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1	ARIEL E. STERN, ESQ. Nevada Bar No. 8276	CLERK OF THE COURT
2	ALLISON R. SCHMIDT, ESQ.	
3	Nevada Bar No. 4642 AKERMAN LLP	Electronically Filed
4	1160 Town Center Drive, Suite 330 Las Vegas, Nevada 89144	May 13 2016 10:41 a.m.
	Telephone: (702) 634-5000	Tracie K. Lindeman Clerk of Supreme Court
5	Facsimile: (702) 380-8572 Email: ariel.stern@akerman.com	Clerk of Supreme Court
6	Email: allison.schmidt@akerman.com	
7	Attorneys for Nationstar Mortgage, LLC	
8		
9	EIGHTH JUDICIAL	DISTRICT COURT
10	CLARK COUN	TTY, NEVADA
	SATICOY BAY LLC SERIES 2227 SHADOW CANYON,	Case No.: A-14-702938-C Dept.: XIV
Suite 330 A 89144 702) 380-8572 11	Plaintiff,	DEFENDANT NATIONSTAR
800 200 200 200 200 200 200 200 200 200	V.	MORTGAGE LLC'S NOTICE OF APPEAL
EVA FA		
54S, Neuter SAS, Neuter S000 - 14	NATIONSTAR MORTGAGE, LLC; PATERNO C. JURANI and REPUBLIC SILVER STATE	
	DISPOSAL, DBA REPUBLIC SERVICES,	
1160 Town Center LAS VEGAS, N TEL:: (702) 634-5000 - 12	Defendants.	
E 17		
18		
19	Nationstar Mortgage LLC (Nationstar), by	y and through its attorneys of record at Akerman
	LLP, submits its notice of appeal to the Nevada	a Supreme Court of the order granting plaintiff
20	Saticoy Bay LLC Series 2227 Shadow Canyon's m	notion for summary that was entered in this matter
21	on April 7, 2016, notice of which was serve on Apr	-il 8, 2016.
22		
23	DATED this 6th day of May, 2014.	
24		AKERMAN LLP
		/s/ Allison R. Schmidt
25		ALLISON R. SCHMIDT, ESQ. Nevada Bar No. 10743
26		1160 Town Center Drive, Suite 330
27		Las Vegas, Nevada 89144
28		Attorneys for Nationstar Mortgage, LLC
-		
	{38214416;1}	

	1	CERTIFICATE OF SERVICE
	2	I HEREBY CERTIFY that I am an employee of Akerman LLP, and that on this 6th day of
	3	May, 2016 I caused to be served a true and correct copy of foregoing DEFENDANT
	4	NATIONSTAR MORTGAGE LLC'S NOTICE OF APPEAL in the following manner:
	5	(ELECTRONIC SERVICE ONLY) Pursuant to Administrative Order 14-2, the above-
	6	referenced document was electronically served on the date hereof and served through the Notice of
	7	Electronic Filing automatically generated by the Court's facilities to those parties listed on the
	8	Court's Master Service List.
	9	Michael F. Bohn, Esq.
	10	Jeff Arlitz, Esq. LAW OFFICES OF MICHAEL F. BOHN, ESQ., LTD.
8572	11	376 E. Warm Springs Road, Suite 140 Las Vegas, NV 89119
1160 Town Center Drive, Suite 330 LAS VEGAS, NEVADA 89144 (702) 634-5000 - FAX: (702) 580-8572	12	Attorneys for Plaintiff
Nive, S VADA 'AX: (7	13	
enter L S, NE 000 – F	14	/s/ Michael Hannon An employee of AKERMAN LLP
Cown C VEGA 634-5(	15	
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TEL		
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	1	ASTA	Hun & Comm	
	1	ARIEL E. STERN, ESQ. Nevada Bar No. 8276	CLERK OF THE COURT	
	2	ALLISON R. SCHMIDT, ESQ.		
	3	Nevada Bar No. 4642 AKERMAN LLP		
	4	1160 Town Center Drive, Suite 330		
		Las Vegas, Nevada 89144 Telephone: (702) 634-5000		
	5	Facsimile: (702) 380-8572 Email: ariel.stern@akerman.com		
	6	Email: allison.schmidt@akerman.com		
	7	Attorneys for Nationstar Mortgage, LLC		
	8			
	9	EIGHTH JUDICIAL	DISTRICT COURT	
I	10	CLARK COUNTY, NEVADA		
572	11	SATICOY BAY LLC SERIES 2227 SHADOW CANYON,	Case No.: A-14-702938-C Dept.: XIV	
e 330 144 ) 380-8572	12	Plaintiff,	DEFENDANT NATIONSTAR	
, Suite 1A 891 (702)			MORTGAGE LLC'S CASE APPEAL STATEMENT	
Doive EVAD FAX:	13	V.		
Center AS, N. 000 -	14	NATIONSTAR MORTGAGE, LLC; PATERNO C. JURANI and REPUBLIC SILVER STATE		
「劉葉 15    DISPOSAL, DBA REPUBLIC SERVICES,				
Defendants.				
TEL	17			
	18			
	19	Nationstar Mortgage LLC (Nationstar), by and through their attorneys of record at Akerman		
		LLP, submit their Case Appeal Statement pursuant to NRAP 3(f)(3).		
20		1. The appellant filing this case appeal statement is Nationstar.		
21 2. The Judge entering the order appealed from was the Honorable A			ed from was the Honorable Adriana Escobar. The	
	23	order appealed is the Order Granting Saticoy Bay LLC Series 2227 Shadow Canyon's Motion for		
	24	Summary Judgment, notice of which was entered on April 8, 2016.		
		3. Counsel for appellant Nationstar, are Ariel E. Stern and Allison R. Schmidt of		
		Akerman LLP, 1160 N. Town Center Drive, Suite 330, Las Vegas, Nevada 89144.		
	26	4. Trial counsel for respondent is Mic	chael F. Bohn of Law Offices of Michael Bohn,	
	27	Esq., Ltd. 376 E. Warm Springs Road, Suite 140	Las Vegas, NV 89119. Appellant is unaware of	
	28 whether trial counsel will also act as appellate counsel for respondent.			
		{38214465;1}		

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1 5. Counsel for appellant is licensed to practice law in Nevada. Counsel for respondent 2 is licensed to practice law in Nevada. 3 6. Appellant was represented by retained counsel in the district court. 7. Appellant is represented by retained counsel on appeal. 4 5 8. Appellant was not granted leave to proceed in forma pauperis by the district court. 9. The date proceedings commenced in the district court was June 24, 2014. 6 7 10. In this action, Plaintiff alleges that it owns the property located at 2227 Shadow 8 Canyon Dr., Henderson, Nevada 89044 free and clear of all liens as a result of an HOA foreclosure 9 sale. Plaintiff filed a complaint for quiet title. Nationstar filed an answer and asserted its deed of trust survived the HOA foreclosure. Plaintiff moved the trial court for Summary Judgment. The 1011 district court granted Plaintiff's motion and entered an order granting Summary Judgment in favor of 12 the Plaintiff, holding that the senior deed of trust was extinguished by the HOA foreclosure sale. 13 Paterno Jurani, formerly a defendant to this action, was dismissed on May 27. 2015. 14 11. This case has not previously been the subject of an appeal to or original writ 15 proceeding in the Supreme Court. 16 12. This appeal does not involve child custody or visitation. TEL 17 13. This appeal does not involve the possibility of settlement. 18 DATED this 6th day of May, 2016. 19 AKERMAN LLP 20 /s/ Allison R. Schmidt ALLISON R. SCHMIDT, ESO. 21Nevada Bar No. 10743 1160 Town Center Drive, Suite 330 22Las Vegas, Nevada 89144 23Attorneys for Nationstar Mortgage, LLC24 2526  $\overline{27}$ 28

{38214465;1}

1	CERTIFICATE OF SERVICE			
2	I HEREBY CERTIFY that I am an employee of Akerman LLP, and that on this 6th day of			
3	May, 2016 I caused to be served a true and correct copy of foregoing <b>DEFENDANT</b>			
4	NATIONSTAR MORTGAGE LLC'S CASE APPEAL STATEMENT in the following manner:			
5	(ELECTRONIC SERVICE ONLY) Pursuant to Administrative Order 14-2, the above-			
6	referenced document was electronically served on the date hereof and served through the Notice of			
7	Electronic Filing automatically generated by the Court's facilities to those parties listed on the			
8	Court's Master Service List.			
9	Michael F. Bohn, Esq.			
10	Jeff Arlitz, Esq. LAW OFFICES OF MICHAEL F. BOHN, ESQ., LTD.			
11 82.12	376 E. Warm Springs Road, Suite 140 Las Vegas, NV 89119			
02) 380- 32) 380- 32) 380- 380- 380- 380- 380- 380- 380- 380-	Attorneys for Plaintiff			
ADA: (71 AX: (71)				
Enter I S, NE 000 - F	/s/ Michael Hannon An employee of AKERMAN LLP			
Clear C 15				
Las Vegas, NV 89119 Attorneys for Plaintiff Vs/ Michael Hannon An employee of AKERMAN LLP An employee of AKERMAN LLP				
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## **DEPARTMENT 14 CASE SUMMARY** CASE NO. A-14-702938-C

