to the Silver Slipper Casino accounting may have been in the metal storage container as the shed contained no such documents. The remaining items contained within the shed, with the exception of two boxes of old auction brochures that were disposed of, remain in an alternate storage location. If Eric desires to obtain the items formerly contained in the shed then Lynita

will prepare an itemized bill for the costs of removal and storage to date, as well as delivery costs, and will have the items delivered to the location of Eric's choosing upon his payment of this bill.

Sincerely,

Katherine L. Provost

cc: Lyı

1	TRANS		
2			
3			JUL 2 9 2015
4			AFER OF COURT
5	EIGHTH JUDIC	IAL DISTRICT	COURT
6	FAMII	Y DIVISION	
7	CLARK C	OUNTY, NEVADA	<b>7</b>
8			
9	ERIC L. NELSON, )	,	
10	Plaintiff, )	CASE NO	D-09-411537-D
11	vs. )	DEPT. O	
12	LYNITA NELSON,	(SEALED)	)
13	Defendant. )		
14	BEFORE THE HONOR	ARIE FRANK P	SIIT.T.TVAN
15	II.	T COURT JUDGE	
16	TRANSCRIPT RE:	ALL PENDING M	OTIONS
17	MONDAY, J	ANUARY 26, 201	5
18			
19		-	
20			
21			
22			
23			
24			
- 11			

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT **(SEALED)** VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (**SEALED**) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

1

### 3

## 4

## 5

## 6

# 7

# 8

### 9

### 10

### 11

### 12

## 13

### 14

### 15

# 16

# 17

### 18

# 19

### 20

## 21

## 22

### 23

24

### PROCEEDINGS

(THE PROCEEDINGS BEGAN AT 14:02:03)

THE COURT: This is the time set in the matter of the Nelson, Eric Nelson and Lynita Nelson, case number

D-411537. We'll get everyone's appearances for the record.

We'll start with Counsel, and we'll start --

MR. LUSZECK: Jeff Luszeck, on behalf of

Distribution Trustee of the ELN Trust.

THE COURT: Thank you.

MS. FORSBERG: Good afternoon, Your Honor, Rhonda Forsberg, 9557, on behalf on Eric Nelson. And Eric Nelson is

THE COURT: Good to see you again, Mr. Nelson.

MS. PROVOST: Good afternoon --

MR. NELSON: Thank you.

MS. PROVOST: -- Your Honor. Katherine Provost,

8414, and Josef Karacsonyi.

present to my right.

MR. KARACSONYI: 10634.

MS. PROVOST: On behalf of Lynita Nelson, who is

also present. We are anticipating Bob Dickerson to join us at

some point.

THE COURT: It's good to see you as well Ms. Nelson

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT (SEALED) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

as well. I have read the motion and the oppositions and the countermotions. I guess first I'll deal with the motion to stay or continue this until the settlement negotiations. I'm not going to grant that. We've been trying to settle this case for seven years or six years. I'm not going to wait to see if hopefully you set it -- settle it at the supreme court settlement conference. I'm hoping. I always keep hope out on that, but I'm not going to wait on that and hold my breath based on the history here.

We've tried to get it settled many times without success. It doesn't mean that I'm being negative. It just means that I'm not going to put that in advance. I intend to go forward and let that court do what they need to do and us to what we need to do. And -- but the delay would not be fair to Ms. Nelson. We've been waiting these -- for years on that. And the supreme court can do whatever they need to do. And hopefully that may get people to settle and that can resolve some of the issues we do here today.

So I am going to deny the motion to continue this hearing until after the settlement conference as I -- again, I think, we need to move forward in this case and the supreme court, whatever they end up doing. We'll just deal with it at that point as appropriately, because that could be another -- how long would that -- could be done. If he has a settlement

conference, I imagine you won't get an argument for several months. I'm not sure what the push down supreme court -- appellate court if this is one kind of thing that would be pushed down. But either way, it would be months before you get it for argument and months for a decision on that. So don't think that continuing it would be fair to -- to Ms. Nelson at this time. So I'm going to deny the request to continue this matter pending the outcome of this settlement conference.

Anything else I need to address as preliminary before we get into it? That was the one thing I want to address because I read your motion to continue put it on an order shortening time so it could be heard with this one.

At this time, let me kind of tell you guys kind of what I see the issues are and where I'm at. And then I have read the motions. I'm very familiar with this case and what's going on. I do have some concerns with this case to be quite honest with you, because I think throughout these proceedings it's always been Ms. Nelson trying to chase down her assets or what the Court determined to be her assets.

But it always seems like she's always the one trying to chase down things with Mr. Nelson kind of being in charge to managing and controlling the properties. So I have concern about that, because I think she's always chasing her money so

So I do have some concerns about that. It was one to speak.

3

2

4

5

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

reason I denied the request to continue.

The issues, I think they're pretty clear forward. I know -- let me see what I see the issues are and then people can say if I missed anything. And then we can issue my issue if we have to. I see the request is -- for the LSN to get a \$500 refund from the Concord Village security deposit that allegedly the security deposit was returned.

J.B. Ramos note to request the J.B. Ramos note of \$78,000, the Farmouth (ph) Circle note of about \$8,816.55. The Rosewood Avenue payment in the amount of about \$63,000. The Banone net profits of about 96,991.80. The Heather Ridge, about 28,800. And again, we'll go through each one. I want to make sure I didn't miss anything so we could -- the Rusty Ridge, about 2,700 for rent for the three months that we'll talk about. The Lindell, asking for payments of rent for the Lindell property 41,843.89.

The rents for the May 6th through December -- May 6th, 2009 the time the divorce decree was -- petition was filed to December 31st, 2009. And then an additional \$80,000 in the rental. Based on rental from May 6th, 2009 through June 30th, 2013 and then an additional \$48,000 for Lindell rent from January 1st, 2013 through the end of October 30th, 2014 plus ongoing rent of about \$3,200. The gate -- the gate

3

4

5

6

7

9

10

11

12

13 14

15

16

17

18

19 20

21

22

23

24

that was put to block access to -- to second floor, the removal of the gate \$375.

The Russell Road, about 26,694.40. And then the Arnold property, about rent of \$1,037.72 plus the rent for the May 6th, 2009 through the decree of June 3rd, 2013, and a Mississippi RV park with request for proceeds on that from any rental income from May 6th, 2009 through December 31st, 2014. And then a lot of information if there was actual money being -- of that of 4 -- out there it was computed at \$4,000 a month. So about 784,759.36 and I know there was an issue about offsets for health insurance. And we've talked about that.

I missed any big issues so we can kind of go through it because there was a lot of issues and I want to kind of get them focused so we can go see which ones are disputed and which ones aren't so we can deal with those.

Did I miss anything? I -- I know we did talk about the offsets for the medical coverage and stuff that we're going to deal with, but I was just looking kind of at the properties at this time.

MS. PROVOST: As long as Your Honor covers the assignments and the deeds as part of those discussions.

THE COURT: Yeah, I thought --

MS. PROVOST: And I think the only other thing

D-09-411537-D NELSON 01/26/2015 TRANSCRIPT **(SEALED)**VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

that -- let me find -- I wrote my notes down on that. What is that, there was a refund for that Concord about \$500 to the -- when they left the property, there was some concerns about some damages to the property or repairs on that. But I believe they asked for their \$500 which was the security deposit that was returned when they vacated the property.

Do you have a position on the \$500 if they did receive it or didn't receive it? That was the issue. It was -- that it was refunded as a security deposit and she should get that as part of her property on that for the return on that. She had -- there was some repairs about 14,679. I'm not sure that the repairs I might want to get into at this time, because I don't know if it was --

MR. LUSZECK: Yeah.

THE COURT: -- destruction or something. They can always sue the tenant if the tenant did destroy it. I'm more worried about any money from that Banone property which I believe Concord was a Banone property if I believe.

MR. LUSZECK: Yeah, my -- do you mind if I sit or do you want me to --

THE COURT: No, everybody can --

MR. LUSZECK: Okay. Just because this is --

THE COURT: We got so many issues. You can --

MR. LUSZECK: -- going to be so many issues.

would have damaged the property perhaps more or not return the

24

keys had the \$500 not been returned. For that reason, the ELN Trust does not believe it's liable to pay the LSN Trust \$500 for that.

THE COURT: I think they should get the \$500. That was their property. It was awarded to them. They got the deposit. I'm not -- I agree with you with the 14,679. I don't know what happened. I don't have enough information to determine if that was, you know, damaged by someone or if the trust failed the responsibility to maintain property. But right now I think the \$500 deposit, it's her property that she should get the \$500 deposit since she got it.

So I'm inclined to give the \$500 at least for the deposit since they did get the security deposit back and it was her property. I believe according to this Court depending on what happens with the supreme court of course. But -- so I'm inclined to give her the \$500 to give to the LSN for the \$500. And again, we get through all this and we'll summarize stuff on that and make specific findings as needed.

MR. LUSZECK: I guess before we dive into the issues more, are we going to get into the issue of stay at all? My understanding was from your order from the September 22nd, 2014 hearing that you specifically stated the Court further finds that although it could be argued that the orders entered by the Nevada Supreme Court permit the Court to distribute all

properties in accordance with the decree of divorce entered June 3rd, 2013. The Court is not inclined to dissolve or modify any injunctions previously issued by the Court at this time except as otherwise specifically set forth below.

Further in the order, Your Honor, you went ahead and made a distribution of the amount of \$324,000 for a lump sum alimony from the approximately million dollars, \$1,000,068 -- or \$68,000 previous enjoined by the Bank of Nevada. Our position and understanding all along has been other than those issues, everything else has been stayed.

THE COURT: Okay.

MR. KARACSONYI: Can I address?

THE COURT: Sure.

