Case No. 71432

In the Supreme Court of Nevada

ELAINE P. WYNN, an individual,

Petitioner,

vs.

THE EIGHTH JUDICIAL DISTRICT COURT of the State of Nevada, in and for the County of Clark, and THE HONORABLE ELIZABETH GONZALEZ, District Judge, Respondent,

and

WYNN RESORTS, LIMITED, a Nevada Corporation,

Real Party in Interest.

Electronically Filed Oct 20 2016 03:31 p.m. Elizabeth A. Brown Clerk of Supreme Court

MOTION TO EXTEND DISTRICT COURT'S STAY PENDING WRIT PETITION

and

RULE 27(e) EMERGENCY MOTION FOR <u>INTERIM EXTENSION OF STAY</u> (Action Required by October 21, 2016)

The district court originally entered a stay of petitioner Elaine P.

Wynn's deposition and an evidentiary hearing on the whistleblower is-

sues presented in this writ petition. On the final day of that stay, how-

ever, the district court declined to extend it. That denial, and its tim-

ing, necessitate two requests: First, under NRAP 8(a)(2)(A)(ii), peti-

tioner Elaine P. Wynn asks this Court to extend the district court's stay through the course of these writ proceedings. An extension of the stay is appropriate under the NRAP 8(c) factors, particularly as denying the stay would defeat the object of this petition.

Second, because the denial of an extension comes on final day of the stay, Ms. Wynn requests under NRAP 27(e) a temporary, interim stay pending consideration of the full stay motion.

BACKGROUND

As set out in the petition, petitioner Elaine P. Wynn requested a protective order to protect her from discovery about her whistleblower activities under the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 and the Sarbanes-Oxley Act of 2002. While the district court denied the relief, it granted a stay of her deposition and of an evidentiary hearing through October 20, 2016 to allow Ms. Wynn to petition this Court for relief. (Ex. A, Order Regarding Elaine P. Wynn's Motion for Protective Order.)

Ms. Wynn asked the district court to extend that stay pending this Court's consideration of the petition (Ex. B, Motion to Extend Stay), but on the expiration date of the stay, the district court orally denied any extension without stating a reason, adding that Ms. Wynn would have to seek any further stay in "Carson City."

MOTION TO EXTEND DISTRICT COURT'S STAY PENDING WRIT PETITION

Extending the stay is the only way to preserve appellate review of the issue in the writ petition and to prevent an irreversible disclosure of privileged whistleblower communications.

This Court has recognized that writ relief may be "necessary to prevent discovery that would cause privileged information to irretrievably lose its confidential nature and thereby render a later appeal ineffective." Aspen Fin. Services v. Eighth Judicial Dist. Court, 128 Nev., Adv. Op. 57, 289 P.3d 201, 204 (2012). Consequently, when a district court overrules a claim of privilege or work-product protection, that order is often stayed pending resolution of a writ petition challenging that order. Mitchell v. Eighth Judicial Dist. Court, 131 Nev., Adv. Op. 21, 359 P.3d 1096, 1099 n.2 (2015), reh'g denied (July 23, 2015); Coyote Springs Inv., LLC v. Eighth Judicial Dist. Court, 131 Nev., Adv. Op. 18, 347 P.3d 267, 270 (2015); L.V. Dev. Assocs. v. Eighth Judicial Dist. Court, 130 Nev., Adv. Op. 37, 325 P.3d 1259, 1262 (2014); Las Vegas Sands v. Eighth Judicial Dist. Court, 130 Nev. Adv., Op. 13, 319 P.3d

618, 620 (2014). And the district court itself recognized the need for a stay, at least initially. As all of the NRAP 8(c) factors continue to favor a stay, the extension of the district court's stay through this Court's resolution of the writ petition is warranted.

1. Denying a Stay would Defeat the Object of the Petition to Determine the Propriety of Disclosure

The first factor is whether denial of a stay defeats the object of the appeal or writ petition. This factor has "added significance," such that a stay is "generally warranted" when this factor is present. *Mikohn Gaming Corp. v. McCrea*, 120 Nev. 248, 252, 89 P.3d 36, 39 (2004) (citing NRAP 8(c)(1)). For example, there was "no[] serious[] dispute" that the object of an interlocutory appeal of an order excluding a confession would be defeated if the trial went forward and the defendant were acquitted, so a stay was necessary. *State v. Robles-Nieves*, 129 Nev. Adv. Op. 55, 306 P.3d 399 (2013).