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Saticoy Bay LLC Series 2227 Shadow Canyon, Plaintiff(s) VS. Nationstar Mortgage LLC, Defendant(s)

#### Location: Department 14 Judicial Officer: Escobar, Adriana Filed on: 06/24/2014 Case Number History: Cross-Reference Case A702938 Number:

#### **CASE INFORMATION**

#### Case Type: Title to Property Subtype: **Quiet Title** Case Flags: Appealed to Supreme Court

Automatically Exempt from Arbitration

#### DATE

#### **CASE ASSIGNMENT**

Current Case Assignment Case Number Court

A-14-702938-C Department 14 02/15/2016 Escobar, Adriana

#### PARTY INFORMATION

Plaintiff

Saticoy Bay LLC Series 2227 Shadow Canyon

Jurani, Paterno C, ESQ Defendant Removed: 05/27/2015 Dismissed

Date Assigned

Judicial Officer

Nationstar Mortgage LLC

Stern, Ariel E. Retained 702-634-5000(W)

Bohn, Michael F Retained 702-642-3113(W)

Lead Attorneys

**Republic Silver State Disposal** Removed: 07/25/2014 Dismissed

#### Short Trial Judge Judge Pro Tempore

DATE	EVENTS & ORDERS OF THE COURT	INDEX
06/24/2014	Complaint Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon <i>Complaint</i>	
06/24/2014	Case Opened	
07/09/2014	Affidavit of Service Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Affidavit of Service	
07/17/2014	Affidavit of Service Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon <i>Affidavit of Service</i>	

# DEPARTMENT 14 CASE SUMMARY CASE NO. A-14-702938-C

	CASE NO. A-14-702938-C
07/21/2014	Initial Appearance Fee Disclosure Filed By: Defendant Nationstar Mortgage LLC Initial Appearance Fee Disclosure
07/21/2014	Notice of Appearance Party: Defendant Nationstar Mortgage LLC <i>Notice of Appearance</i>
07/21/2014	Answer Filed By: Defendant Nationstar Mortgage LLC Defendant Nationstar Mortgage, LLC's Answer To Complaint
07/25/2014	Notice and Judgment of Dismissal Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Notice and Judgment of Dismissal
07/25/2014	<b>Judgment of Dismissal - Entry by Clerk</b> (Judicial Officer: Ellsworth, Carolyn) Debtors: Republic Silver State Disposal (Defendant) Creditors: Saticoy Bay LLC Series 2227 Shadow Canyon (Plaintiff) Judgment: 07/25/2014, Docketed: 08/01/2014
08/07/2014	Affidavit of Service Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Affidavit of Service
08/07/2014	Receipt of Copy Filed by: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon <i>Receipt of Copy</i>
01/15/2015	Joint Case Conference Report Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Joint Case Conference Report
01/21/2015	Scheduling Order Filed By: Short Trial Judge Judge Pro Tempore Scheduling Order
01/28/2015	Order Setting Civil Non-Jury Trial Order Setting Civil Non-Jury Trial and Calendar Call
05/27/2015	Notice and Judgment of Dismissal Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Notice of Dismissal and Judgment of Dismissal for Defendant Paterno C. Jurani, Esq.
05/27/2015	<b>Judgment of Dismissal - Entry by Clerk</b> (Judicial Officer: Ellsworth, Carolyn) Debtors: Paterno C Jurani, ESQ. (Defendant) Creditors: Saticoy Bay LLC Series 2227 Shadow Canyon (Plaintiff) Judgment: 05/27/2015, Docketed: 06/03/2015
06/03/2015	Notice of Hearing Notice of Rescheduling of Hearing
08/27/2015	Motion for Summary Judgment Filed By: Defendant Nationstar Mortgage LLC

### DEPARTMENT 14

# CASE SUMMARY

CASE NO. A-14-702938-C

	Defendant Nationstar Mortgage, LLC's Motion For Summary Judgment
09/10/2015	Countermotion For Summary Judgment Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Opposition to Plaintiff's Motion for Summary Judgment and Countermotion for Summary Judgment
09/17/2015	Notice of Hearing <i>Notice of Rescheduling of Hearing</i>
09/25/2015	Affidavit of Service Filed By: Defendant Nationstar Mortgage LLC <i>Affidavit Of Service</i>
10/01/2015	🚰 Calendar Call (10:00 AM) (Judicial Officer: Ellsworth, Carolyn)
10/08/2015	© Opposition Filed By: Defendant Nationstar Mortgage LLC Nationstar Mortgage, LLC's Opposition to Plaintiff's Countermotion for summary judgment and Reply in Support of Motion for Summary Judgment.
10/12/2015	CANCELED Bench Trial (1:30 PM) (Judicial Officer: Ellsworth, Carolyn) Vacated
10/22/2015	Motion for Summary Judgment (9:00 AM) (Judicial Officer: Ellsworth, Carolyn) 10/22/2015, 01/14/2016 Defendant Nationstar Mortgage, LLC's Motion For Summary Judgment
10/22/2015	<b>Opposition and Countermotion</b> (9:00 AM) (Judicial Officer: Ellsworth, Carolyn) 10/22/2015, 01/14/2016 Opposition to Plaintiff's Motion for Summary Judgment and Countermotion for Summary Judgment
10/22/2015	All Pending Motions (9:00 AM) (Judicial Officer: Ellsworth, Carolyn)
11/06/2015	Supplemental Filed by: Defendant Nationstar Mortgage LLC Defendant Nationstar Mortgage, LLC's Supplemental Brief on Procedural Due Process and Commercial Reasonableness
11/19/2015	Supplement Filed by: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Plaintiff's Supplemental Brief Regarding Due Process and Commercial Reasonableness
12/16/2015	Notice of Hearing Notice of Rescheduling of Hearing
01/14/2016	All Pending Motions (9:00 AM) (Judicial Officer: Ellsworth, Carolyn) All Pending Motions: 1/14/16
02/15/2016	Case Reassigned to Department 14 Reassigned From Judge Ellsworth - Dept 5
03/10/2016	Calendar Call (9:30 AM) (Judicial Officer: Escobar, Adriana)

#### DEPARTMENT 14

# CASE SUMMARY

	CASE NO. A-14-702938-C	
03/14/2016	CANCELED Jury Trial (1:30 PM) (Judicial Officer: Ellsworth, Carolyn) Vacated - per Judge	
04/07/2016	Findings of Fact, Conclusions of Law and Judgment Filed by: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Findings of Fact, Conclusions of Law, and Judgment	
04/07/2016	Summary Judgment (Judicial Officer: Escobar, Adriana) Debtors: Nationstar Mortgage LLC (Defendant) Creditors: Saticoy Bay LLC Series 2227 Shadow Canyon (Plaintiff) Judgment: 04/07/2016, Docketed: 04/14/2016	
04/08/2016	Notice of Entry of Judgment Filed By: Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon <i>Notice of Entry of Judgment</i>	
05/06/2016	Notice of Appeal Filed By: Defendant Nationstar Mortgage LLC <i>Defendant Nationstar Mortgage LLC's Notice Of Appeal</i>	
05/06/2016	Case Appeal Statement Filed By: Defendant Nationstar Mortgage LLC Defendant Nationstar Mortgage LLC's Case Appeal Statement	
DATE	FINANCIAL INFORMATION	
	<b>Defendant</b> Nationstar Mortgage LLC Total Charges Total Payments and Credits <b>Balance Due as of 5/10/2016</b>	447.00 447.00 <b>0.00</b>
	Plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon Total Charges Total Payments and Credits Balance Due as of 5/10/2016	470.00 470.00 <b>0.00</b>

CIVIL COVER SHEET	1
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A-14-702938-C

Clark-County, Nevada

#### Case No. V (Assigned by Clerk's Office) **I. Party Information** SATICOY BAY LLC SERIES 2227 SHADOW Defendant, NATIONSTAR MORTGAGE LLC.; CANYON PATERNO C. JURANI, ESQ.; and REPUBLIC SILVER STATE DISPOSAL, DBA REPUBLIC Attorney Michael F. Bohn, Esq. SERVICES 376 East Warm Springs Road, Ste., 140 Attorney N/A Las Vegas NV 89119 (702) 642-3113 II. Nature of Controversy Exemption From Arbitration **Civil Cases** Real Property Torts Negligence Landlord/Tenant Product Liability Negligence – Auto Product Liability/Motor Vehicle Unlawful Detainer Other Torts/Product Liability Negligence – Medical/Dental X Title to Property Negligence – Premises Liability Intentional Misconduct Foreclosure (Slip/Fall) Torts/Defamation (Libel/Slander) □ Liens Interfere with Contract Rights Negligence – Other X Quiet Title **Employment Torts** (Wrongful termination) Specific Performance Other Torts Condemnation/Eminent Domain Anti-trust Fraud/Misrepresentation Other Real Property Insurance Partition Legal Tort Planning/Zoning Unfair Competition Other Civil Filing Types Probate Appeal from Lower Court (also check Construction Defect Estimated Estate Value: \_\_\_\_ applicable civil case box) Chapter 40 Summary Administration Transfer from Justice Court □ General ☐ Justice Court Civil Appeal Breach of Contract General Administration Building & Construction Civil Writ Special Administration Insurance Carrier Other Special Proceeding Set Aside Estates Commercial Instrument Other Civil Filing