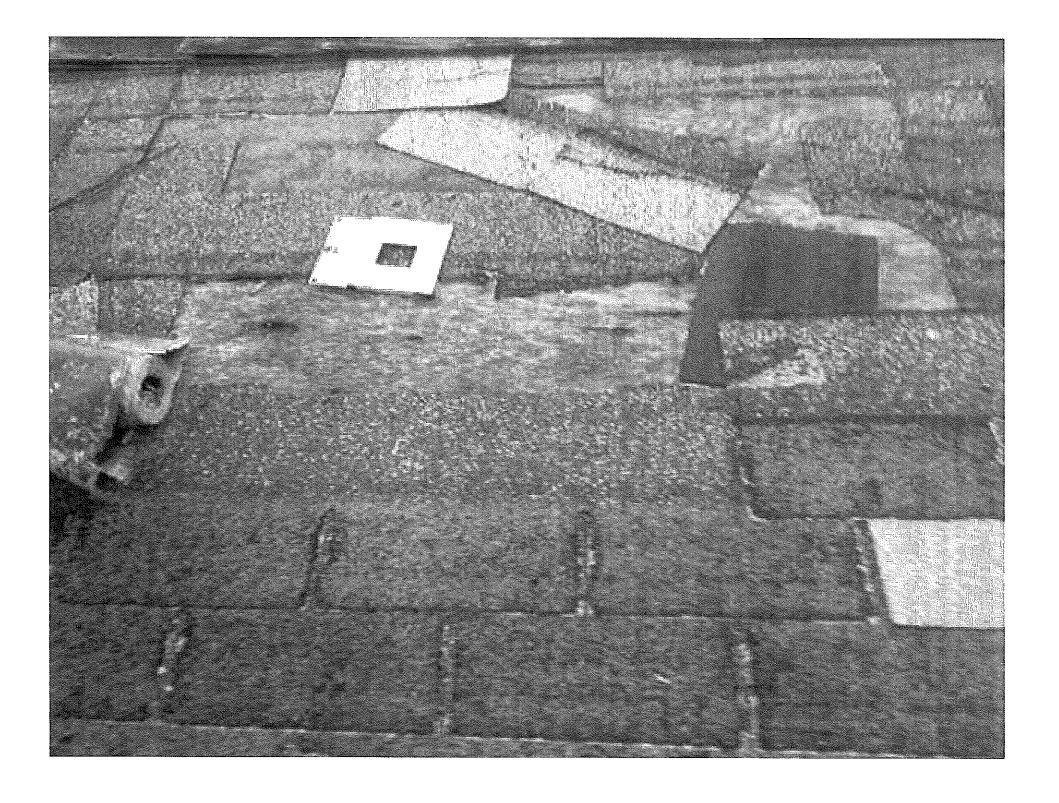
MR. KARACSONYI: Okay. On the -- when -- when that order came out, you -- your indication was that you weren't going to actually prevent any of the property being transferred from -- to Lynita, that they would have the opportunity to manage the property all along. And then at that point you were going to transfer the property to Lynita and then we had said we'll give them the accountings. And we put that in the order that she would do quarterly accountings.

You also rather than -- they -- they never offered first of all to -- to post a supersedeas bond, but rather than having them post the bond, you -- you indicated that she would

# **Katherine Provost**

From: Sent:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 10:21 PM Katherine Provost Shari Aidukas To: Cc: Subject: 5113 Churchill Roof



# **Katherine Provost**

From: Sent:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 10:20 PM Katherine Provost Shari Aidukas

To:

Cc: Subject:

5113 Churchill Roof



# **EXHIBIT J**

APN: 139-08-512-015

When recorded, return to:

Lynita Nelson c/o Dickerson Law Group 1745 Village Center Circle Las Vegas, Nevada 89134

Mail tax bills to:

Lynita Nelson 3316 Chesterbrook Court Las Vegas, Nevada 89135

# **ASSIGNMENT OF NOTE AND DEED OF TRUST**

The undersigned, ERIC L. NELSON, as Manager of Banone, LLC, a Nevada limited liability company, as Beneficiary ("Assignee"), for value received, hereby grants, conveys, assigns and transfers to the LSN NEVADA TRUST, LYNITA NELSON as Investment Trustee ("Assignee"), all beneficial interest under the Deed of Trust dated the 2<sup>nd</sup> day of January, 2012, between Wendell D. and Lauretta G. McGowan, whose address is 2209 Farmouth Circle, North Las Vegas, NV 89032, as Trustors; Nations Title Company of Nevada, a Nevada Corporation, whose address is 3036 East Russell Road, Las Vegas, NV 89120, as Trustee; and Banone, LLC, a Nevada limited liability company, whose address is 3611 S. Lindell Rd, Ste 201, Las Vegas, NV 89103, Assignor herein, as Beneficiary, recorded on January 23, 2012, under Recording No. 201201230000117, records of Clark County, Nevada, together with the promissory note(s) therein described, the money due and to become due thereon, with interest, and all rights accrued or to accrue under said Deed of trust.

Assignor warrants that, as of the date of this Assignment, the Note and Deed of Trust described herein satisfy the requirements of the agreement between Assignor and Assignee, dated January 1, 2012, and that all warranties regarding notes and deeds of trust set forth in said agreement are true and correct with respect to the Note and Deed of Trust referred to herein.

Assignor will indemnify and hold Assignee harmless from any claims, loss or expense resulting from a breach of any of these warranties.

Assignee is not assuming any obligations or liabilities to the maker under the Note or Deed of Trust described herein and shall not hereafter be deemed to have assumed

any such obligations or liabilities except that Assignee agrees that, at such time as the maker has fully paid and performed all obligations set forth in the Note and Deed of Trust described herein, Assignee will deliver to the maker a full reconveyance under the Deed of Trust. Assignor hereby covenants that the following sums are presently due and owing under the Note and Deed of Trust assigned hereunder: \$88,166.00, as of January \_\_\_\_, 2015. Dated this \_\_\_\_\_ of January, 2015. BANONE, LLC, a Nevada Limited Liability Company ERIC L. NELSON, Manager STATE OF NEVADA ) SS: COUNTY OF CLARK On this \_\_\_\_\_ day of January, 20154, before me, the undersigned, a Notary Public in and for said County and State, ERIC L. NELSON personally appeared, known to me to be the person whose name is subscribed to the above instrument, and he

acknowledged to me that he executed the same freely and voluntarily and for the uses

and purpose therein mentioned.

Notary Public in and for the said County and State.

# **EXHIBIT** K

		_ •
1	ORDR	Alma D. Lamin
$\frac{1}{2}$	THE DICKERSON LAW GROUP	CLERK OF THE COURT
	ROBERT P. DICKERSON, ESQ.	
3	Nevada Bar No. 000945 KATHERINE L. PROVOST, ESQ.	
4	Nevada Bar No. 008414	
5	1745 Village Center Circle Las Vegas, Nevada 89134	
6	Telephone: (702) 388-8600	
7	Facsimile: (702) 388-0210	
8	Email: info@dickersonlawgroup.com Attorneys for LYNITA SUE NELSON	
9		
10	EIGHTH JUDICIAL DIS	
	FAMILY DIVI	ISION
11	CLARK COUNTY,	, NEVADA
12		
13	ERIC L. NELSON,	)
14		
15	Plaintiff/Counterdefendant, v.	) )
16		, )
17	LYNITA SUE NELSON,	) CASE NO. D-09-411537-D ) DEPT NO. "O"
18	Defendant/Counterclaimant.	) DELTINO. O
		)
19	ERIC L. NELSON NEVADA TRUST	<i>)</i> )
20	dated May 30, 2001, and LSN NEVADA	)
21	TRUST dated May 30, 2001,	) )
22	Necessary Parties (joined in this	<i>,</i> )
23	action pursuant to Stipulation and	)
24	Order entered on August 9, 2011)	<i>)</i> )
25		)
26	LANA MARTIN, as Distribution Trustee of	)
	the ERIC L. NELSON NEVADA TRUST	<i>)</i> )
27	dated May 30, 2001,	)
28		)

```
Necessary Party (joined in this action )
          pursuant to Stipulation and Order
 2
          entered on August 9, 2011)/ Purported )
 3
          Counterclaimant and Crossclaimant,
 4
 5
    LYNITA SUE NELSON and ERIC
 6
    NELSON,
          Purported Cross-Defendant and
 8
          Counterdefendant
 9
    LYNITA SUE NELSON,
10
          Counterclaimant, Cross-Claimant,
11
          and/or Third Party Plaintiff,
12
    ٧.
13
    ERIC L. NELSON, individually and as the
14
    Investment Trustee of the ERIC L. NELSON
15
    NEVADA TRUST dated May 30, 2001; the
    ERIC L. NELSON NEVADA TRUST dated
16
    May 30, 2001; LANA MARTIN, individually,)
17
    and as the current and/or former Distribution )
    Trustee of the ERIC L. NELSON NEVADA
18
    TRUST dated May 30, 2001, and as the
    former Distribution Trustee of the LSN
19
    NEVADA TRUST dated May 30, 2001);
20
          Counterdefendant, and/or
21
          Cross-Defendants, and/or
22
          Third Party Defendants.
23
24
```

25

26

27

28

# ORDER FROM JULY 22, 2013 HEARING ON LYNITA NELSON'S MOTION TO AMEND OR ALTER JUDGMENT, FOR DECLARATORY AND RELATED RELIEF

This matter coming on for hearing on this 22nd day of July, 2013 before the Honorable Frank P. Sullivan, on Lynita Nelson ("Lynita")'s Motion to Amend or Alter

Judgment, for Declaratory and Related Relief filed June 17, 2013, the Opposition to Motion filed by the Eric L. Nelson Nevada Trust dated May 30, 2011 ("ELN Trust") on July 5, 2013, the Joinder to Opposition filed by Eric Nelson ("Eric") on July 8, 2013, and Lynita Nelson's Reply to Opposition filed July 11, 2013; Robert P. Dickerson, Esq., and Katherine L. Provost, Esq., of the Dickerson Law Group, appearing on behalf of Defendant, Lynita Nelson, and Defendant being present; Rhonda K. Forsberg, Esq., of Rhonda K. Forsberg, Chtd., appearing on behalf of Plaintiff, Eric Nelson, and Plaintiff being present; and Mark P. Solomon, Esq., and Jeffrey P. Luszeck, Esq., of Solomon, Dwiggins & Freer, Ltd., appearing on behalf of Third-Party Defendant, Nola Harber, Distribution Trustee¹ of the Eric L. Nelson Nevada Trust. The Court having reviewed and analyzed the pleadings and papers on file herein, having researched the issues presently before the Court, and having heard the arguments of counsel and the parties, and good cause appearing therefore,

THE COURT HEREBY FINDS that the ELN Trust has no objection to Lynita's request for the Court to enter more specific orders concerning the Mississippi Properties awarded to each individual party by the Court's June 3, 2013 Decree of Divorce as set forth in Lynita's Motion. As such, the Court will grant the requested relief.