Here, the entire point of the petition is to *stop* the disclosure of protected whistleblower communications, which only a stay will do. If, because a stay is denied, the protected communications are disclosed, the petition asserting their protected status would become purely academic. No ruling in petitioner's favor would undo the disclosure.

2. Denying a Stay would Force Disclosure of Protected Communications, Causing Irreparable Harm

Similarly, denying a stay of the disclosure order would cause petitioner serious and irreparable harm. See NRAP 8(c)(2). Federal whistleblower protections prohibit "any action to impede an individual from communicating directly with the [SEC] staff about a possible securities law violation." 17 CFR § 240.21F-17; see also Pet. at 53 & n.25 (identifying federal regulations protecting "confidential, anonymous submissions"). And as the petition explains, that prohibition extends to actions that discourage internal reporting because individuals "cannot report wrongdoing to the [SEC] until after they have reported the wrongdoing to their employer." Berman v. Neo@Ogilvy LLC, 801 F.3d 145, 151-52 (2d Cir. 2015); cf. also Lawson v. FMR LLC, ____ U.S. ____, 134 S. Ct. 1158, 1162 (2014) (explaining that Sarbanes-Oxley and Dodd-Frank aimed to dismantle the "corporate code of silence" that discouraged and sought to "quiet" whistleblowers "from reporting fraudulent behavior not only to the proper authorities, such as the FBI and the SEC, but even internally" (emphasis added)). Federal law thus protects Ms. Wynn from revealing her sources and her confidential communications with Wynn Resorts' auditors, Ernst & Young. The disclosure of those

sources and communications, and the muzzle such a disclosure would place on future reports of securities violations, are irretrievable.

This situation is even more serious than in *Mikhon Gaming*, where this Court ordered a stay of an order denying arbitration even though the only harm threatened was increased litigation costs and delay. *Cf. Mikohn Gaming*, 120 Nev. at 253, 89 P.3d at 39.

3. A Stay of the Disclosure Order will Not Harm the Real Party in Interest

By contrast, a stay of the disclosure order will cause no harm to real party in interest Wynn Resorts. *See* NRAP 8(c)(3). If Wynn Resorts is truly entitled to that information, the company will get it upon denial of the writ. There has been no suggestion that the identity of Ms. Wynn's sources or the content of her whistleblower communications are time-sensitive or that a delayed disclosure will cause harm.

4. The Petition has Substantial Merit

In these circumstances, where a writ petition is the only way to prevent disclosure, only a showing that the petition is frivolous will defeat a stay. *See Mikohn Gaming*, 120 Nev. at 253, 89 P.3d at 40 (citing NRAP 8(c)(4)). It is enough that the appeal presents a "substantial case on the merits when a serious legal question is involved." Fritz Hansen A/S v. Eighth Judicial Dist. Court, 116 Nev. 650, 659, 6 P.3d 982, 987 (2000) (quoting Ruiz v. Estelle, 650 F.2d 555, 565 (5th Cir. 1981)); accord Simon Prop. Grp., Inc. v. Taubman Centers, Inc., 262 F. Supp. 2d 794, 798 (E.D. Mich. 2003). For example, in one case the D.C. Circuit hazarded the "tentative conclusion" that the appellant would not succeed, but given the difficulty of the legal issues, the "balance of the equities" favored granting a stay. Wash. Metro. Area Transit Comm'n v. Holiday Tours, Inc., 559 F.2d 841, 844-45 (D.C. Cir. 1977). And this Court granted a stay of arbitration even where "the merits [were] unclear." Mikohn Gaming, 120 Nev. at 254, 89 P.3d at 40.