	<ul> <li>Sale Confract</li> <li>Uniform Commercial Code</li> <li>Civil Petition for Judicial Review</li> <li>Foreclosure Mediation</li> <li>Other Administrative Law</li> <li>Department of Motor Vehicles</li> <li>Worker's Compensation Appeal</li> </ul>	<ul> <li>Enforcement of Judgment</li> <li>Foreign Judgment – Civil</li> <li>Other Personal Property</li> <li>Recovery of Property</li> <li>Stockholder Suit</li> <li>Other Civil Matters</li> </ul>
III. Business Court Requested (Ple	ase check applicable category; for Clark or Washoe	Counties only.)
<ul> <li>NRS Chapters 78-88</li> <li>Commodities (NRS 90)</li> <li>Securities (NRS 90)</li> </ul>	<ul> <li>Investments (NRS 104 Art. 8)</li> <li>Deceptive Trade Practices (NRS 598)</li> <li>Trademarks (NRS 600A)</li> </ul>	<ul> <li>Enhanced Case Mgmt/Business</li> <li>Other Business Court Matters</li> </ul>
June 24th 2014	//s/Michael F Bohn Es	a /

Other Contracts/Acct/Judgment

Collection of Actions

Employment Contract

Guarantee

Date

Signature of initiating party or representative

Compromise of Minor's Claim

Conversion of Property

Damage to Property

Employment Security

Trust/Conservatorships

Individual Trustee

Corporate Trustee

		Electronically Filed
1	FFCL	04/07/2016 02:50:18 PM
2	MICHAEL F. BOHN, ESQ. Nevada Bar No.: 1641	Alun D. Echin
3	<u>mbohn@bohnlawfirm.com</u> LAW OFFICES OF	CLERK OF THE COURT
4	MICHAEL F. BOHN, ESQ., LTD. 376 East Warm Springs Road, Ste. 140	
	Las Vegas, Nevada 89119 (702) 642-3113/ (702) 642-9766 FAX	
	Attorney for plaintiff	
7		
8	DISTRICT	COURT
9	CLARK COUN	TY, NEVADA
10	SATICOY BAY LLC SERIES 2227 SHADOW CANYON,	CASE NO.: A702938
11		DEPT NO.: XIV
12	Plaintiff, vs.	Date of hearing: January 14, 2016
13		Time of hearing: 9:00 a.m.
14	NATIONSTAR MORTGAGE LLC.; PATERNO C. JURANI, ESQ.; and REPUBLIC	
15	SILVER STATE DISPOSAL, DBA REPUBLIC SERVICES,	
16	Defendants.	
17	FINDINGS OF FACT, CONCLUSI	ONS OF LAW, AND JUDGMENT
18		ge, LLC ("Nationstar)for summary judgment, and
19	countermotion of plaintiff Saticoy Bay LLC Series	
20	before the court on the 14 <sup>th</sup> day of January, 201	
21	plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon ("Plaintiff"), Ariel E. Stern, Esq., appearing on	
22	behalf of Bank of America and Reconstruct Company, N.A., and the court, having reviewed the motions	
23	and the oppositions and having heard the arguments of counsel, makes it's findings of fact, conclusion	
24	of law and judgment as follows.	
25	FINDINGS	OF FACT
26		erty commonly known as 2227 Shadow Canyon,
27	:	
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1 Henderson, Nevada ("the Property").

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2 2. Plaintiff obtained title to the Property at foreclosure sale conducted on January 2, 2014 as
3 evidenced by foreclosure deed recorded February 3, 2014.

3. The foreclosure deed arose from a delinquency in assessments due from the former owner,
Patricia E. Evans, to the Sun City Anthem Community Association ("the HOA"), pursuant to NRS
Chapter 116.

7 4. Defendant Nationstar Mortgage LLC ("Nationstar") is the beneficiary of a deed of trust that
8 was recorded as an encumbrance on the Property on February 7, 2006.

5. The foreclosure agent recorded a notice of default on June 24, 2010. The foreclosure agent
then mailed a copy of the notice of default to Pulte Mortgage LLC on June 30, 2010. Pulte Mortgage
is the predecessor in interest to defendant Nationstar's predecessor in interest,

6. The foreclosure agent recorded a notice of sale on November 26, 2013. The foreclosure agent
then mailed a copy of the notice of sale to Pulte Mortgage LLC and defendant Nationstar on November
26, 2013.

7. Additionally, the foreclosure agent posted the notice of sale at three separate public locationsand published the notice of sale in Nevada Legal News.

17 8. Defendant Nationstar and its predecessor in interest, Pulte Mortgage LLC, were on actual

18 notice of the HOA foreclosure sale and failed to take any action to protect their interests in the Property.

9. The HOA foreclosure agent issued a deed upon sale which was recorded on February 3, 2014.

Default occurred as set forth in a Notice of Default and Election to Sell, recorded on 06/24/2010 as instrument number 0002131 Book 20100624 which was recorded in the office of the recorder of said county. Red Rock Financial Services has complied with all requirements of law including, but not limited to, the elapsing of 90 days, mailing of copies of Lien for Delinquent Assessments and Notice of Default and the posting and publication of the Notice of Sale.

24 10. Any findings of fact which should be considered to be a conclusion of law shall be treated
25 as such.

 26 <u>CONCLUSIONS OF LAW</u>
 27 1. Summary judgment is appropriate when "the pleadings, depositions, answers to interrogatories, 28 2 and admissions on file, together with the affidavits, if any, show that there is no genuine issue as to any
material fact and that the moving party is entitled to a judgment as a matter of law." NRCP 56. "The
party moving for summary judgment bears the initial burden of production to show the absence of a
genuine issue of material fact." <u>Cuzze v. U. and Community College System of Nevada</u>, 123 Nev. 598,
602, 172 P.3d 131, 134 (2007). Where the moving party will carry the burden of persuasion on those
issues at trial, it "must present evidence that would entitle it to a judgment as a matter of law in the
absence of contrary evidence." *Id.*

2. If the initial burden is carried, "the party opposing summary judgment assumes a burden of 8 production to show the existence of a genuine issue of material fact." Id. The opposing party must 9 "transcend the pleadings and, by affidavit or other admissible evidence, introduce specific facts that show 10a genuine issue of material fact." Id. The opposing party is "not entitled to build a case on the gossamer 11 threads of whimsy, speculation, and conjecture." Wood v. Safeway, Inc., 121 Nev. 724, 731, 121 P.3d 12 1026, 1031 (2005) (citations and quotations omitted). If the opposing party fails to carry its burden, 13 summary judgment will be entered against it if the moving party is also entitled to judgment as a matter 14 of law, See NRCP 56(c). Since both parties have moved for summary judgment, and attach many of the 15 16 same real property records to their respective motions, the only issue for the Court to resolve is which party is entitled to judgment as a matter of law. Based on the Court's prior tentative, this issue reduces 17 to whether there is sufficient state action under the facts of this case to find Nevada's HOA lien statutes 18 19 unconstitutional.

3. When ruling on a motion for summary judgment, the court may take judicial notice of the 20 public records attached to the motion. See Anderson v. County of Nassau, 297 F. Supp 2d 540, 544-45 21 (E.D.N.Y. 2004); In Re Bayside Prison Litig., 190 F. Supp 2d 755, 760 (D. N.J. 2002). The recorded 22 documents attached to the plaintiffs motion are referenced in the complaint and/or are public records of 23 which the Court may, and did take judicial notice. See NRS 47.150; Lemel v. Smith, 64 Nev. 545 (1947) 24 (Judicial Notice takes the place of proof and is of equal force.") "Documents accompanied by a certificate 25 of acknowledgment of a notary public or officer authorized by law to take acknowledgments are 26 presumed to be authentic." NRS 52.165. 27

4. The defendant did not object to the authenticity of any of the exhibits attached to the plaintiff's
 2 motion for summary judgment.

5. Plaintiff's complaint alleges three claims for relief against defendant Nationstar Mortgage,
declaratory relief, injunctive relief, and quiet title. Summary judgment in favor of the plaintiff on all of
plaintiff's claims for relief are appropriate.

6 6. The HOA foreclosure sale complied with all requirements of law, including but not limited
7 to, recording and mailing of copies of Notice of Delinquent Assessment and Notice of Default, and the
8 recording, posting and publication of the Notice of Sale.