THE COURT FURTHER FINDS that the ELN Trust has no objection to Lynita's request for the execution of two (2) Corrected Quitclaim Deeds concerning the Mississippi Properties awarded to the LSN Nevada Trust by the Court's June 3, 2013 Decree of Divorce as set forth in Lynita's Motion. As such, the Court will grant the requested relief and Eric Nelson, as Investment Trustee of the ELN Trust, shall execute the two (2) Corrected Quitclaim Deeds referenced above by 5:00 p.m. on Friday, July 26, 2013.

<sup>&</sup>lt;sup>1</sup>There remains a pending dispute before the Nevada Supreme Court in Case 63432 and Case 63545 regarding Nola Harber's standing as Distribution Trustee for the Eric L. Nelson Nevada Trust.

THE COURT FURTHER FINDS that the ELN Trust has objected to Lynita's request for the execution of two (2) Grant, Bargain, Sale Deeds prepared by Mrs. Nelson's Mississippi counsel concerning the Mississippi Properties awarded to the LSN Nevada Trust by the Court's June 3, 2013 Decree of Divorce. The Court further finds that the ELN Trust has no objection to the execution of Quitclaim Deeds for such properties or to the execution of Corrected Grant, Bargain, Sale Deeds which reflect that the same are being executed without warranties of any kind to the property. As the Court desires for the parties to reach a resolution of this issue, the Court requests that counsel address and reach agreement concerning the execution of the remaining deeds for the Mississippi property by 5:00 p.m. on Friday, July 26, 2013. If counsel cannot reach agreement concerning the execution of the remaining deeds for the Mississippi Properties by 5:00 p.m. on Friday, July 26, 2013, counsel should communicate with the Court so that the issue can be set for a status check hearing and resolved by the Court.

THE COURT FURTHER FINDS that Lynita tendered thirteen (13) Quitclaim Deeds for Banone, LLC properties located in Clark County, Nevada and one (1) Quitclaim Deed for the property located at 3611 S. Lindell Road, Las Vegas, Nevada to counsel for Nola Harber, Distribution Trustee<sup>2</sup> of the Eric L. Nelson Nevada Trust. in open court during today's proceedings.

THE COURT FURTHER FINDS that the transfer of assets between the ELN Trust and LSN Trust as set forth in the June 3, 2013 Decree of Divorce, specifically the real property assets and interests in deeds of trust detailed in the Decree is not an irreversible transfer. Accordingly, the Court is going to require execution of the tendered deeds, as well as any and all additional deeds, assignments, or other instruments that may be tendered and required to effectuate the transfer of assets awarded as set forth in the June 3, 2013 Decree of Divorce by 5:00 p.m. on

<sup>&</sup>lt;sup>2</sup>There remains a pending dispute before the Nevada Supreme Court in Case 63432 and Case 63545 regarding Nola Harber's standing as Distribution Trustee for the Eric L. Nelson Nevada Trust.

Wednesday, July 31, 2013 absent the entry of a stay of this transfer by the Nevada Supreme Court.

THE COURT FURTHER FINDS that having listened to the arguments of counsel concerning the sale of two (2) Banone, LLC properties, which was completed by Banone, LLC through Eric Nelson, Manager, during the course of the divorce proceedings, including the ELN Trust's proposal that Lynita receive, and Banone, LLC transfer, the Promissory Note and Deed of Trust securing the property located at 2209 Farmouth Circle to the LSN Trust to resolve the issue concerning said property as set forth in Lynita's Motion, and Eric's representation that the \$88,166 Promissory Note and associated Deed of Trust is a performing note with monthly interest only payments required to be made by the borrower at 8% interest and the full balance of the Note due in December 2015, the Court will require the transfer of the Promissory Note and Deed of Trust securing the property located at 2209 Farmouth Circle to the LSN Trust. Additionally, the Court will require a one (1) time cash payment of \$63,000 from Eric Nelson to Lynita as compensation for the sale of the Banone, LLC property located at 5704 Roseridge Avenue on or before 5:00 p.m. on July 31, 2013 absent the entry of a stay of this transfer by the Nevada Supreme Court.

THE COURT FURTHER FINDS that having listened to the arguments of counsel concerning the Wyoming Downs property discussed in Lynita's Motion and the June 3, 2013 Decree, that it does not have sufficient information to make a determination at this time as to the characterization or disposition of this asset. The Court is not inclined to divide this asset 50/50 between the parties without additional information which can only be obtained by holding an evidentiary proceeding. At the same time the Court does not desire to prolong the resolution of this divorce action including either party's ability to appeal the decision of this Court. To move the case forward, the Court will consider the June 3, 2013 Decree of Divorce as a final judgment in this action and will treat the unresolved issues concerning Wyoming Downs/Dynasty

the LSN Trust holds a 16.67% interest.

$1 \mid$	(28) Parcel ID 164K-0-20-030.000 - Lots 1-16, Block 105, Gulfview Subdivision
2	(29) Parcel ID 164K-0-20-031.000 - Part of Lots 11 & 12, Block 112 Gulfview Subdivision and part of abandoned Ladner Street
4	(30) Parcel ID 164K-0-20-032.000 - Part of Lots 12 & 13, (74'xl50') Block 11, Gulfview Subdivision
5	(31) Parcel ID 164K-0-20-033.000 - All of Lot 14 , Part of Lots 10-12 & Part of Auston Street, Block 112, Gulfview Subdivision
7	(32) Parcel ID 164K-0-20-034.000 - Part of Lots 10 & 11, Block 112 Gulfview Subdivision
8	(33) Parcel ID 1 64K-0-20-035.000 - Part of Lots 1, 2, 13-16, Block 112, Gulfview Subdivision
9	(34) Parcel ID 164K-0-20-037.000 - Lots 1-14, Block 106, Gulfview Subdivision
.1	(35) Parcel ID 164K-0-20-038.000 - Part of Lots 3-6, All of 7-11, Part of 12-15, Block 111, Gulfview Subdivision
2	(36) Parcel ID 164K-0-20-041.000 - Part of Lots 1-5 & 15-16, Block 111, Gulfview Subdivision
.3	(37) Parcel ID 164K-0-20-042.000 - All of Block 113, Gulfview Subdivision
4	(38) Parcel ID 164K-0-20-044.000 - Part of Block 110, Gulfview Subdivision
.5	(39) Parcel ID 164K-0-20-046.000 - All of Block 107, Gulfview Subdivision
.6	(40) Parcel ID 164K-0-20-047.000 - All of Block 108, Gulfview Subdivision
.7	(41) Parcel ID 164K-0-20-048.000 - All of Block 109, Gulfview Subdivision
8	(42) Parcel ID 164K-0-20-049.000 - Lots 1-16, Block 115, Gulfview Subdivision
.9	(43) Parcel ID 164L-0-19-052.000 - Lot 9, Block 61, Gulfview Subdivision
20 21	(44) Parcel ID I64L-0-19-053.000 - All of Block 61 except Lot 9, Gulfview Subdivision
22	(45) Parcel ID 164L-0-19-064.000 - Lots 1 -4 & 13-16, Block 70, Gulfview Subdivision
23 24	(46) Parcel ID 164L-0-19-080.001 - Lots 15 & 16, Block 83, Gulfview Subdivision & part of abandoned Michigan Street
25	(47) Parcel ID 1640-0-17-053.000 - Block 40-A, 4 & 5, Chalona Beach AA-17
26	(48) Parcel ID 164K-0-20-023.000 - Lots 9-12, Block 104, Gulfview Subdivision
27	(49) Parcel ID 164K-0-20-023.001 - Part of Block 104, Gulfview Subdivision
28	(50) Parcel ID 164P-0-19-059.000 - Lots 9-12 Block 82, Gulfview Subdivision

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 3:14 PM Katherine Provost Shari Aidukas From: Sent:

To: Cc: Subject:

6301 Cambria Broken Door jam/Stucco Damage

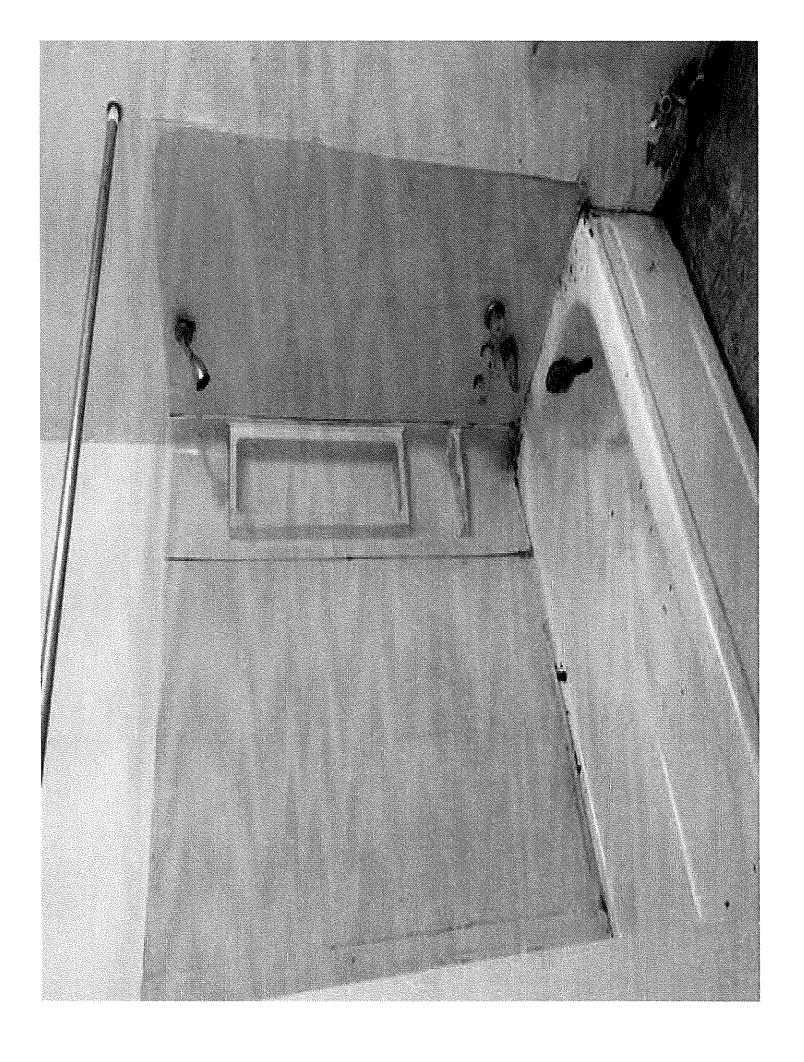


IMG\_7169.JPG

From:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 10:17 PM Katherine Provost Shari Aidukas Cambria