Here, petitioner has shown that the district court's rulings are likely to be reversed. First, the district court's decision on Dodd-Frank strays from the majority of courts interpreting the statute. The SEC, the very agency charged with regulating Dodd-Frank protections, itself supports Ms. Wynn's position, but the district court failed to give the SEC interpretation any deference. More specifically, while the district court held that Dodd-Frank only protects communications directly to the SEC, the majority of federal courts and the SEC itself reject that in-

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terpretation. *Berman v. Neo@Ogilvy LLC*, 801 F.3d 145, 151-52 (2d Cir. 2015); *Wadler v. Bio-Rad Labs., Inc.*, 141 F. Supp. 3d 1005, 1024 (N.D. Cal. 2015); *Somers v. Digital Realty Trust, Inc.*, 119 F. Supp. 3d 1088, 1108 (N.D. Cal. 2015); *Connolly v. Remkes*, No. 5:14-CV-01344-LHK, 2014 WL 5473144, at *6 (N.D. Cal. Oct. 28, 2014); 76 Fed. Reg. 34300, 34325 (June 13, 2011); Proposed Rules for Implementing the Whistleblower 32 Provisions of Section 21F of the Securities Exchange Act of 1934 ("Proposing Release"), 75 Fed. Reg. 70488, 70488 (Nov. 17, 2010); *see also* 5 App. 1046.

Thus, at the very least, this case presents a "serious legal question." *Fritz Hansen A/S*, 116 Nev. at 659, 6 P.3d at 987. It would be ruinous to whistleblower protections if no stay is granted and Ms. Wynn does not even have the opportunity for this Court to resolve the critical questions presented.

Second, while the district court held that Ms. Wynn was not an "employee" protected under Sarbanes-Oxley (2 App. 362:7–10; Ex. A, Order Regarding Elaine P. Wynn's Motion for Protective Order, at 1), federal authority extends whistleblower protections to individuals, like Ms. Wynn, who as directors perform managerial or supervisory tasks for the company. See De Jesús v. LTT Card Servs., Inc., 474 F.3d 16, 24 (1st Cir. 2007); Smith v. Castaways Family Diner, 453 F.3d 971, 985-86 (7th Cir. 2006); Trainor v. Apollo Metal Specialties, Inc., 318 F.3d 976, 986-87 (10th Cir. 2002); EEOC v. First Catholic Slovak Ladies Ass'n, 694 F.2d 1068, 1070 (6th Cir. 1982). See generally Clackamas Gastroenterology Assocs. P.C. v. Wells, 538 U.S. 440 (2003). The district court's rejection of employee status gave no weight to Ms. Wynn's testimony about her role in day-to-day operations and assistance with minutiae that only an employee would confront. At the very least, a party is entitled to discovery on the issue of employment status. See Foresta v. Centerlight Capital Mgmt., LLC, 379 F. App'x 44, 45 (2d Cir. 2010).

Regardless of whether this Court ultimately adopts these authorities, the issue is important enough to extend the protections of the district court's stay while this Court decides.

RULE 27(e) EMERGENCY MOTION FOR INTERIM EXTENSION OF STAY

Because the protections from disclosing Ms. Wynn's whistleblower communications expire on October 20, 2016, an interim extension of the lower court's stay order is needed to avoid serious and imminent harm.

This motion is properly brought under NRAP 27(e). Petitioner re-

quested and was denied an extension of the stay pending resolution of the writ petition, as NRAP 8(a) and NRAP 27(e)(4) require. Petitioner raised in that motion the grounds asserted here. *See* NRAP 27(e)(4). Without an extension from this Court, petitioner will have to disclose the communications, making both the stay and the underlying petition moot. NRAP 27(e) is thus the appropriate vehicle for this Court to enter a stay in time to avoid disclosure.

CONCLUSION

To avoid an irreversible disclosure and to allow this Court to in-

terpret the whistleblower protections in Dodd-Frank and Sarbanes-

Oxley, this Court should grant the extension.

Dated this 20th day of October, 2016.

LEWIS ROCA ROTHGERBER CHRISTIE LLP

JOHN B. QUINN* MICHAEL T. ZELLER * IAN S. SHELTON * QUINN EMANUEL URQUHART & SULLIVAN LLP 865 South Figueroa Street Los Angeles, CA 90017 213-443-3000 *Admitted Pro Hac Vice By: <u>/s/ Daniel F. Polsenberg</u> DANIEL F. POLSENBERG (SBN 2376) MARLA J. HUDGENS (SBN 11,098) JOEL D. HENRIOD (SBN 8492) ABRAHAM G. SMITH (SBN 13,250) 3993 Howard Hughes Parkway Suite 600 Las Vegas, Nevada 89169 (702) 474-2616