7. Nationstar's first argument is that Nevada has mandated and/or encouraged the creation of 9 HOAs to such an extent as to constitute state action. D. Supp. at 4-8. As an initial matter, it should be 10 noted that this argument mischaracterizes Nevada law with regard to the establishment of HOAs. Nevada 11 law merely requires that if a municipality approves the development of a planned unit development which 12 contains any land set aside as common open space<sup>1</sup> within that development, then the development must 13 be governed by a HOA. NRS 278A.130. Nothing in the Nevada statutes makes a blanket requirement that 14 HOAs be established state-wide. The State is also not involved in the operation of those HOAs, which 15 may provide more of a footing to argue state action. 16

8. Nationstar further argues that the State receives an identifiable benefit from the creation of 17HOAs in the form of "significant government cost saving [from placing the burden of streets and the like 18 on the HOAs]." Mot. at 6-7. The legislative history cited by Nationstar belies this point though, as that 19 indicates that the State was concerned about HOAs shifting their maintenance costs to the State after the 20 HOAs had been given the right to operate by the State. Furthermore, even if this cost saving benefit could 21 constitute state action, it is not the cause of Nationstar's alleged injury and Nationstar would lack standing 22 in that regard. Constitutional standing requires, inter alia, "a causal connection between the injury and 23 the conduct complained of." Lujan v. Defenders of Wildlife, 504 U.S. 555, 560-61 (1992). Here, 24 25

- 27
- 28

Nationstar complains of the State's shifting the cost burden of street maintenance, but this shifting did
 not result in the loss of its first deed of trust. Hence, Nationstar's first argument should be rejected.

9. Nationstar next argues that the State is intimately intertwined with HOA foreclosures because
it created the super-priority lien right, unknown at common law, and that this is sufficient state action.
D. Supp. at 8-9. On this point, Nationstar cites to <u>Culbertson v. Leland</u>, 528 F.2d 426 (9th Cir. 1975).
Nationstar argues that the Ninth Circuit found sufficient state action in Arizona's enactment of a statute
giving hotel operators the right to a lien on evicted patrons' property because it was a right unknown at
common law. D. Supp. at 8. However, *Culbertson* is distinguishable from this case.

9 10. Culbertson's holding was clearly couched in the fact that hotel operators had no lien at common law on their patrons' belongings and that Arizona's granting that right constituted a right granted 1011 by the State. 528 F.2d at 429-431. Nationstar's reliance on Culbertson fails to acknowledge Culbertson's detailed discussion beginning at page 429, as well as the fact that "the distinction between the sources 12 of...the Nevada powers of sale does not compel, or strongly support, a holding that the latter constitutes 13 state action." Charmicor v. Deaner, 572 F.2d 694, 696 (9th Cir. 1978). Therefore, the fact that Nevada's 14 HOA lien is statutorily created has no real bearing on whether the enactment of that statute constitutes 15 16 state action.

17 11. Nationstar also presents a second argument as to why Nevada is intimately intertwined with
HOA foreclosures - that the State is "overtly involved in every aspect of the HOA super priority lien
foreclosure, except foreclosing on the property itself." *Id.* at 9:2-3. However, the sale provided for in NRS
20 116 is *nonjudicial* and the state "has not compelled the sale of a [debtor's property and thereby the
extinguishment of a first priority deed of trust], but has merely announced the circumstances under which
its courts will not interfere with a private sale." <u>Flagg Bros., Inc. v. Brooks</u>, 436 U.S. 149, 166 (1978).

12. Nationstar next argues that NRS 116 is intended to force first priority deed of trust holders
to pay HOA liens without providing a clear and certain remedy for a refund of any amount they overpay.
D. Supp. at 14-15. The cases it cites in support, however, both involved overpayments made to a state
agency. See <u>Garcia-Rubiera v. Fortuño</u>, 665 F.3d 261 (1st Cir. 2011) (concerning duplicate payments to
the Puerto Rico's state-run compulsory insurance agency); <u>McKesson Corp. v. Div. of Alcoholic</u>

Beverages & Tobacco, 496 U.S. 18 (1989) (concerning tax payments). There is no similar situation here.
 Moreover, contrary to Nationstar's position, the Nevada Supreme Court in *SFR* made no indication that
 the legislature *intended* first priority deed of trust holders to pay off HOA liens – it merely recognized
 that those holders may protect their interests by paying off the HOA lien. Based on the foregoing, the state
 need not provide a clear and certain remedy where there is no clear and direct state action in the first
 place.

7 13. Nationstar also presents further argument as to the commercial unreasonableness of the sale. Nationstar argues that the low sales price, in comparison to the fair market value of the Property, compels 8 close scrutiny of the sale. D. Supp. at 16. While this may be the case, Nationstar would still have an 9 obligation to show fraud, unfairness, or oppression to set aside the sale. See Shadow Wood 10 Homeownwers Association v. New York Community Bank, 132 Nev. Ad. Op. 5 (2016) and Long v. 11 Towne, 98 Nev. 11, 639 P.2d 528 (1982). Although Nationstar sets forth a plethora of allegations on page 12 seventeen of its supplement, it provides no substantiated proof sufficient to carry its burden on a motion 13 14 for summary judgment. 14. NRS Chapter 116 provides a conclusive presumption as to the validity of an HOA lien 15 foreclosure sale, absent grounds for equitable relief. NRS 116.31166, provides: 16 17 Foreclosure of liens: Effect of recitals in deed; purchaser not 18 responsible for proper application of purchase money; title vested in purchaser without equity or right of redemption.

The recitals in a deed made pursuant to NRS 116.31164 of:

 (a) Default, the mailing of the notice of delinquent assessment, and the recording of the notice of default and election to sell;
 (b) The elapsing of the 90 days; and
 (c) The giving of notice of sale,
 are conclusive proof of the matters recited.

15. In addition to the foreclosure deed, the plaintiff also submitted proofs of mailing of the
notices of default and the notice of sale.

25 16. Any conclusion of law which should be a finding of fact shall be considered as such.
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1	ORDER and JUDGMENT
2	IT IS HEREBY ORDERED, ADJUDGED AND DECREED that plaintiff Saticoy Bay LLC
3	Series 2227 Shadow Canyon counter motion for summary judgment is granted.
4	IT IS FURTHER ORDERED that defendant's Nationstar's motion for summary judgment is
5	denied.
6	IT IS FURTHER ORDERED that judgment is entered on behalf of plaintiff Saticoy Bay LLC
7	Series 2227 Shadow Canyon and against defendant Nationstar.
8	IT IS FURTHER ORDERED that title to the real property commonly known as 2227 Shadow
9	Canyon, Las Vegas, Nevada and legally described as:
10 11 12 13	All that certain real property situated in the County of Clark, State of Nevada, described as follows: Lot Two (2) in Block One (1) of FINAL MAP OF SUN CITY ANTHEM UNIT NO. 31 as shown by map thereof on file in Book 122 of Plats, Page 29 and amended by that certain CERTIFICATE OF AMENDMENT recorded June 29, 2005 in Book 20050629 as Instrument No. 0003382 in the Office of the County Recorder of Clark County, Nevada
13 14 15	APN 190-17-310-002 is hereby quieted in the name of Saticoy Bay LLC Series 2227 Shadow Canyon.
16	IT IS FURTHER ORDERED that as a result of the foreclosure sale conducted on January 2, 2014
17	and the foreclosure deed recorded on February 3, 2014 as instrument number 201402030002095, the
18	interests of defendant Nationstar as well as it's heirs or assigns in the property commonly known as 2227
	Shadow Canyon, Las Vegas, Nevada are extinguished.
20	IT IS FURTHER ORDERED that defendants, as well as their heirs and assigns have no further
21	right, title or claim to the real property commonly known as 2227 Shadow Canyon, Las Vegas, Nevada
22	resulting from the deed of trust recorded as instrument number 20060207-0002596.
23	IT IS FURTHER ORDERED that defendants, as well as their heirs and assigns, or anyone acting
24	on their behalf are forever enjoined from asserting any estate, right, title or interest in the real property
25	commonly known as 2227 Shadow Canyon, Las Vegas, Nevada as a result of the deed of trust recorded
26	as instrument number 20060207-0002596.
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r,

IT IS FURTHER ORDERED that defendants, as well as their heirs and assigns or anyone acting 1 on their behalf are forever barred from enforcing any rights against the real property commonly known 2 3 as 2227 Shadow Canyon, Las Vegas, Nevada as a result of the deed of trust recorded as instrument number 20060207-0002596. 4 April DATED this 3 + day of March, 2016 5 6 7 8 DISTRICT/CO URT JUDGE 9 Respectfully submitted by: 10LAW OFFICES OF MICHAEL F. BOHN, ESQ., LTD. 11 12 13 By; MICHAEL F. BOHN, ESQ. 376 East Warm Springs Road, Ste. 140 Las Vegas, Nevada 89119 14 15 Attorney for plaintiff 16 Reviewed by: 17 AKERMAN LLP 18 19 By: Ariel E. Stern, Esq. 20 1160 Town Center Drive, Ste. 330 Las Vegas, NV 89144 21 Attorneys for defendant Nationstar 22 23 24 25 26 27 28 8