Sent: To: Cc: Subject:



From: Sent:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 3:21 PM Katherine Provost Shari Aidukas

To: Cc: Subject:

6301 Cambria Carpet, broken door



IMG\_7195.JPG

From:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 2:51 PM Katherine Provost Shari Aidukas

Sent: To: Cc:

Subject:

6301 Cambria Broken Bathroom mirror



IMG\_6769.JPG

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 2:56 PM Katherine Provost Shari Aidukas From: Sent:

To: Cc: Subject:

6301 Cambria Leaking tank, broken seat



IMG\_6771.JPG

From: Sent:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 3:16 PM Katherine Provost

To:

Shari Aidukas

Cc: Subject:

6301 Cambria Side Fence Propped up/balancing



IMG\_7179.JPG

#### D-09-411537-D

Courtroom 05 Sullivan, Frank P.

September 04, 2013 3:00 PM Order to Show Cause Courtroom 05 Sullivan, Frank P.

September 04, 2013 3:00 PM Status Check Courtroom 05 Sullivan, Frank P.

Canceled: September 17, 2013 10:00 AM Motion

December 11, 2013 1:30 PM Evidentiary Hearing Courtroom 05 Sullivan, Frank P.

	S. A. Collection			
PRINT DATE:	08/06/2013	Page 3 of 3	Minutes Date:	August 01, 2013
1 T TOWN A W PARTY TO	VU/ VU/ MUMM	I we will also see any or		1

# **EXHIBIT I**

From:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 2:59 PM Katherine Provost Shari Aidukas

Sent: To:

Cc: Subject:

6213 Anaconda In-completed bathroom/leaking sink/mold



IMG\_6855.JPG

From:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 10:18 PM Katherine Provost Shari Aidukas 6213 Anaconda

Sent: To: Cc: Subject:



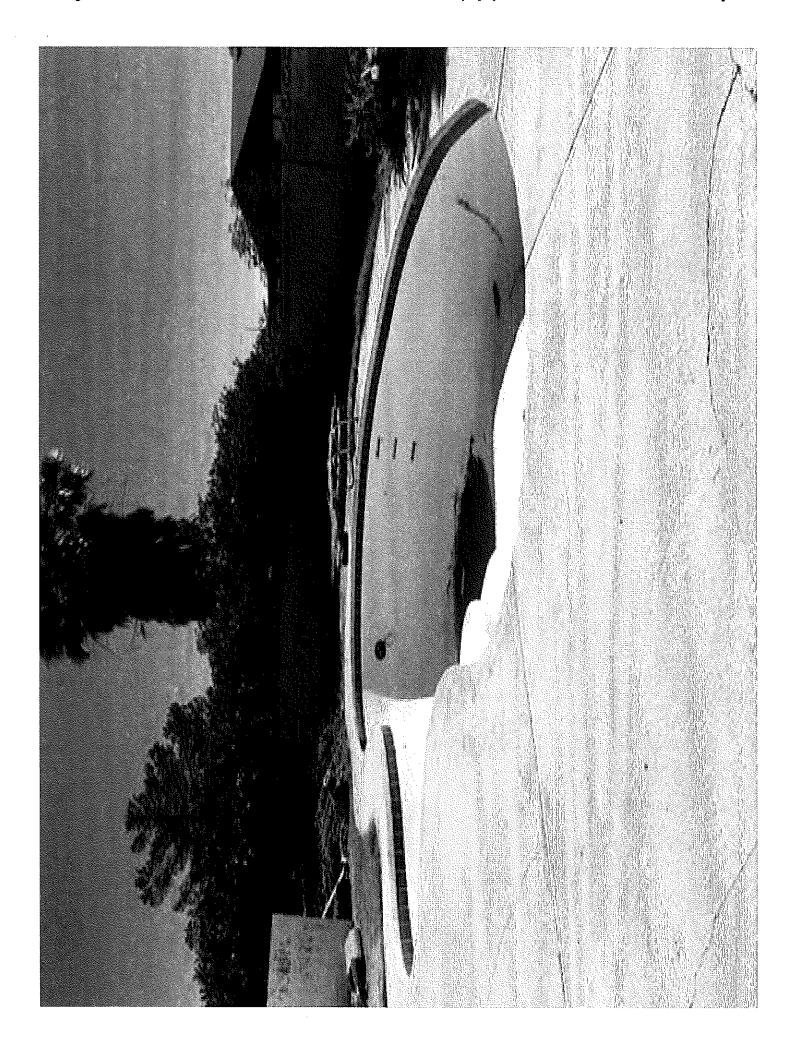
From:

Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 10:14 PM Katherine Provost Shari Aidukas

Sent: To:

Cc: Subject:

6213 Anaconda empty pool unfenced/toddler/baby lives in home



Lynita Nelson [tiggywinkle@cox.net] Monday, January 12, 2015 3:17 PM Katherine Provost Shari Aidukas From: Sent:

To: Cc: Subject:

6301 Cambria Damaged Entry Wall



IMG\_7188.JPG

#### IN THE SUPREME COURT OF THE STATE OF NEVADA

MATT KLABACKA, Distribution Trustee of the Eric L. Nelson Nevada Trust dated May 30, 2001,

Appellant/Cross Respondent.

VS.

LYNITA SUE NELSON, Individually and in her capacity as Investment Trustee of the LSN NEVADA TRUST dated May 30, 2001; and ERIC L. NELSON, Individually and in his capacity as Investment Trustee of the ELN NEVADA TRUST dated May 30, 2001:

Respondents/Cross-Appellants.

MATT KLABACKA, as Distribution Trustee of the Eric L. Nelson Nevada Trust dated May30, 2001,

Appellants,

VS.

ERIC L. NELSON; LYNITA SUE NELSON, INDIVIDUALLY; AND LSN NEVADA TRUST DATED MAY 30, 2001, Respondents.

Supreme Court Case No. 66772 District Court Case No. D-09-

411537

Electronically Filed Dec 01 2015 10:46 a.m. Tracie K. Lindeman Clerk of Supreme Court

Consolidated With: Supreme Court Case No. 68292

# RECORD ON APPEAL VOLUME 25

MARK A. SOLOMON, ESQ.
Nevada State Bar No. 0418
JEFFREY P. LUSZECK
Nevada State Bar No. 9619
SOLOMON DWIGGINS & FREER, LTD.
Cheyenne West Professional Centre'
9060 West Cheyenne Avenue
Las Vegas, Nevada 89129
Attorney for Appellant

#### Supreme Court Case 66772 Consolidated with 68292 In the Matter of: Klabacka v. Nelson et al.

#### INDEX

VOLUME	PAGE NUMBER
1	1-250
2	251-500
3	501-750
4	751-1000
5	1001-1250
6	1251-1500
7	1501-1750
8	1751-2000
9	2001-2250
10	2251-2500
11	2501-2750
12	2751-3000
13	3001-3250
14	3251-3500
15	3501-3750
16	3751-4000
17	4001-4250
18	4251-4500
19	4501-4750
20	4751-5000
21	5001-5250
22	5251-5500
23	5501-5750
24	5701-6000
25	6001-6250
26	6251-6500