Attorneys for Petitioner

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NRAP 27(E) CERTIFICATE

A. Contact information

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John B. Quinn (pro hac vice) Michael T. Zeller (pro hac vice) Ian S. Shelton (pro hac vice) QUINN EMANUEL URQUHART & SULLIVAN LLP 865 South Figueroa Street Los Angeles, CA (213) 443-3000

Attorneys for real party in interest:

James J. Pisanelli, Esq. Todd L. Bice, Esq. Debra L. Spinelli, Esq. Pisanelli Bice PLLC 400 South 7th Street, Suite 300 Las Vegas, NV 89101

B. Nature of emergency

On September 20, 2016, the district court orally rejected petition-

er's claim of federal privileges under Dodd-Frank and Sarbanes-Oxley,

holding that petitioner could be deposed and have to reveal confidential whistleblower communications and the sources for the information in those communications. (2 App. 362:7–13. *See also* Ex. A, Order Regarding Elaine P. Wynn's Motion for Protective Order.) The district court, however, agreed to vacate Ms. Wynn's deposition and stay its ruling through October 20. (Ex. A.)

Petitioner filed a petition for extraordinary relief from that order on October 5, which was docketed the next day.

On October 20, the district court orally denied petitioner's motion to extend a stay, which had been in place through that date to protect petitioner from being deposed and having to reveal confidential whistleblower communications and the sources for the information in those communications.

Without an immediate extension of the stay from this Court, petitioner will be required, under threat of contempt, to disclose the protected communications without appellate review of that order.

C. Notice and service

Today, I, Daniel Polsenberg, personally called the offices of Pisanelli Bice, notifying them of this motion for stay. Upon filing, I will email copies of the motion for stay and this certificate to each of the

listed attorneys for real party in interest.

Dated this 20th day of October, 2016.

LEWIS ROCA ROTHGERBER CHRISTIE LLP

By: <u>/s/ Daniel F. Polsenberg</u> DANIEL F. POLSENBERG (SBN 2376) MARLA J. HUDGENS (SBN 11,098) JOEL D. HENRIOD (SBN 8492) ABRAHAM G. SMITH (SBN 13,250) 3993 Howard Hughes Parkway Suite 600 Las Vegas, Nevada 89169 (702) 474-2616

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Attorneys for Petitioner Elaine P. Wynn

CERTIFICATE OF SERVICE

I certify that on October 20, 2016, I submitted the foregoing mo-

tions for filing via the Court's eFlex electronic filing system. Electronic

notification will be sent to the following:

James J. Pisanelli, Esq. Todd L. Bice, Esq. Debra L. Spinelli, Esq. Pisanelli Bice PLLC 400 South 7th Street, Suite 300 Las Vegas, NV 89101 Honorable Elizabeth Gonzalez Department 11 Eighth Judicial District Court 200 Lewis Avenue Las Vegas, Nevada 89155

<u>/s/ Gabriela Mercado</u> An Employee of Lewis Roca Rothgerber Christie LLP

EXHIBIT A

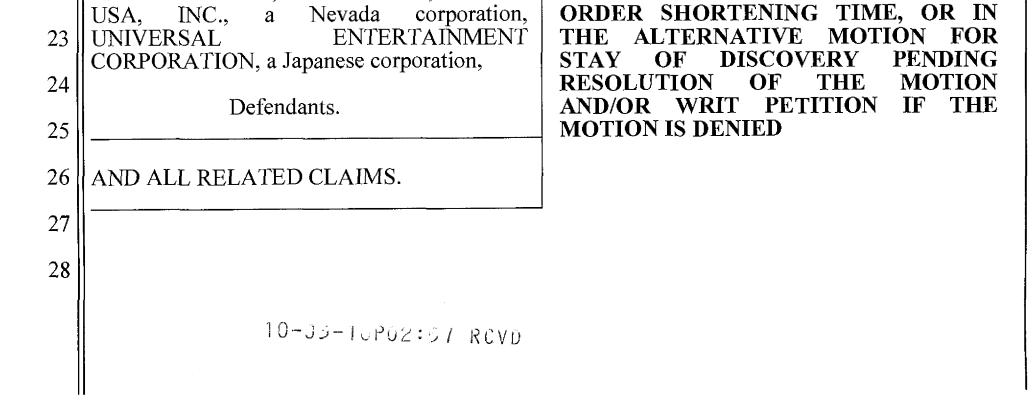
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13	* pro hac vice admitted	
14	Attorneys for Counterdefendant/Counterclaimant/Crossclaimant	
14	ELAINE P. WYNN	
15		
	DISTRIC	T COURT
16		
1.89	CLARK COU	NTY, NEVADA
17		
18		
10	WYNN RESORTS, LIMITED, a Nevada	CASE NO. A-12-656710-B
19	Corporation,	Dept. No.: XI
20	Plaintiffs,	ORDER REGARDING ELAINE P. WYNN'S MOTION FOR PROTECTIVE
21	VS.	ORDER REGARDING WYNN RESORTS'
<u>~ 1</u>	¥0,	VIOLATIONS OF THE DODD-FRANK
22	KAZUO OKADA, an individual; ARUZE	AND SARBANES-OXLEY ACT ON
	USA, INC., a Nevada corporation,	ORDER SHORTENING TIME, OR IN