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1	NJUD	Alun & Comm		
2	MICHAEL F. BOHN, ESQ. Nevada Bar No.: 1641	CLERK OF THE COURT		
3	mbohn@bohnlawfirm.com LAW OFFICES OF			
4	MICHAEL F. BOHN, ESQ., LTD. 376 East Warm Springs Road, Ste. 140 Las Vegas, Nevada 89119			
5	Las Vegas, Nevada 89119 (702) 642-3113/ (702) 642-9766 FAX			
6	Attorney for plaintiff			
7	DISTRICT COU	JRT		
8	CLARK COUNTY N	EVADA		
9	SATICOY BAY LLC SERIES 2227 SHADOW	CASE NO.: A702938		
10	CANYON,	DEPT NO.: XIV		
11	Plaintiff,			
12	VS.			
13	NATIONSTAR MORTGAGE LLC.; PATERNO C. JURANI, ESQ.; and REPUBLIC SILVER STATE			
14	DISPOSAL, DBA REPUBLIC SERVICES,			
15	Defendants.			
16	NOTICE OF ENTRY OF JUDGMENT			
17	TO: Parties above-named; and			
18	TO: Their Attorney of Record			
19				
20	CONCLUSIONS OF LAW, AND JUDGMENT has bee	en entered on the 7th day of April, 2016, in the		
21 22	above captioned matter, a copy of which is attached heret	0.		
22	Dated this 8th day of April, 2016.			
24		OFFICES OF		
25	MICI	HAEL F. BOHN, ESQ., LTD.		
26	By: /s	s/ /Michael F. Bohn, Esq./_		
27	N	1ICHAEL F. BOHN, ESQ. 76 E. Warm Springs Rd., Ste. 140		
28	L	as Vegas, NV 89119 Attorney for plaintiff		
		control for plantalit		
	1			

1	CERTIFICATE OF SERVICE		
2	Pursuant to NRCP 5, NEFCR 9 and EDCR 8.05, I hereby certify that I am an employee of LAW		
3	OFFICES OF MICHAEL F. BOHN., ESQ., and on the <u>8th</u> day of April, 2016, an electronic copy of		
4	the NOTICE OF ENTRY OF JUDGMENT was served on opposing counsel via the Court's electronic		
5	service system to the following counsel of record:		
6			
7 8 9 10	Ariel E. Stern, Esq. AKERMAN LLP 1160 Town Center Drive, Ste. 330 Las Vegas, NV 89144 Attorneys for defendant Nationstar		
11			
12			
13	By: /s/ /Marc Sameroff /		
14	By: <u>/s/ /Marc Sameroff /</u> An Employee of the LAW OFFICES OF MICHAEL F. BOHN, ESQ.		
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	FFCL MICHAEL F. BOHN, ESQ.	1 . 10		
	Nevada Bar No.: 1641 <u>mbohn@bohnlawfirm.com</u>	Alun & Elim		
3	LAW OFFICES OF CLERK OF THE COURT MICHAEL F. BOHN, ESQ., LTD.			
	376 East Warm Springs Road, Ste. 140 Las Vegas, Nevada 89119			
	(702) 642-3113/ (702) 642-9766 FAX			
	Attorney for plaintiff			
7	DISTRICT	COURT		
8	CLARK COUN	TY, NEVADA		
9 10	SATICOY BAY LLC SERIES 2227 SHADOW	CASE NO.: A702938		
10	CANYON,	DEPT NO.: XIV		
$11 \\ 12$	Plaintiff,	Date of hearing: January 14, 2016		
12	vs.	Time of hearing: 9:00 a.m.		
13	NATIONSTAR MORTGAGE LLC.; PATERNO C. JURANI, ESQ.; and REPUBLIC			
15	SILVER STATE DISPOSAL, DBA REPUBLIC SERVICES,			
16	Defendants.			
17	FINDINGS OF FACT, CONCLUSI	ONS OF LAW. AND HIDGMENT		
18				
19	The motion of defendant Nationstar Mortgage, LLC ("Nationstar)for summary judgment, and countermotion of plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon ("Plaintiff") having come			
	before the court on the 14 <sup>th</sup> day of January, 201			
~ -	plaintiff Saticoy Bay LLC Series 2227 Shadow Canyon ("Plaintiff"), Ariel E. Stern, Esq., appearing on			
	behalf of Bank of America and Reconstruct Company, N.A., and the court, having reviewed the motions			
001	and the oppositions and having heard the arguments of counsel, makes it's findings of fact, conclusion			
~ ·	of law and judgment as follows.			
25	FINDINGS OF FACT			
26	1. Plaintiff is the owner of the real property commonly known as 2227 Shadow Canyon,			
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1 Henderson, Nevada ("the Property").

2 2. Plaintiff obtained title to the Property at foreclosure sale conducted on January 2, 2014 as evidenced by foreclosure deed recorded February 3, 2014. 3

3. The foreclosure deed arose from a delinquency in assessments due from the former owner, 4 Patricia E. Evans, to the Sun City Anthem Community Association ("the HOA"), pursuant to NRS 5 6 Chapter 116.

4. Defendant Nationstar Mortgage LLC ("Nationstar") is the beneficiary of a deed of trust that  $\overline{7}$ was recorded as an encumbrance on the Property on February 7, 2006. 8

5. The foreclosure agent recorded a notice of default on June 24, 2010. The foreclosure agent 9 then mailed a copy of the notice of default to Pulte Mortgage LLC on June 30, 2010. Pulte Mortgage 10 is the predecessor in interest to defendant Nationstar's predecessor in interest, 11

6. The foreclosure agent recorded a notice of sale on November 26, 2013. The foreclosure agent 12 then mailed a copy of the notice of sale to Pulte Mortgage LLC and defendant Nationstar on November 13 26, 2013. 14

7. Additionally, the foreclosure agent posted the notice of sale at three separate public locations 15 and published the notice of sale in Nevada Legal News. 16

8. Defendant Nationstar and its predecessor in interest, Pulte Mortgage LLC, were on actual 17

notice of the HOA foreclosure sale and failed to take any action to protect their interests in the Property. 18

9. The HOA foreclosure agent issued a deed upon sale which was recorded on February 3, 2014.

Default occurred as set forth in a Notice of Default and Election to Sell, recorded on 20 06/24/2010 as instrument number 0002131 Book 20100624 which was recorded in the office of the recorder of said county. Red Rock Financial Services has complied with all requirements of law including, but not limited to, the elapsing of 90 days, mailing of copies of Lien for Delinquent Assessments and Notice of Default and the posting and 22 publication of the Notice of Sale.

- 10. Any findings of fact which should be considered to be a conclusion of law shall be treated 24 25 as such.
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- **CONCLUSIONS OF LAW**
- 1. Summary judgment is appropriate when "the pleadings, depositions, answers to interrogatories,
  - 2

and admissions on file, together with the affidavits, if any, show that there is no genuine issue as to any
material fact and that the moving party is entitled to a judgment as a matter of law." NRCP 56. "The
party moving for summary judgment bears the initial burden of production to show the absence of a
genuine issue of material fact." <u>Cuzze v. U. and Community College System of Nevada</u>, 123 Nev. 598,
602, 172 P.3d 131, 134 (2007). Where the moving party will carry the burden of persuasion on those
issues at trial, it "must present evidence that would entitle it to a judgment as a matter of law in the
absence of contrary evidence." *Id.*

2. If the initial burden is carried, "the party opposing summary judgment assumes a burden of 8 production to show the existence of a genuine issue of material fact." Id. The opposing party must 9 "transcend the pleadings and, by affidavit or other admissible evidence, introduce specific facts that show 10a genuine issue of material fact." Id. The opposing party is "not entitled to build a case on the gossamer 11 threads of whimsy, speculation, and conjecture." Wood v. Safeway, Inc., 121 Nev. 724, 731, 121 P.3d 12 1026, 1031 (2005) (citations and quotations omitted). If the opposing party fails to carry its burden, 13 summary judgment will be entered against it if the moving party is also entitled to judgment as a matter 14 of law. See NRCP 56(c). Since both parties have moved for summary judgment, and attach many of the 15 same real property records to their respective motions, the only issue for the Court to resolve is which 16 party is entitled to judgment as a matter of law. Based on the Court's prior tentative, this issue reduces 17 to whether there is sufficient state action under the facts of this case to find Nevada's HOA lien statutes 18 19 unconstitutional.