27	6501-6750
28	6751-7000
29	7001-7250
30	7251-7489

#### Supreme Court Case 66772 Consolidated with 68292 In the Matter of: Klabacka v. Nelson et al.

#### **INDEX**

<b>VOLUM</b>	<b>DATE</b>	<b>DESCRIPTION</b>	<b>PAGE</b>
$\frac{\mathbf{E}}{8}$			NUMBER
	08/24/2011	Acceptance of Service	1777 - 1778
8	08/25/2011	Acceptance of Service	1787 - 1788
8	08/19/2011	Answer to Complaint for Divorce and Counterclaim and Cross-Claim	1770 – 1774
1	06/22/2009	Answer to Complaint for Divorce and Counterclaim for Divorce and Declaratory Relief	11 – 39
11	06/01/2012	Answer to Lynita Sue Nelson's First Amended Claims for Relief Against Eric L. Nelson, Investment Trustee of the Eric L. Nelson Nevada Trust dated May 30, 2001	2746 – 2748
11, 12	06/01/2012	Answer to Lynita Sue Nelson's First Amended Claims for Relief Against Lana Martin, Distribution Trustee of the Eric L. Nelson Nevada Trust dated May 30, 2001 and the Eric L. Nelson Nevada Trust dated May 30, 2001	2749- 2758
30	04/26/2012	Application of Forensic Accountants for Allowance of Fees and Reimbursement of Expenses for the period of April 4, 2011 through March 31, 2012	7430 - 7470
30	09/14/2011	Appraisal Report for 2910 – 2911 Bella Kathryn Circle, Las Vegas, NV (Admitted as GGGGG at Tab 18)	7418 – 7423
30	09/07/2011	Appraisal Report for 7065 Palmyra Avenue, Las Vegas, NV (Admitted as Exhibit GGGGG at Tab 17)	7403 - 7408
30	09/13/2011	Appraisal Report for Bay St. Louis, Mississippi property (Admitted as Exhibit GGGGG at Tab 22)	7411 – 7417
30	10/12/2011	Appraisal Report for Brian Head, Utah property (Admitted as GGGGG at Tab 20)	7424 – 7429
27	06/01/2001	Assignment and Assumption of Corporation Stock from Eric Nelson Separate Property Trust U/A/D 7/13/09 to Eric L. Nelson Nevada Trust U/A/D 5/30/2001 (Admitted as Intervenor Trial Exhibit 97)	6509 – 6510
27	06/01/2001	Assignment and Assumption of Corporation Stock from Eric Nelson Separate Property Trust U/A/D 7/13/09 to Eric L. Nelson Nevada Trust U/A/D 5/30/01 (Admitted as Intervenor Trial Exhibit 98)	6511 - 6512
29	01/01/2005	Assignment and Assumption of Membership Interest from LSN Nevada Trust U/A/D 5/30/01 to Nelson Nevada Trust U/A/D 5/31/01 (Admitted as Intervenor Trial Exhibit 172	7015 - 7016
26	02/17/2009	Assignment of Assets (Admitted as Intervenor Trial Exhibit 17)	6382
26	07/13/1993	Assignment of Assets (Admitted as Intervenor Trial Exhibit 6)	6312
26	07/13/1993	Assignment of Assets (Admitted as Intervenor Trial	6342

		Exhibit 8)	
9	12/20/2011	Certificate of Mailing	2183 - 2185
19	08/31/2012	Certificate of Mailing regarding Defendant's Post Trial Memorandum on Trust Issues	4528 – 4530
20	07/11/2013	Certificate of Mailing relating to Reply to Opposition to Defendant's Motion to Amend or Alter Judgement, for	4870 – 4872
		Declaratory and Related Relief and Joinder to Opposition	
26	02/24/2009	Certificate of Trust for the LSN Nevada Trust (Admitted as Intervenor Trial Exhibit 82))	6469 – 6474
26	01/27/2009	Change of Distribution Trusteeship for the LSN Nevada Trust (Admitted as Intervenor Trial Exhibit 77)	6451 - 6452
1	05/06/2009	Complaint for Divorce in Eighth Judicial District Court Case No. D-09-411537-D	1 - 8
19	07/25/2012	Court Minutes	4515 – 4516
20	07/22/2013	Court Minutes	4873 – 4875
21	08/01/2013	Court Minutes	5040 - 5042
11	04/10/2012	Court Minutes – Motion for Payment of Attorneys' Fees and Costs	2643 – 2644
12	07/10/2012	Defendant's Motion in Limine to Exclude from Trial the Testimony and Report of Layne T. Rushforth, Esq. and Any Purported Experts Testimony Regarding the Interpretation of Law, and Application of Facts to Law; to Strike the Eric L. Nelson Nevada Trusts' Pre-Trial Memorandum and for Attorneys' Fees and Costs	2864 – 2913
12	07/10/2012	Defendant's Motion in Limine to Exclude Testimony and Report of Daniel T. Gerety, CPA	2850 - 2863
20	06/17/2013	Defendant's Motion to Amend or Alter Judgement for Declaratory and Related Relief	4755 – 4798
23, 24	11/13/2014	Defendant's Motion to Enforce the June 3, 2013 Decree of Divorce, Address Issues Relating to Property Awarded to Defendant in the Divorce, and for Related Relief	5579 – 5805
24	12/22/2014	ELN Trust's Opposition to Defendant's Motion to Enforce the June 3, 2013 Decree of Divorce, Address Issues Relating to Property Awarded to Defendant in the	5806 – 5940
26	01/26/2009	Divorce, and for Related Relief E-mail from Mrs. Nelson to Barbara Morelli (Admitted as Intervenor Trial Exhibit 12)	6350
26	04/28/1993	Executed Separate Property Agreement (Admitted as Intervenor Trial Exhibit 4)	6273 – 6282
26	02/27/2009	Exercise of Power of Appointment for the LSN Nevada Trust (Admitted as Intervenor Trial Exhibit 81)	6462 - 6468
26	03/24/1994	Fax from Jeffrey L. Burr & Associates to Shelley Newell (Admitted as Intervenor Trial Exhibit 10)	6345 - 6346
26	03/19/1994	Fax from Shelley Newell to Jeffrey L. Burr & Associates (Admitted as Intervenor Trial Exhibit 9)	6343 – 6344
26	07/08/1993	Fax to Melina Barr from Roslyn Hinton (Admitted as	6253 - 6261

		Intervenor Trial Exhibit 2)	
25	06/08/2015	Findings of Fact and Order	6226 - 6248
30	03/22/2007	Grant, Bargain, Sale Deed (Admitted as Nelson Exhibit	7394 – 7396
20	00.22,200,	57A)	
26	01/09/2001	Handwritten Note from Jeff Burr File (Admitted as	6389 - 6391
		Intervenor Trial Exhibit 20)	
26	01/15/2001	Handwritten Note from Jeff Burr File (Admitted as	6392
		Intervenor Trial Exhibit 21)	
26	07/15/1993	Handwritten Note to Melina (Admitted as Intervenor Trial Exhibit 1)	6252
8	08/19/2011	Initial Appearance Fee Disclosure (NRS Chapter 19)	1775- 1776
1	05/18/2009	Joint Preliminary Injunction	9-10
30	09/08/2011	Judgement and Order Granting Plaintiffs' Motion for	7409 - 7410
50	09/00/2011	Summary Judgment in United States District Court,	, , , , , , , , , , , ,
		Central District of California, Case No. 2:11-cv-02583-	
		JEM (Admitted as GGGGG at Tab 23)	
26	02/17/2009	Last Will and Testament of Mrs. Nelson (Admitted as	6384 - 6388
		Intervenor Trial Exhibit 19)	
26	00/00/0000	Letter of Instruction signed by Mrs. Nelson (Admitted as	6383
		Intervenor Trial Exhibit 18)	
26	06/19/1998	Letter to Mr. and Mrs. Nelson from Jeffrey L. Burr &	6347 - 6349
		Associates (Admitted as Intervenor Trial Exhibit 11)	
6	01/30/2001	Letter to Mr. and Mrs. Nelson from Jeffrey L. Burr &	6393
		Associates (Admitted as Intervenor Trial Exhibit 22)	
26	02/15/2001	Letter to Mr. and Mrs. Nelson from Jeffrey L. Burr &	6394
		Associates (Admitted as Intervenor Trial Exhibit 23)	
26	05/30/2001	Letter to Mr. and Mrs. Nelson from Jeffrey L. Burr &	6442 – 6444
• -	0.7/20/2001	Associates (Admitted as Intervenor Trial Exhibit 28)	C 10 1 C 10 5
26	05/30/2001	Letter to Mrs. Nelson from Jeffrey L. Burr & Associates	6434 - 6437
26	05/20/2001	(Admitted as Intervenor Trial Exhibit 26)	(420 (441
26	05/30/2001	Letter to Mrs. Nelson from Jeffrey L. Burr & Associates	6438 - 6441
26	05/02/2002	(Admitted as Intervenor Trial Exhibit 27)	(117
26	05/03/2002	Letter to Mrs. Nelson from Jeffrey L. Burr & Associates	6447
26	03/26/2003	(Admitted as Intervenor Trial Exhibit 40) Letter to Mrs. Nelson from Jeffrey L. Burr & Associates	6448
20	03/20/2003	(Admitted as Intervenor Trial Exhibit 44)	0440
26	05/03/2004	Letter to Mrs. Nelson from Jeffrey L. Burr & Associates	6449
20	03/03/2004	(Admitted as Intervenor Trial Exhibit 51)	0447
26	05/04/2005	Letter to Mrs. Nelson from Jeffrey L. Burr & Associates	6450
20	03/01/2003	(Admitted as Intervenor Trial Exhibit 57)	0.150
26	02/09/2009	Letter to Mrs. Nelson from Jeffrey L. Burr & Associates	6453 - 6457
		(Admitted as Intervenor Trial Exhibit 79)	
26	02/09/2009	Letter to Mrs. Nelson from Jeffrey L. Burr & Associates	6458 - 6461
		(Admitted as Intervenor Trial Exhibit 80)	
26	00/00/0000	Letter to Nevada Legal News from Jeffrey L. Burr &	6445 - 6446
		Associates (Admitted as Intervenor Trial Exhibit 29)	

26,	07/13/1993	Letter to Richard Koch with Separate Property	6262 - 6272
11	05/15/2012	Agreement (Admitted as Intervenor Trial Exhibit 3) Limited Objection to Application of Forensic Accountants for Allowance of Fees and Reimbursement of Expenses for the period from April 4, 2011 through	2710 – 2712
8	09/30/2011	March 31, 2012 Lynita Sue Nelson's: (1) Answer to Claims of The Eric L. Nelson Nevada Trust; and (2) Claims for Relief Against Eric L. Nelson Nevada Trust dated May 30, 2001, Lana Martin, Nola Harber, Rochelle McGowan, Joan B. Ramos, and Does 1 through X (Whether Designed as a Counterclaim, Cross-Claim and/or Third	1818 - 1853
9	12/20/2011	Party Complaint) Lynita Sue Nelson's: (1) First Amended Answer to Claims of the Eric L. Nelson Nevada Trust and (2) First Amended Claims for Relief Against Eric L. Nelson Nevada Trust dated May 30, 2001, Lana Martin, Nola Harber, Rochelle McGowan, Joan B. Ramos, and Does 1 through X (Whether Designed as a Counterclaim, Cross- Claim and/or Third Party Complaint)	2140 - 2182
30	05/07/2013	Memorandum from Robert P. Dickerson in Support of	7480 - 7487
		AB378 (Exhibit 8)	
27	00/00/0000	Miscellaneous Documents produced by Defendants (Admitted as Intervenor Trial Exhibit 167)	6513 – 6549
29, 30	03/01/2002	Mississippi Deeds (Admitted as Nelson Exhibit 8A)	7069 - 7393
10	03/06/2012	Motion for Payment of Attorneys' Fees and Costs	2461 – 2494
19	06/05/2013	Motion for Payment of Funds Belonging to Defendant Pursuant to Court's Decree to Ensure Receipt of the Same, and for Immediate Payment of Court Appointed Expert	4743 – 4752
8	11/07/2011	Motion to Dismiss	1885 - 1908
9	01/17/2012	Motion to Dismiss Amended Third-Party Complaint and Motion to Strike	2190 - 2224
8	11/29/2011	Motion to Dissolve Injunction	1916 - 1999
7	06/24/2011	Motion to Join Necessary Party; or in the Alternative; to Dismiss Claims Against The Eric L. Nelson Nevada Trust dated May 30, 2011	1606 - 1661
23	10/20/2014	Notice of Appeal	5576 – 5578
25, 26	06/23/2015	Notice of Appeal	6249 – 6251
21	09/10/2013	Notice of Entry of Injunctions from September 4, 2013 Hearing	5230 – 5241
10	01/31/2012	Notice of Entry of Order	2264 - 2272
11	05/29/2012	Notice of Entry of Order	2739 - 2745
12	06/05/2012	Notice of Entry of Order	2759 - 2770