Counterdefendant/Counterclaimant/Crossclaimant Elaine P. Wynn's Motion for Protective 1 Order Regarding Wynn Resorts' Violations of the Dodd-Frank and Sarbanes-Oxley Act on Order 2 Shortening Time (the "Motion for Protective Order"), or in the Alternative Motion for Stay of 3 Discovery Pending Resolution of the Motion and/or Writ Petition if the Motion is Denied, filed on 4 August 9, 2016 (the "Alternative Motion for Stay") (collectively, the "Motion"), came before this 5 Court for hearing on September 20, 2016. Michael T. Zeller, Esq. of Quinn Emanuel Urquhart & 6 Sullivan, LLP, William R. Urga, Esq. and David Malley, Esq. of Jolley Urga Woodbury & Little 7 and Dan Polsenberg, Esq. of Lewis Roca Rothgerber Christie LLP, appeared on behalf of 8 Counterdefendant/Counterclaimant/Cross-claimant Elaine P. Wynn ("Ms. Wynn"). Donald J. 9 Campbell, Esq. and Colby Williams, Esq. of Campbell & Williams appeared on behalf of 10 Counterdefendant/Cross-defendant Stephen A. Wynn. James J. Pisanelli, Esq., Todd L. Bice, Esq. 11 Debra L. Spinelli, Esq. of Pisanelli Bice PLLC appeared 12 on behalf of and Plaintiff/Counterdefendant Wynn Resorts, Limited ("WRL") and Counterdefendants Linda Chen, 13 Russell Goldsmith, Ray R. Irani, Robert J. Miller, John A. Moran, Marc D. Schorr, Alvin V. 14 Shoemaker, Kimmarie Sinatra, D. Boone Wayson, and Allan Zeman (collectively, with WRL, the 15 "Wynn Parties"). J. Stephen Peek, Esq. and Robert Cassity, Esq. of Holland & Hart, LLP 16 appeared on behalf of Defendant Kazuo Okada and Defendants/Counterclaimants/Counter-17 defendants Aruze USA, Inc. and Universal Entertainment Corp. 18

The Court having reviewed and considered the Motion and the Opposition filed thereto,
the Supplemental Opposition and the Supplemental Reply, as well as the arguments of counsel
presented at the hearing, and good cause appearing therefore,