3. When ruling on a motion for summary judgment, the court may take judicial notice of the 20 public records attached to the motion. See Anderson v. County of Nassau, 297 F. Supp 2d 540, 544-45 21 (E.D.N.Y. 2004); In Re Bayside Prison Litig., 190 F. Supp 2d 755, 760 (D. N.J. 2002). The recorded 22 documents attached to the plaintiffs motion are referenced in the complaint and/or are public records of 23 which the Court may, and did take judicial notice. See NRS 47.150; Lemel v. Smith, 64 Nev. 545 (1947) 24 (Judicial Notice takes the place of proof and is of equal force.") "Documents accompanied by a certificate 25 of acknowledgment of a notary public or officer authorized by law to take acknowledgments are 26 presumed to be authentic." NRS 52.165. 27

4. The defendant did not object to the authenticity of any of the exhibits attached to the plaintiff's
 2 motion for summary judgment.

5. Plaintiff's complaint alleges three claims for relief against defendant Nationstar Mortgage,
declaratory relief, injunctive relief, and quiet title. Summary judgment in favor of the plaintiff on all of
plaintiff's claims for relief are appropriate.

6 6. The HOA foreclosure sale complied with all requirements of law, including but not limited
7 to, recording and mailing of copies of Notice of Delinquent Assessment and Notice of Default, and the
8 recording, posting and publication of the Notice of Sale.

7. Nationstar's first argument is that Nevada has mandated and/or encouraged the creation of 9 HOAs to such an extent as to constitute state action. D. Supp. at 4-8. As an initial matter, it should be 10 noted that this argument mischaracterizes Nevada law with regard to the establishment of HOAs. Nevada 11 law merely requires that if a municipality approves the development of a planned unit development which 12 contains any land set aside as common open space<sup>1</sup> within that development, then the development must 13 be governed by a HOA. NRS 278A.130. Nothing in the Nevada statutes makes a blanket requirement that 14 HOAs be established state-wide. The State is also not involved in the operation of those HOAs, which 15 may provide more of a footing to argue state action. 16

8. Nationstar further argues that the State receives an identifiable benefit from the creation of 17 HOAs in the form of "significant government cost saving [from placing the burden of streets and the like 18 on the HOAs]." Mot. at 6-7. The legislative history cited by Nationstar belies this point though, as that 19 indicates that the State was concerned about HOAs shifting their maintenance costs to the State after the 20 HOAs had been given the right to operate by the State. Furthermore, even if this cost saving benefit could 21 constitute state action, it is not the cause of Nationstar's alleged injury and Nationstar would lack standing 22 in that regard. Constitutional standing requires, inter alia, "a causal connection between the injury and 23 the conduct complained of." Lujan v. Defenders of Wildlife. 504 U.S. 555, 560-61 (1992). Here, 24 25

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Nationstar complains of the State's shifting the cost burden of street maintenance, but this shifting did
 not result in the loss of its first deed of trust. Hence, Nationstar's first argument should be rejected.

9. Nationstar next argues that the State is intimately intertwined with HOA foreclosures because
it created the super-priority lien right, unknown at common law, and that this is sufficient state action.
D. Supp. at 8-9. On this point, Nationstar cites to <u>Culbertson v. Leland</u>, 528 F.2d 426 (9th Cir. 1975).
Nationstar argues that the Ninth Circuit found sufficient state action in Arizona's enactment of a statute
giving hotel operators the right to a lien on evicted patrons' property because it was a right unknown at
common law. D. Supp. at 8. However, *Culbertson* is distinguishable from this case.

9 10. Culbertson's holding was clearly couched in the fact that hotel operators had no lien at common law on their patrons' belongings and that Arizona's granting that right constituted a right granted 10 by the State. 528 F.2d at 429-431. Nationstar's reliance on Culbertson fails to acknowledge Culbertson's 11 detailed discussion beginning at page 429, as well as the fact that "the distinction between the sources 12 of...the Nevada powers of sale does not compel, or strongly support, a holding that the latter constitutes 13 state action." Charmicor v. Deaner, 572 F.2d 694, 696 (9th Cir. 1978). Therefore, the fact that Nevada's 14 HOA lien is statutorily created has no real bearing on whether the enactment of that statute constitutes 15 16 state action.

17 11. Nationstar also presents a second argument as to why Nevada is intimately intertwined with
HOA foreclosures – that the State is "overtly involved in every aspect of the HOA super priority lien
foreclosure, except foreclosing on the property itself." *Id.* at 9:2-3. However, the sale provided for in NRS
116 is *nonjudicial* and the state "has not compelled the sale of a [debtor's property and thereby the
extinguishment of a first priority deed of trust], but has merely announced the circumstances under which
its courts will not interfere with a private sale." Flagg Bros., Inc. v. Brooks, 436 U.S. 149, 166 (1978).

12. Nationstar next argues that NRS 116 is intended to force first priority deed of trust holders
to pay HOA liens without providing a clear and certain remedy for a refund of any amount they overpay.
D. Supp. at 14-15. The cases it cites in support, however, both involved overpayments made to a state
agency. See <u>Garcia-Rubiera v. Fortuño</u>, 665 F.3d 261 (1st Cir. 2011) (concerning duplicate payments to
the Puerto Rico's state-run compulsory insurance agency); <u>McKesson Corp. v. Div. of Alcoholic</u>

Beverages & Tobacco, 496 U.S. 18 (1989) (concerning tax payments). There is no similar situation here.
 Moreover, contrary to Nationstar's position, the Nevada Supreme Court in *SFR* made no indication that
 the legislature *intended* first priority deed of trust holders to pay off HOA liens – it merely recognized
 that those holders may protect their interests by paying off the HOA lien. Based on the foregoing, the state
 need not provide a clear and certain remedy where there is no clear and direct state action in the first
 place.

13. Nationstar also presents further argument as to the commercial unreasonableness of the sale. 7 Nationstar argues that the low sales price, in comparison to the fair market value of the Property, compels 8 close scrutiny of the sale. D. Supp. at 16. While this may be the case, Nationstar would still have an 9 obligation to show fraud, unfairness, or oppression to set aside the sale. See Shadow Wood 10Homeownwers Association v. New York Community Bank, 132 Nev. Ad. Op. 5 (2016) and Long v. 11 Towne, 98 Nev. 11, 639 P.2d 528 (1982). Although Nationstar sets forth a plethora of allegations on page 12 seventeen of its supplement, it provides no substantiated proof sufficient to carry its burden on a motion 13 14 for summary judgment. 14. NRS Chapter 116 provides a conclusive presumption as to the validity of an HOA lien 15 foreclosure sale, absent grounds for equitable relief. NRS 116.31166, provides: 16 17 Foreclosure of liens: Effect of recitals in deed; purchaser not 18 responsible for proper application of purchase money; title vested in purchaser without equity or right of redemption. 19 1. The recitals in a deed made pursuant to NRS 116.31164 of: 20(a) Default, the mailing of the notice of delinquent assessment, and the

recording of the notice of default and election to sell;

- (b) The elapsing of the 90 days; and
- (c) The giving of notice of sale,
- are conclusive proof of the matters recited.

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15. In addition to the foreclosure deed, the plaintiff also submitted proofs of mailing of the
notices of default and the notice of sale.

16. Any conclusion of law which should be a finding of fact shall be considered as such.
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1	ORDER and JUDGMENT
2	IT IS HEREBY ORDERED, ADJUDGED AND DECREED that plaintiff Saticoy Bay LLC
3	Series 2227 Shadow Canyon counter motion for summary judgment is granted.
4	IT IS FURTHER ORDERED that defendant's Nationstar's motion for summary judgment is
5	denied.
6	IT IS FURTHER ORDERED that judgment is entered on behalf of plaintiff Saticoy Bay LLC
7	Series 2227 Shadow Canyon and against defendant Nationstar.
8	IT IS FURTHER ORDERED that title to the real property commonly known as 2227 Shadow
9	Canyon, Las Vegas, Nevada and legally described as:
10 11 12	All that certain real property situated in the County of Clark, State of Nevada, described as follows: Lot Two (2) in Block One (1) of FINAL MAP OF SUN CITY ANTHEM UNIT NO. 31 as shown by map thereof on file in Book 122 of Plats, Page 29 and amended by that certain CERTIFICATE OF AMENDMENT recorded June 29, 2005 in Book 20050629 as Instrument No. 0003382 in the Office of the County Recorder of Clark County, Nevada
13 14 15	APN 190-17-310-002 is hereby quieted in the name of Saticoy Bay LLC Series 2227 Shadow Canyon. IT IS FURTHER ORDERED that as a result of the foreclosure sale conducted on January 2, 2014
16 17	and the foreclosure deed recorded on February 3, 2014 as instrument number 201402030002095, the
18 19	interests of defendant Nationstar as well as it's heirs or assigns in the property commonly known as 2227 Shadow Canyon, Las Vegas, Nevada are extinguished.
20 21 22 23 24 25 26 27	IT IS FURTHER ORDERED that defendants, as well as their heirs and assigns have no further right, title or claim to the real property commonly known as 2227 Shadow Canyon, Las Vegas, Nevada resulting from the deed of trust recorded as instrument number 20060207-0002596. IT IS FURTHER ORDERED that defendants, as well as their heirs and assigns, or anyone acting on their behalf are forever enjoined from asserting any estate, right, title or interest in the real property commonly known as 2227 Shadow Canyon, Las Vegas, Nevada as a result of the deed of trust recorded as instrument number 20060207-0002596. ///
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IT IS FURTHER ORDERED that defendants, as well as their heirs and assigns or anyone acting 1 on their behalf are forever barred from enforcing any rights against the real property commonly known 2 3 as 2227 Shadow Canyon, Las Vegas, Nevada as a result of the deed of trust recorded as instrument 4 number 20060207-0002596. April DATED this <u>3</u> day of <u>March</u>, 2016 5 6 7 8 DISTRICT/COURT JUDGE 9 Respectfully submitted by: 10 LAW OFFICES OF MICHAEL F. BOHN, ESQ., LTD. 11 12 13 By; MICHAEL F. BOHN, ESQ. 376 East Warm Springs Road, Ste. 140 Las Vegas, Nevada 89119 14 15 Attorney for plaintiff 16 Reviewed by: 17 AKERMAN LLP 18 19 By: Ariel E. Stern, Esq. 20 1160 Town Center Drive, Ste. 330 Las Vegas, NV 89144 21 Attorneys for defendant Nationstar 22 23 24 25 26 2728 8