12 12 19	07/11/2012 0711/2012 08/07/2012 06/03/2012	Notice of Entry of Order	2914 - 2920 2921 - 2929 4517 - 4520 4691 - 4742
8	11/14/2011	Notice of Entry of Order and Order – August 24, 2011 Hearing	1909 - 1915
21	09/03/2013	Notice of Entry of Order Denying Countermotion to Stay Payments and Transfer Property Pending Appeal and/or Resolution to the Nevada Supreme Court for an Extraordinary Writ	5148 – 5153
23	09/22/2014	Notice of Entry of Order Determining Disposition of Dynasty Development Management, Inc. AKA Wyoming Downs	5553 – 5561
19	10/10/2012	Notice of Entry of Order form July 16, 2012 Hearing	4683 - 4690
19	08/31/2012	Notice of Entry of Order from April 10, 2012 Hearing and Injunction	4531 – 4539
19, 20	08/31/2012	Notice of Entry of Order from February 23, 2012 Hearing Partially Granting ELN Trust's Motion to Dismiss Third-Party Complaint Without Prejudice.	4540 – 4550
23	09/22//2014	Notice of Entry of Order from July 22, 2013 Hearing on Lynita Nelson's Motion to Amend or Alter Judgment for Declaration and Related Relief	5562 – 5575
21, 22	09/30/2013	Notice of Entry of Order from September 4, 2013 Hearing Regarding Payment of Lindell Professional Plaza Income	5247 – 5254
19	08/29/2012	Notice of Entry Of Order Granting Motion for Relief from Automatic Stay and Denying Motion to Dismiss Without Prejudice	4521 – 4527
12	06/05/2011	Notice of Entry of Order regarding Findings of Fact and Order dated June 5, 2012	2771 – 2782
7	08/09/2011	Notice of Entry of Stipulation and Order	1742 - 1746
8	09/14/2011	Notice of Filing a Summary Appraisal Report of a Two-Story Office Building (3611 Lindell Road, Las Vegas, NV)	1789 - 1801
10	02/27/2012	Notice of Filing Amendment to Source and Application of Duns for Lynita Nelson	2249 – 2460
10	01/27/2012	Notice of Filing Amendment to Source and Application of Funds for Emerald Bay Mississippi, LLC Filed December 8, 2011	2257 – 2263
10	02/27/2012	Notice of Filing Amendment to Source and Application of Funds for Eric L. Nelson Nevada Trust	2425 – 2248
7	07/05/2011	Notice of Filing Asset Schedule and Notes to Asset Schedule	1662 - 1683
9	12/23/2011	Notice of Filing Corrected Asset Schedule by Ownership	2186 - 2189
7	07/15/2011	Notice of Filing Income and Expense Reports for Banone-AZ LLC	1713 -1724

8	08/15/2011	Notice of Filing Income and Expense Reports for Emerald Bay Resorts, LLC	1762 – 1769
7	07/19/2011	Notice of Filing Income and Expense Reports for Eric L. Nelson Nevada Trust	1725 - 1741
7, 8	08/15/2011	Notice of Filing Income and Expense Reports for Eric Nelson Auctioneering	1747 - 1761
9, 10	01/26/2012	Notice of Filing Income and Expense Reports for Eric Nelson Auctioneering	2225 -2256
8	09/28/2011	Notice of Filing Income and Expense Reports for Lynita Nelson	1806 - 1817
7	07/11/2011	Notice of Filing Income and Expense Reports for: (1) Banone, LLC and (2) Dynasty Development Group	1684 - 1712
10	02/16/2012	Notice of Filing Source and Application of Funds for Banone-AZ, LLC	2362 – 2389
11	04/11/2012	Notice of Filing Source and Application of Funds for Dynasty Development Group, LLC	2645 – 2677
9	12/08/2011	Notice of Filing Source and Application of Funds for Eric L. Nelson Nevada Trust	2060 - 2095
11	04/23/2012	Notice of Filing Source and Application of Funds Pursuant to April 10, 2012 Hearing	2678 – 2709
8	10/03/2011	Notice of Filing Summary Appraisal Report of +202.50 Acres of Agricultural/Residential Land (Uinta County, Wyoming)	1854 - 1859
8	10/06/2011	Notice of Submission of First Billing for Fees and Expenses of Forensic Accountants	1860 -1884
11	04/09/2012	Opposition to Countermotion for Receiver, Additional Injunction and Fees and Costs	2630 – 2642
21	08/23/2013	Opposition to Imposition of Charging Order and Appointment of Receiver	5043 – 5066
10, 11	03/26/2012	Opposition to Motion for Payment of Attorneys' Fees and Costs, and Countermotion for Receiver, Additional Injunction, and Fees and Costs	2495 – 2594
20	06/18/2013	Opposition to Motion for Payment of Funds Belonging to Defendant Pursuant to Court's Decree to Ensure Receipt of the Same, and for Immediate Payment of Court Appointed Expert; and Countermotion to Stay Payments and Transfer Property Pending Appeal and/or Resolution to the Nevada Supreme Court for an Extraordinary Writ	4799 – 4812
16	07/20/2012	Opposition to Motion in Limine to Exclude to Exclude from Trial the Testimony and Report of Daniel T. Gerety, CPA, Layne T. Rushforth, Esq. and Any Purported Experts Testimony Regarding the Interpretation of Law, and Application of Facts to Law; to Strike the Eric L. Nelson Nevada Trusts' Pre-Trial Memorandum; and Counter-Motion to Continue Trial and for Attorneys' Fees and Costs	3803 – 3838

8, 9	12/01/2011	Opposition to Motion to Dismiss and Countermotion for an Award of Attorneys' Fees and Costs	2000 - 2040
9	12/07/2011	Opposition to Motion to Dissolve Injunction and Countermotion for an Aware of Attorneys' Fees and Costs	2041 - 2059
30	07/11/2012	Order entered in Case D-09-411537-D	7471 – 7479
20	06/19/2013	Order for Payment of Funds Pursuant to June 3, 2013 Decree of Divorce	4847 – 4850
30	08/09/2011	Order in Case No. D-09-411537-D	7400 - 7402
6	11/17/2010	Partial Transcript, Non-Jury Trial, November 17, 2010	1256 - 1435
6	11/22/2010	Partial Transcript, Non-Jury Trial, November 22, 2010	1436 – 1499
6, 7	11/22/2010	Partial Transcript, Non-Jury Trial, November 22, 2010	1500 - 1605
21	09/27/2013	Plaintiff Eric Nelson's Response to Lynita's Response to	5242 – 5246
	03/2//2015	Court Ordered Accountings Provided by Eric Nelson	
19	08/31/2012	Post-Trial Brief of Eric L. Nelson Nevada Trust Dated May 30, 2001	4551 – 4610
30	01/28/2005	Promissory Note in favor of Lana Martin	7488
30	01/28/2005	Promissory Note in favor of Robert A. Martin	7489
29	09/25/1999	Real Estate Records for 5220 E. Russell Road, Las Vegas, Nevada (UUUU)	7017 - 7049
	06/06/2013	Receipt of Copy regarding Motion for Payment of Funds Belonging to Defendant Pursuant to Court's Decree to Ensure Receipt of the Same, and for Immediate Payment of Court Appointed Expert	4753 – 4754
8	09/19/2011	Reply to Counterclaim and Answer to Cross – Claim	1802 - 1805
24, 25	01/14/2015	Reply to ELN Trust's Opposition to Defendant's Motion to Enforce the June 3, 2013 Decree of Divorce, Address Issues Relating to Property Awarded to Defendant in the Divorce, and for Related Relief and Eric Nelson's Opposition to Defendants Motion to Enforce June 3, 2013 Decree of Divorce, Address Issues Relating to Property Awarded to Defendant in the Divorce, and for Related Relief and Opposition to Eric Nelson's Countermotion	5941 – 6076
11	05/22/2012	Reply to Limited Objection to Application of Forensic Accountants for Allowance of Fees and Reimbursement of Expenses for the period from April 4, 2011 through March 31, 2012 filed by the Eric L. Nelson Nevada Trust and Reply to Limited Objection to Application of Forensic Accountants for Allowance of Fees and Reimbursement of Expenses for the period from April 4, 2011 through March 31, 2012 filed by Eric Nelson	2713 – 2738
22	10/14/2013	Reply to Opposition to Countermotion/Petition for Appointment of Authorized Trustee and for Fees and Costs	5255 – 5265