22 THE COURT HEREBY FINDS as follows:

23	1. Elaine Wynn is not an employee. Therefore, there is no potential retaliation and no
24	protection under the Sarbanes-Oxley Act of 2002.
25	2. Ms. Wynn is not providing information to agencies that would fall within the Dodd-
26	Frank Wall Street Reform and Consumer Protection Act ("DFA"). Therefore, there is
27	no protection for her under the DFA at this time.
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1	Accordingly, IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that the Motion
2	for Protective Order Regarding Wynn Resorts' Violations of the Dodd-Frank and Sarbanes-Oxley
3	Act on Order Shortening Time, or in the Alternative Motion for Stay of Discovery Pending
4	Resolution of the Motion and/or Writ Petition if the Motion is Denied, is DENIED as to the
5	Motion for Protective Order, and GRANTED as to the Alternative Motion for Stay as follows:
6	1. The continued deposition of Ms. Wynn scheduled for September 22 or 23, 2016 is
7	vacated;
8	2. The stay granted hereby shall continue until and including October 20, 2016. The
9	evidentiary hearing scheduled for September 29 and 30, 2016 is vacated, to be re-set
10	following expiration of the stay granted hereby; and
11	3. A status check is scheduled for October 20, 2016 at 8:30 a.m.
12	
13	DATED this <u>6+1</u> day of October, 2016.
14	S. IALI
15	CANDO
16	THE HONORABLE ELIZABETH GONZALEZ DISTRICT COURT UDGE
17	Respectfully submitted by:
18	PISANELIJI BICE PLLC HOLLAND & HARTLEP
19	
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21	By: James L Pisanelli, Esq., Bar No. 4027 J. Stephen Peek, Esq.
22	Todd L. Bice, Esq., Bar No. 4534Bryce K. Kunimoto, Esq.Debra L. Spinelli, Esq., Bar No. 9695Robert J. Cassity, Esq.400 South 7th Street, Suite 3009555 Hillwood Drive, Second Floor

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24	and		and
25	Robert L. Shapiro, Esq. GLASER WEIL FINK HOWARD		David S. Krakoff, Esq. Benjamin B. Klubes, Esq.
26	AVCHEN & SHAPIRO LLP 10250 Constellation Blvd., 19th Floor		Adam Miller, Esq. BUCKLEY SANDLER LLP
27	Los Angeles, CA 90067		1250 – 24th Street NW, Suite 700 Washington, DC 20037
28	and		and
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10	following expiration of the stay granted hereby; and
11	3. A status check is scheduled for October 20, 2016 at 8:30 a.m.
12	
13	DATED this day of, 2016.
14	
15	
16	THE HONORABLE ELIZABETH GONZALEZ DISTRICT COURT JUDGE
17	Respectfully submitted by:
18	PISANELLI BICE PLLC HOLLAND & HART LLP
19	
20	All H Warter
21	By: James J. Pisanelli, Esq., Bar No. 4027 Todd J. Bice, Esq. Bar No. 4534 By: <u>////////////////////////////////////</u>
22	Todd L. Bice, Esq., Bar No. 4534Bryce K. Kunimoto, Esq.Debra L. Spinelli, Esq., Bar No. 9695Robert J. Cassity, Esq.400 South 7th Street, Suite 3009555 Hillwood Drive, Second Floor
23	Las Vegas NV 89101 Las Vegas NV 89101

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and

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5	Chen, Russell Goldsmith, Ray R. Irani,	Entertainment Corp.
6	Robert J. Miller, John A. Moran, Marc D. Schorr, Alvin V. Shoemaker, Kimmarie Sinatra, D. Boone Wayson, and Allan Zeman	
7	JOLLEY URGA WOODBURY & LITTLE	
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9 10	By: <u>William R. Urga, Esq.</u>	
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13	John B. Quinn, Esq.	
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17	and	
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19	CHRISTIE 3993 Howard Hughes Parkway, #600	
20	Las Vegas, NV 89169	
21	Attorneys for Elaine P. Wynn	
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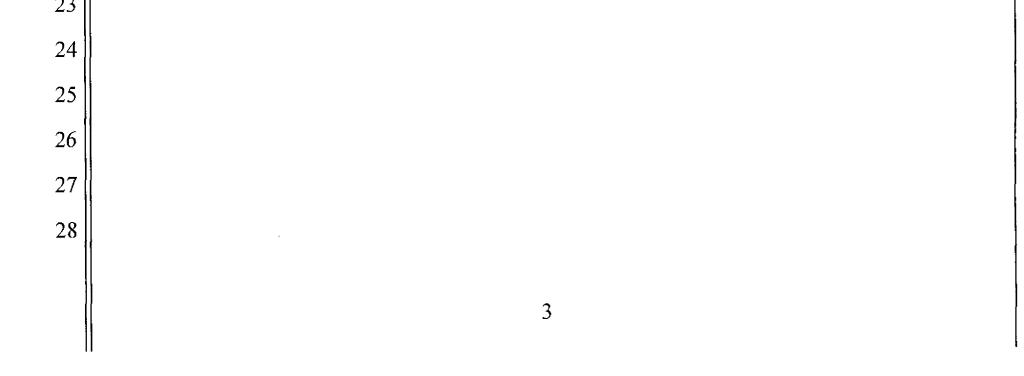