Title to Property		COURT MINUTES	October 01, 2015
A-14-702938-C Saticoy Bay LLC Series 2227 Shadow Canyon, Plaintiff(s) vs. Nationstar Mortgage LLC, Defendant(s)			
October 01, 2015	10:00 AM	Calendar Call	
HEARD BY: Ells	sworth, Carolyn	COURTROOM: RJC Co	urtroom 16D
COURT CLERK: Denise Trujillo			
RECORDER: Debbie Winn			
REPORTER:			
PARTIES PRESENT: E	30hn, Michael F	Attorney	
JOURNAL ENTRIES			

- CALENDAR CALL

Mr. Bohn advised matter wasn't settled, but he is unsure why counsel is not present. Further, requested trial date be vacated and set on next available stack. COURT ORDERED, trial date VACATED and RESET, Court's JEA will send out amended order.

3/3/16 10 AM CALENDAR CALL

3/15/16 1:30 PM JURY TRIAL

Title to Property		COURT MINUTES	October 22, 2015
A-14-702938-C Saticoy Bay LLC Series 2227 Shadow Canyon, Plaintiff(s) vs. Nationstar Mortgage LLC, Defendant(s)			Plaintiff(s)
October 22, 2015	5 9:00 AM	All Pending Motions	
HEARD BY: E	llsworth, Carolyn	COURTROOM:	RJC Courtroom 16D
COURT CLERK: Shelley Boyle			
RECORDER: Lara Corcoran			
REPORTER:			
PARTIES PRESENT:	Bohn, Michael F Shevorski, Steven Stern, Ariel E.	G. Attorney Attorney Attorney	

# JOURNAL ENTRIES

## - DEFENDANT NATIONSTAR MORTGAGE, LLC'S MOTION FOR SUMMARY OF JUDGMENT...OPPOSITION TO PLAINTIFF'S MOTION FOR SUMMARY JUDGMENT AND COUNTERMOTION FOR SUMMARY JUDGMENT

Court noted as stated in its tentative ruling, it is inclined to deny Deft. Nationstar Mortgages Motion for Summary Judgment, and grant the Pltf's Counter Motion for Summary Judgment. Mr. Schmidt argued the sale of the property in this instance is 20% below the fair market barrier; he provided expert testimony in relation to that and believes it should be dispositive. Mr. Schmidt added there was no cry out from the auctioneer telling the bidders what they are buy regarding the Deed; the Trustee withheld material information from the bidders which attributed to the low sale price. Following additional argument by Mr. Schmidt, the Court noted it may be better to allow additional briefing on the matter. Mr. Bohn made no objection. Following discussions on scheduling, COURT ORDERED, Matters CONTINUED.

CONTINUED TO: 12/17/15 9:00 A.M.

Title to Property	r	COURT MINUTES	January 14, 2016
A-14-702938-C	-14-702938-C Saticoy Bay LLC Series 2227 Shadow Canyon, Plaintiff(s) vs. Nationstar Mortgage LLC, Defendant(s)		
January 14, 2016	9:00 AM	All Pending Motions	
HEARD BY: E	llsworth, Carolyn	COURTROOM:	RJC Courtroom 16D
COURT CLERK: Denise Trujillo			
RECORDER: Lara Corcoran			
REPORTER:			
PARTIES PRESENT:	Bohn, Michael F Stern, Ariel E.	Attorney Attorney	

# JOURNAL ENTRIES

# - DEFT'S NATIONSTAR MORTGAGE, LLC'S MTN FOR SUMMARY JUDGMENT...PLTF'S COUNTER-MOTION FOR SUMMARY JUDGMENT

Prior to hearing counsel provided with tentative ruling regarding the narrow issue counsel filed supplemental brief's on, as follows: Pltf. Saticoy Bay LLC Series 2227 Shadow Canyon (Pltf.) was transferred the real property located at 2227 Shadow Canyon Drive, Henderson, Nevada 89044 (the Property). The Property is subject to the covenants, codes, and restrictions of Shadow Canyon Homeowners Association (the HOA). Deft. Nationstar Mortgage, LLC (Nationstar) is the holder of a first priority deed of trust on the Property. The homeowner of the Property fell behind in both mortgage payments and assessments due to the HOA. The HOA recorded its HOA lien on the Property on April 16, 2010. It then recorded a Notice of Default and Election to Sell on June 24, 2010. The Property was then sold on November 26, 2013 to Pltf. for \$35,000.00. Pltf. instituted this action on June 24, 2014, seeking to quiet title to the Property against Nationstar, the former property owner, and Republic Services, a lienholder. Nationstar filed an Answer on July 21, 2014. Nationstar moved for summary judgment, and Pltf. counter-moved for summary judgment. At the hearing held October 22, 2015, the Court granted the parties supplemental briefing on one discrete issue: whether there is sufficient state action in a HOA foreclosure sale to challenge the constitutionality of Nevada s

HOA lien statutes.

II. DISCUSSION

A. Legal Standards and Applicable Statutes

Summary judgment is appropriate when the pleadings, depositions, answers to interrogatories, and admissions on file, together with the affidavits, if any, show that there is no genuine issue as to any material fact and that the moving party is entitled to a judgment as a matter of law. NRCP 56. The party moving for summary judgment bears the initial burden of production to show the absence of a genuine issue of material fact. Cuzze v. U. and Community College System of Nevada, 123 Nev. 598, 602, 172 P.3d 131, 134 (2007). Where the moving party will carry the burden of persuasion on those issues at trial, it must present evidence that would entitle it to a judgment as a matter of law in the absence of contrary evidence. Id. If the initial burden is carried, the party opposing summary judgment assumes a burden of production to show the existence of a genuine issue of material fact. Id. The opposing party must transcend the pleadings and, by affidavit or other admissible evidence, introduce specific facts that show a genuine issue of material fact. Id. The opposing party is not entitled to build a case on the gossamer threads of whimsy, speculation, and conjecture. Wood v. Safeway, Inc., 121 Nev. 724, 731, 121 P.3d 1026, 1031 (2005) (citations and quotations omitted). If the opposing party fails to carry its burden, summary judgment will be entered against it if the moving party is also entitled to judgment as a matter of law. See NRCP 56(c). Since both parties have moved for summary judgment, and attach many of the same real property records to their respective motions, the only issue for the Court to resolve is which party is entitled to judgment as a matter of law. Based on the Court s prior tentative, this issue reduces to whether there is sufficient state action under the facts of this case to find Nevada s HOA lien statutes unconstitutional. **B.** Analysis

Nationstar sets forth a slew of arguments as to why there is sufficient state action here. Each will be addressed in turn, with a concluding analysis on the issue of commercial reasonableness.

1. Whether Nevada's mandate or encouragement of the creation of HOA's is sufficient state action Nationstars first argument is that Nevada has mandated and/or encouraged the creation of HOAs to such an extent as to constitute state action. D. Supp. at 4-8. As an initial matter, it should be noted that this argument mischaracterizes Nevada law with regard to the establishment of HOA s. Nevada law merely requires that if a municipality approves the development of a planned unit development which contains any land set aside as common open space within that development, then the development must be governed by a HOA. NRS 278A.130. Nothing in the Nevada statutes makes a blanket requirement that HOA s be established state-wide. The State is also not involved in the operation of those HOAs, which may provide more of a footing to argue state action. Nationstar further argues that the State receives an identifiable benefit from the creation of HOA s in the form of significant government cost saving [from placing the burden of streets and the like on the HOA s]. Mot. at 6-7. The legislative history cited by Nationstar belies this point though, as that indicates that the State was concerned about HOA s shifting their maintenance costs to the State after the HOA s had been given the right to operate by the State. Furthermore, even if this cost saving benefit could constitute state action, it is not the cause of Nationstar s alleged injury and Nationstar would lack standing in that regard. Constitutional standing requires, inter alia, a causal connection between the injury and the conduct complained of. Lujan v. Defenders of Wildlife, 504 U.S. 555, 560-61 (1992). Here, Nationstar complains of the State s shifting the cost burden of street maintenance, but this

#### A-14-702938-C

shifting did not result in the loss of its first deed of trust. Hence, Nationstar s first argument should be rejected.