20	07/11/2013	Reply to Opposition to Defendant's Motion to Amend or Alter Judgement, for Declaratory and Related Relief and Joinder to Opposition	4851 – 4869
21	08/30/2013	Reply to Opposition to Imposition of Charging Order and Appointment of Receiver and Requests for Injunction and Fees and Costs	5067 – 5087
11	04/04/2012	Reply to Opposition to Motion for Payment of Attorneys' Fees and Costs	2595 – 2623
9	12/09/2011	Reply to Opposition to Motion to Dismiss and Countermotion for An Aware of Attorneys' Fees and Costs	2096 - 2123
9	12/09/2011	Reply to Opposition to Motion to Dissolve Injunction and Opposition to Countermotion for an Aware of	2124 -2139
22	10/15/2013	Attrorneys Fees and Costs Reply to Plaintiff Eric Nelson's Response to Court Order Accountings	5266 - 5287
27, 28, 29	07/05/2012	Report of Gerety & Associates (Admitted as Intervenor Trial Exhibit 168)	6550 – 7014
21	08/30/2013	Response to Court Order Accountings Provided by Eric Nelson	5088 – 5147
19	09/28/2012	Response to Defendant Lynita S. Nelson's Post-Trial Memorandum on Trust Issues	4628 – 4657
29	01/21/2002	Soris Original Mortgage – (Wyoming Property) – (Admitted as Nelson Exhibit 41C)	7050 – 7068
8	08/24/2011	Summons directed to Eric Nelson	1779 -1782
8	08/24/2011	Summons directed to Lynita Sue Nelson	1783 -1786
11	04/05/2012	Supplement to Opposition to Motion for Payment of Attorneys' Fees and Costs, and Countermotion for Receiver, Additional Injunction, and Fees and Costs	2624 – 2629
	10/08/2012	Supplement to Verified Memorandum of Attorneys' Fees and Costs	4658 – 4682
26. 27	05/30/2001	The Eric L. Nelson Nevada Trust (Admitted as Intervenor Trial Exhibit 86)	6475 – 6508
12	07/06/2012	The Eric L. Nelson Nevada Trust's Pretrial Memorandum	2783 – 2849
26	07/13/1993	The Eric L. Nelson Separate Property Trust (Admitted as Intervenor Trial Exhibit 7)	6313 – 6341
26	05/30/2001	The LSN Nevada Trust (Admitted as Intervenor Trial Exhibit 25)	6395 - 6433
26	07/13/1993	The Nelson Trust (Admitted as Intervenor Trial Exhibit 5)	6283 - 6311
20, 21	08/01/2013	Transcript Re: All Pending Motions	4991 – 5039
21	09/05/2013	Transcript Re: All Pending Motions	5154 – 5229
22	10/21/2013	Transcript Re: All Pending Motions	5288 - 5347
25	01/26/2015	Transcript RE: All Pending Motions	6077 - 6225
22, 23	06/04/2014	Transcript RE: Decisions	5495 – 5552

20	06/19/2013	Transcript Re: Motion	4813 – 4846
20	07/22/2013	Transcript Re: Motion	4876 - 4990
10	02/23/2012	Transcript regarding Decision	2390 - 2424
10	01/31/2012	Transcript relating to Motion	2273 - 2361
4	10/19/2010	Transcript, Non-Jury Trial, October 19, 2010	849 – 990
4, 5, 6	10/20/2010	Transcript, Non-Jury Trial, October 20, 2010	991 - 1255
1, 2	08/30/2010	Transcript, Non-Jury Trial, Volume 1 from August 30,	40 - 258
ĺ		2010	
2	08/31/2010	Transcript, Non-Jury Trial, Volume 2 from August 31,	259 - 441
		2010	
2, 3	08/31/2010	Transcript, Non-Jury Trial, Volume 3 from August 31,	442 - 659
		2010	
3,4	09/01/2010	Transcript, Non-Jury Trial, Volume 4 from September 1,	660 –848
		2010	
13, 14	07/17/2012	Trial Transcript Re: Non-Jury Trial	3181 - 3406
14, 15	07/18/2012	Trial Transcript Re: Non-Jury Trial	3407 - 3584
22	05/30/2014	Trial Transcript RE: Non-Jury Trial	5348 - 5494
15	07/19/2012	Trial Transcript Re: Non-Jury Trial – Vol. I	3585 - 3714
16	07/23/2012	Trial Transcript Re: Non-Jury Trial – Vol. I	3839 - 3943
17	07/24/2012	Trial Transcript Re: Non-Jury Trial – Vol. I	4050 - 4187
18	07/25/2012	Trial Transcript Re: Non-Jury Trial – Vol. I	4279 – 4447
15, 16	07/19/2012	Trial Transcript Re: Non-Jury Trial – Vol. II	3715 - 3802
16, 17	07/23/2012	Trial Transcript Re: Non-Jury Trial – Vol. II	3494 -4049
17, 18	07/24/2013	Trial Transcript Re: Non-Jury Trial – Vol. II	4188 - 4278
18, 19	07/25/2012	Trial Transcript Re: Non-Jury Trial – Vol. II	4448 -4514
12, 13	07/16/2012	Trial Transcript Volume I	2930 - 3120
13	07/16/2012	Trial Transcript Volume II	3121 - 3180
26	02/17/2009	Trust Agreement of the Total Amendment and	6351 - 6381
		Restatement of the Nelson Trust (Admitted as Intervenor	
		Trial Exhibit 14)	
30	03/31/2011	Trust Ownership-Distribution Report of Larry Bertsch	7397 – 7399
		(Admitted as Exhibit GGGGG at Tab 9)	
19	09/28/2012	Verified Memorandum of Attorneys' Fees and Costs	4611 – 4627
		·	

## THE DICKERSON LAW GROUP

ROBERT P. DICKERSON KATHERINE L. PROVOST JOSEF KARACSONYI NATALIE E. EL-KOUZ A PROFESSIONAL CORPORATION OF ATTORNEYS AT LAW
HILLS CENTER NORTH BUSINESS PARK
1745 VILLAGE CENTER CIRCLE
LAS VEGAS, NEVADA 89134

AREA CODE (702) TELEPHONE 388-8600 FAX 388-0210

December 8, 2014

Jeffrey P. Luszeck, Esq.
Solomon, Dwiggins, Freer & Morse, Ltd.
9060 W. Cheyenne Avenue
Las Vegas, Nevada 89129
jluszeck@sdfnvlaw.com

VIA HAND DELIVERY

Rhonda K. Forsberg, Esq. Rhonda K. Forsberg, Chartered 64 N. Pecos Road # 800 Henderson, Nevada 89074 rforsberg@forsberg-law.com **COPY - EMAIL AND US MAIL** 

Re:

Nelson v. Nelson, et. al (Case No. D-09-411537-D)

Dear Jeff:

As I believe you are aware, on November 16, 2014, Eric mailed directly to Lynita a check in the amount of \$450.00 which he received from The McGarrh Agency for the October 2014 rental income attributable to the property located at 830 Arnold Avenue, Greenville, Mississippi. This check is payable to the Nelson, Eric Nevada Trust. With this check Eric included a handwritten memo stating "Lynita You need to Call to Remove Me! If I Need To Sign Anything Let Me Know". Enclosed with this letter is a copy of Eric's memo and the original \$450.00 check which will either need to be endorsed by Eric so that Lynita may deposit the same, or cashed by Eric, with a subsequent check being issued from Eric to Lynita in this amount.

Lynita's Mississippi counsel, Je'Nell Blum, Esq., has contacted The McGarrh Agency who indicated that a letter would suffice to transfer future payments to Ms. Nelson. However, as such a letter would not place Lynita in privity with the Agency, counsel has recommended that an Assignment of Rent Collection Agreement also be executed. I enclose for your review and Mr. Nelson's signature, a proposed letter and Assignment as indicated. Kindly have the enclosed documents executed by Eric and returned to this office as soon as possible.

Finally, on October 29, 2014 I sent you a letter addressing the property removed from the shed formerly located on the Lindell Property which had been placed into storage by Lynita. In that letter I invited Eric to make arrangements to obtain those items from Lynita upon payment of the costs of removal and storage to date. More than 30 days have passed since this invitation. Please be advised that it is Lynita's intention to dispose of these items at the earliest possible date following our January hearing on her Motion to Enforce June 3, 2013 Decree. Therefore, should Eric desire to obtain his property, please contact me to make the necessary arrangements.

I thank you for attention to these matters.

Sincerely,

Katherine L. Provost

cc:

Lynita Nelson

E. C. Preceding the second second second

**AAPP 6004** 

<u>PROPERTY</u>	<b>DISTRIBUTION ACCOUNT &amp; DESCRIPTION</b>		<u>REFERENCE</u>	<u>AMOUNT</u>
830 Arnold	3010	Owner Check - 10/31/2014		\$450.00
Nelson, Eric Nevada Trust		Check Date	10/31/2014	
Owner Check -	10/31/2014		Check Total	\$450.00

是一位,不是同时,一直就是全国的中国的企业,但是是国际的企业的企业的企业,但是一个企业的企业,但是一个企业,也不是一个企业,但是一个企业,但是一个企业的企业, 第一位

THE McGARRH AGENCY, INC.

THE McGARRH AGENCY, INC. 527 HWY 82 EAST PH. 662-335-4592 GREENVILLE, MS 38701

PLANTERS BANK & TRUST COMPANY Member FDIC Greenville, Mississippi 85-570/842

065906

\*\*\* Four Hundred Fifty Dollars And Zero Cents \*\*\*

γAΥ

Nelson, Eric Nevada Trust 3611 S. Lindell #201

O THE ORDER F:

Las Vegas, NV 89103

**AMOUNT** 

\$450.00

AUTHORIZED SIGNATURE

Intermediate Property Statement The McGarrh Agency, Inc.	Pac	je 44 Of 19
Nelson, Eric Nevada Trust		
October 2014		
	Amount	YTD Amount
Beginning Cash Balance	\$0.00	
	\$500.00	\$5,000.00
Total Operating Income	\$500.00	\$5,000.00
		, , ,
	\$50.00	\$500.00
Total Operating Expenses	\$50.00	\$500.00
Total Non-Operating Income	\$0.00	\$0.00
Total Non-Operating Expenses	\$0.00	\$0.00
Total Other Cash Adjustments	\$0.00	\$0.00
Net Income	\$450,00	
Plus (Minus) Owner Contribution	\$0.00	
Less Disbursements to Owner	\$0.00	
Other Cash Adjustments	\$0.00	
Ending Cash Balance	\$450.00	
	The McGarrh Agency, Inc. Nelson, Eric Nevada Trust October 2014  Beginning Cash Balance  Total Operating Income  Total Operating Expenses  Total Non-Operating Income  Total Non-Operating Expenses  Total Non-Operating Expenses  Total Other Cash Adjustments  Net Income  Plus (Minus) Owner Contribution Less Disbursements to Owner Other Cash Adjustments	Intermediate Property Statement The McGarrh Agency, Inc.  Nelson, Eric Nevada Trust October 2014  Amount  Beginning Cash Balance \$0.00  Total Operating Income \$500.00  Total Operating Expenses \$50.00  Total Non-Operating Income \$0.00  Total Non-Operating Expenses \$0.00  Total Non-Operating Expenses \$0.00  Total Non-Operating Expenses \$0.00  Plus (Minus) Owner Contribution \$0.00  Less Disbursements to Owner \$0.00  Other Cash Adjustments \$0.00

December \_\_\_\_\_, 2014

Eston H. McGarrh, Jr. The McGarrh Agency, Inc. 527 Highway 82 East Greenville, Mississippi 38701

Re: 830 Arnold, Greenville, MS

Dear Mr. McGarrh,

As you know, the Eric Nelson Nevada Trust entered a Rent Collection Agreement with you dated the 20<sup>th</sup> of March, 2009 (the "Agreement"), for the property commonly known as 830 Arnold, Greenville, Mississippi (the "Property"). Pursuant to the Agreement, you have served as manager of the Property, including collecting the rent and remitting the proceeds thereof, less the deductions per the Agreement, to the Eric Nelson Nevada Trust.

The Property is owned by the LSN Nevada Trust, a trust controlled by Lynita Nelson as trustee. As such, I have enclosed an Assignment of Rent Collection Agreement, which Lynita and I have signed, and request that you disburse all rental proceeds from this date forward, and any proceeds which as of this date have been collected but not remitted to the Eric Nelson Nevada Trust, to the LSN Nevada Trust at 3316 Chesterbrook Court Las Vegas, Nevada 89135. Further, you are hereby authorized to release to Lynita Nelson, as trustee of the LSN Nevada Trust, any and all accountings, records, reports, invoices, and any other documents pertaining to the Property since March 20, 2009.

Should you have any questions, you may reach Lynita's Nevada counsel, Katherine Provost, at 702-388-8600, or her Mississippi counsel, Je'Nell Blum, at 228-868-1111.

Sincerely,

Eric Nelson, Trustee Eric Nelson Nevada Trust

#### ASSIGNMENT OF RENT COLLECTION AGREEMENT

NV 811

THIS ASSIGNMENT OF RENT COLLECTION AGREEMENT (this "Assignment") is made and entered into effective as of the \_\_\_\_ day of December, 2014, by and between the ERIC NELSON NEVADA TRUST, the Assignor herein ("Assignor"), and the LSN NEVADA TRUST, the Assignee herein ("Assignee").

#### WITNESSETH:

WHEREAS, on or about March 20, 2009, the Assignor entered into that certain Rent Collection Agreement (the "Agreement") with The McGarrh Agency, Inc. (herein "Agent"), for the purpose of Agent's management of the property commonly known as 830 Arnold, Greenville, Mississippi (the "Property"); and

WHEREAS, although the Agreement, a copy of which is attached hereto and incorporated herein by reference as Exhibit "A," was between the Assignor and the Agent, the Assignee is the owner of the Property, and as a result, Assignor intends to assign its rights in and to the Agreement to Assignee.

NOW, THEREFORE, in consideration of the agreements contained herein, the parties hereby agree as follows:

- 1. <u>Assignment of Agreement</u>. The Eric Nelson Nevada Trust, current party to the Agreement, does hereby assign and transfer unto the LSN Nevada Trust all of its rights, title and interest in and to the Agreement, including the right to receive all future rental collection, and all past rental collection which has not been remitted to the Eric Nelson Nevada Trust as of the date hereof, less the funds to be retained by Agent pursuant to the Agreement.
- 2. <u>Assumption</u>. The LSN Nevada Trust hereby assumes the obligations and responsibilities of the Eric Nelson Nevada Trust for the remaining term of the Agreement, which terminates on May 31, 2015, but will automatically renew unless notice of termination is provided to Agent in accordance with the terms of the Agreement.
- 3. <u>Representations of Assignor</u>. Eric Nelson, Trustee of the Eric Nelson Nevada Trust, hereby covenants and warrants to the LSN Nevada Trust that he has the full right to assign the Eric Nelson Nevada Trust's interest in the Agreement.
- 4. <u>Representations of Assignee</u>. Lynita Nelson, Trustee of the LSN Nevada Trust, hereby covenants and warrants to the Eric Nelson Nevada Trust that she has the full right to assume all rights and obligations of the Eric Nelson Nevada Trust under the Agreement.
- 5. <u>Successors and Assigns</u>. This Assignment shall be binding upon and shall inure to the benefit of the parties hereto and their respective successors and assigns. If any clause or provision herein contained operates or would prospectively operate to invalidate any provision of this Assignment, in whole or in part, then such clause or provision only shall be stricken herefrom

and held for naught, as though not herein contained, and the remainder of this Assignment shall remain operative and in full force and effect.

- 6. Governing Laws. This Assignment shall be governed by and construed and interpreted under the laws of the State of Mississippi.
- 7. <u>Counterparts</u>. This Assignment may be executed in two or more counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same instrument.
- 8. <u>Non-Waiver</u>. This Assignment does not affect or waive any rights or obligations related to the Property by and between Assignee and Assignor.

IN WITNESS WHEREOF, the parties have caused this Assignment to be executed effective as of the day and year first above written.

WITNESSES:	ASSIGNOR:		
	Eric Nelson, Trustee of the Eric Nelson Nevada Trust		
	ASSIGNEE:		
	<del></del>		
	By:  Lynita Nelson, Trustee of the  LSN Nevada Trust		

# EXHIBIT H

D-09-411537-D

# DISTRICT COURT CLARK COUNTY, NEVADA

August 01, 2013 **COURT MINUTES Divorce - Complaint** Nelson, Plaintiff. Eric L D-09-411537-D VS. Lynita Nelson, Defendant. **All Pending Motions** August 01, 2013 4:00 PM **COURTROOM:** Courtroom 05 Sullivan, Frank P. HEARD BY: COURT CLERK: Helen Green **PARTIES:** Carli Nelson, Subject Minor, not present Rhonda Forsberg, Attorney, present Eric Nelson, Plaintiff, Counter Defendant, present Garett Nelson, Subject Minor, not present Jeffrey Luszeck, Attorney, present Joan Ramos, Other, not present Mark Solomon, Attorney, not present Lana Martin, Cross Claimant, not present Robert Dickerson, Attorney, not present Lynita Nelson, Defendant, Counter Claimant, present Jeffrey Luszeck, Attorney, present Rochelle McGowan, Other, not present

#### **JOURNAL ENTRIES**

- ORDER TO SHOW CAUSE...STATUS CHECK: TRANSFER DEEDS

Robert Dickerson, Esq., #945, appeared telephonically.

Court reviewed the case.

Argument by counsel regarding Order to Show Cause and Transfer Deeds.

Discussion regarding spousal support and a Charging Order.

Plaintiff stated he would provide an accounting of the Lindell properties from January and write Defendant a check for 50% of the proceeds by Friday, August 9, 2013.

	The second secon			
	00 107 10040	Page 1 of 3	Minutes Date:	August 01, 2013
T DRINE DATE	08/06/2013	L PAGE LOTS	I MITHINGS NAME.	\_\max_\max_\max_\max_\max_\max_\max_\ma
PRINT DATE:	\(\O\) \(\O\) \(\D\)	# ca/24	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
1				

#### D-09-411537-D

Ms. Provost requested Attorney's Fees.

#### COURT ORDERED:

- 1. Plaintiff shall provide an ACCOUNTING for BANONE, LLC rental properties to Mr. Dickerson's office for June and July of 2013 going forward, by 5:00 P.M. August 16, 2013,
- 2. Plaintiff shall provide an ACCOUNTING of the LINDELL properties from January 1, 2013 to present to Mr. Dickerson's office along with a check for Defendant for her half of the proceeds by 5:00 P.M. August 9, 2013, which is subject to modification at next hearing. FURTHER, Plaintiff shall provide an ACCOUNTING for the LINDELL properties from January 1, 2010 through January 1, 2013 to Mr. Dickerson's office by 5:00 P.M. August 30, 2013 along with a check for Defendant for her half of the proceeds, which is subject to modification at next hearing.
- 3. Counsel for the Trust shall have until August 23, 2013, to brief the issue on the CHARGING ORDER and any DISTRIBUTIONS on any payments, as well as the issue of receivership. Mr. Dickerson shall have until August 30, 2013 to respond to counsel's brief. Counsel may submit a memorandum of Costs and request for Attorney's Fees.
- 4. Status Check SET for September 4,2013 at 3:00 P.M.
- 5. The Order to Show Cause shall be CONTINUED TO September 4, 2013 regarding the payment of the \$1,200,000.00.
- 6. Per STIPULATION of counsel, and, In accordance with EDCR 7.50, the MINUTE ORDER shall suffice as the Order.

#### INTERIM CONDITIONS:

#### **FUTURE HEARINGS:**

Canceled: August 01, 2013 10:00 AM Motion

Reason: Canceled as the result of a hearing cancel, Hearing Canceled Reason: Vacated

Elliott, Jennifer Courtroom 09 Vinson, Debra

Canceled: August 15, 2013 11:00 AM Motion

August 15, 2013 1:30 PM Motion

and the second s		The second secon		
PRINT DATE:	<u> </u>	Page 2 of 3	Minutes Date:	August 01, 2013
LIVITAL PARTIE	001 001 mora	rage z or o	MILLIUES LACE.	1 YZMZMOLOTY ZOTO