2. Whether Nevada is sufficiently intertwined with HOA foreclosures to warrant a finding of state action

Nationstar next argues that the State is intimately intertwined with HOA foreclosures because it created the super-priority lien right, unknown at common law, and that this is sufficient state action. D. Supp. at 8-9. On this point, Nationstar cites to Culbertson v. Leland, 528 F.2d 426 (9th Cir. 1975). Nationstar argues that the Ninth Circuit found sufficient state action in Arizona s enactment of a statute giving hotel operators the right to a lien on evicted patrons property because it was a right unknown at common law. D. Supp. at 8. However, Culbertson is distinguishable from this case. Culbertson s holding was clearly couched in the fact that hotel operators had no lien at common law on their patrons belongings and that Arizona's granting that right constituted a right granted by the State. 528 F.2d at 429-431. Nationstar s reliance on Culbertson fails to acknowledge Culbertson s detailed discussion beginning at page 429, as well as the fact that the distinction between the sources of the Nevada powers of sale does not compel, or strongly support, a holding that the latter constitutes state action. Charmicor v. Deaner, 572 F.2d 694, 696 (9th Cir. 1978). Therefore, the fact that Nevada's HOA lien is statutorily created has no real bearing on whether the enactment of that statute constitutes state action. See also, the Court's previous discussion in its prior tentative ruling. Nationstar also presents a second argument as to why Nevada is intimately intertwined with HOA foreclosures that the State is overtly involved in every aspect of the HOA super priority lien foreclosure, except foreclosing on the property itself. Id. at 9:2-3. However, the sale provided for in NRS 116 is non-judicial and the state has not compelled the sale of a [debtor's property and thereby the extinguishment of a first priority deed of trust], but has merely announced the circumstances under which its courts will not interfere with a private sale. Flagg Bros., Inc. v. Brooks, 436 U.S. 149, 166 (1978).

3. Whether the State s lack of providing a clear and certain remedy constitutes state action Nationstar next argues that NRS 116 is intended to force first priority deed of trust holders to pay HOA liens without providing a clear and certain remedy for a refund of any amount they overpay. D. Supp. at 14-15. The cases it cites in support, however, both involved overpayments made to a state agency. See Garcia-Rubiera v. Fortu o, 665 F.3d 261 (1st Cir. 2011) (concerning duplicate payments to the Puerto Rico s state-run compulsory insurance agency); McKesson Corp. v. Div. of Alcoholic Beverages & Tobacco, 496 U.S. 18 (1989) (concerning tax payments). There is no similar situation here. Moreover, contrary to Nationstar s position, the Nevada Supreme Court in SFR made no indication that the legislature intended first priority deed of trust holders to pay off HOA liens it merely recognized that those holders may protect their interests by paying off the HOA lien. Based on the foregoing, the state need not provide a clear and certain remedy where there is no clear and direct state action in the first place.

#### 4. Commercial Unreasonableness of the Sale

Nationstar lastly presents further argument as to the commercial unreasonableness of the sale. Nationstar argues that the low sales price, in comparison to the fair market value of the Property, compels close scrutiny of the sale. D. Supp. at 16. While this may be the case, Nationstar would still have an obligation to show fraud, unfairness, or oppression to set aside the sale. See Long v. Towne, 98 Nev. 11, 639 P.2d 528 (1982). Although Nationstar sets forth a plethora of allegations on page

seventeen of its supplement, it provides no substantiated proof sufficient to carry its burden on a motion for summary judgment. As outlined in the Court's prior tentative ruling, Pltf.'s Countermotion should be granted.

Arguments by counsel. COURT advised the issues are complex, stated findings and ORDERED, Deft's Motion for Summary Judgment is DENIED, and Pltf's Countermotion is GRANTED. Counsel to prepare order.

Title to Property C		COURT MINUTES	March 10, 2016
A-14-702938-C	2938-C Saticoy Bay LLC Series 2227 Shadow Canyon, Plaintiff(s) vs. Nationstar Mortgage LLC, Defendant(s)		
March 10, 2016	9:30 AM	Calendar Call	
HEARD BY: Escobar, Adriana		COURTROOM:	RJC Courtroom 03F
COURT CLERK: Nora Pena			
RECORDER:			
REPORTER:			
	Bohn, Michael F Knepper, Matthew I.	Attorney Attorney	

# JOURNAL ENTRIES

- Mr. Bohn advised summary judgment was previously granted in Plaintiff's favor. He stated he prepared the order and sent it to counsel but he has not received it back and he asked to vacate the trial date and he file a default judgment on the other parties. Mr. Knepper advised he is signing the order now and returned it to Mr. Bohn. Upon Court's inquiry, Mr. Bohn advised the other parties are out of the case. COURT ORDERED, Trial date set for 3/14th VACATED.



EIGHTH JUDICIAL DISTRICT COURT CLERK'S OFFICE NOTICE OF DEFICIENCY ON APPEAL TO NEVADA SUPREME COURT

#### ARIEL E. STERN, ESQ. 1160 TOWN CENTER DR., SUITE 330 LAS VEGAS, NV 89144

DATE: May 10, 2016 CASE: A-14-702938-C

# **RE CASE:** SATICOY BAY LLC SERIES 2227 SHADOW CANYON vs. NATIONSTAR MORTGAGE, LLC

## NOTICE OF APPEAL FILED: May 6, 2016

## YOUR APPEAL <u>HAS</u> BEEN SENT TO THE SUPREME COURT.

## PLEASE NOTE: DOCUMENTS NOT TRANSMITTED HAVE BEEN MARKED:

- Solution Set State S
  - If the \$250 Supreme Court Filing Fee was not submitted along with the original Notice of Appeal, it must be mailed directly to the Supreme Court. The Supreme Court Filing Fee will not be forwarded by this office if submitted after the Notice of Appeal has been filed.
- □ \$24 District Court Filing Fee (Make Check Payable to the District Court)\*\*
- Solo − Cost Bond on Appeal (Make Check Payable to the District Court)\*\*
  - NRAP 7: Bond For Costs On Appeal in Civil Cases
- □ Case Appeal Statement
  - NRAP 3 (a)(1), Form 2
- □ Order
- □ Notice of Entry of Order

#### NEVADA RULES OF APPELLATE PROCEDURE 3 (a) (3) states:

"The district court derk must file appellant's notice of appeal despite perceived deficiencies in the notice, including the failure to pay the district court or Supreme Court filing fee. <u>The district court clerk shall apprise appellant of the deficiencies in</u> <u>writing</u>, and shall transmit the notice of appeal to the Supreme Court in accordance with subdivision (e) of this Rule with a notation to the clerk of the Supreme Court setting forth the deficiencies. Despite any deficiencies in the notice of appeal, the clerk of the Supreme Court shall docket the appeal in accordance with Rule 12."

#### Please refer to Rule 3 for an explanation of any possible deficiencies.

\*\*Per District Court Administrative Order 2012-01, in regards to civil litigants, "...all Orders to Appear in Forma Paupen's expire one year from the date of issuance." You must reapply for in Forma Paupen's status.

# **Certification of Copy**

State of Nevada County of Clark SS:

I, Steven D. Grierson, the Clerk of the Court of the Eighth Judicial District Court, Clark County, State of Nevada, does hereby certify that the foregoing is a true, full and correct copy of the hereinafter stated original document(s):

DEFENDANT NATIONSTAR MORTGAGE LLC'S NOTICE OF APPEAL; DEFENDANT NATIONSTAR MORTGAGE LLC'S CASE APPEAL STATEMENT; DISTRICT COURT DOCKET ENTRIES; CIVIL COVER SHEET; FINDINGS OF FACT, CONCLUSIONS OF LAW, AND JUDGMENT; NOTICE OF ENTRY OF JUDGMENT; DISTRICT COURT MINUTES; NOTICE OF DEFICIENCY

SATICOY BAY LLC SERIES 2227 SHADOW CANYON,

Plaintiff(s),

Case No: A-14-702938-C

Dept No: XIV

vs.

NATIONSTAR MORTGAGE, LLC,

Defendant(s),

now on file and of record in this office.

IN WITNESS THEREOF, I have hereunto Set my hand and Affixed the seal of the Court at my office, Las Vegas, Nevada This 10 day of May 2016. Steven D. Grierson, Clerk of the Court Heather Ungermann, Deputy Clerk