EXHIBIT B

EXHIBIT B

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	MICHAEL L. FAZIO, ESQ.* Email: michaelfazio@quinnemanuel.com		
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13	* pro hac vice àdmitted		
14	Attorneys for Counterdefendant/Counterclaim ELAINE P. WYNN	ant/Cross-claimant	
15		ICT COURT	
16	CLARK COUNTY, NEVADA		
17			
18	WYNN RESORTS, LIMITED, a Nevada	CASE NO. A-12-656710-B	
19	corporation,	Dept. No.: XI	
20	Plaintiff,	ELAINE P. WYNN'S MOTION TO EXTEND STAY PENDING PETITION	
21	VS.	FOR WRIT OF PROHIBITION OR MANDAMUS ON ORDER SHORTENING	
21	KAZUO OKADA, an individual, ARUZE	FOR WRIT OF PROHIBITION OR MANDAMUS ON ORDER SHORTENING TIME	
22	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation, UNIVERSAL ENTERTAINMENT	MANDAMUS ON ORDER SHORTENING	
	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation,	MANDAMUS ON ORDER SHORTENING TIME	
22	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation, UNIVERSAL ENTERTAINMENT	MANDAMUS ON ORDER SHORTENING TIME Date:	
22 23	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation, UNIVERSAL ENTERTAINMENT CORPORATION, a Japanese corporation, Defendant.	MANDAMUS ON ORDER SHORTENING TIME Date:	
22 23 24	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation, UNIVERSAL ENTERTAINMENT CORPORATION, a Japanese corporation,	MANDAMUS ON ORDER SHORTENING TIME Date: Time:	
22 23 24 25	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation, UNIVERSAL ENTERTAINMENT CORPORATION, a Japanese corporation, Defendant.	MANDAMUS ON ORDER SHORTENING TIME Date: Time:	
22 23 24 25 26	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation, UNIVERSAL ENTERTAINMENT CORPORATION, a Japanese corporation, Defendant.	MANDAMUS ON ORDER SHORTENING TIME Date: Time:	
22 23 24 25 26 27	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation, UNIVERSAL ENTERTAINMENT CORPORATION, a Japanese corporation, Defendant.	MANDAMUS ON ORDER SHORTENING TIME Date: Time:	
22 23 24 25 26 27	KAZUO OKADA, an individual, ARUZE USA, Inc., a Nevada corporation, UNIVERSAL ENTERTAINMENT CORPORATION, a Japanese corporation, Defendant.	MANDAMUS ON ORDER SHORTENING TIME Date: Time:	

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1	DECLARATION OF IAN S. SHELTON, ESQ.
2	I, Ian S. Shelton, state and declare as follows:
3	1. I am licensed to practice law in the States of California and Texas and admitted <i>pro</i>
4	hac vice in this case. I am an Of Counsel at the law firm of Quinn Emanuel Urquhart & Sullivan,
5	LLP, counsel for Elaine P. Wynn in this proceeding. I make this declaration based upon personal,
6	firsthand knowledge, except where stated to be on information and belief, and as to that
7	information, I believe it to be true. If called upon to testify as to the contents of this declaration, I
8	am legally competent to testify to its contents.
9	2. The Court has stayed various orders related to Elaine Wynn's claims for privilege
10	or protection under the Dodd-Frank Wall Street Reform and Consumer Protection Act and the
11	Sarbanes-Oxley Act of 2002 until and including October 20, 2016.
12	3. On October 6, 2016, Ms. Wynn filed her Petition for Writ of Prohibition, or, In the
13	Alternative, Mandamus with the Nevada Supreme Court (Case No. 71432, Doc. No. 16-31074),
14	which seeks relief related to Ms. Wynn's claims for privilege or protection under Dodd-Frank and
15	Sarbanes-Oxley. On the same day, Ms. Wynn filed her Motion to File Under Seal Portions of
16	Appendix to Writ Petition (Case No. 71432, Doc. No. 16-31085). Ms. Wynn's writ petition
17	informed the Nevada Supreme Court that "the district court has stayed the challenged orders until
18	October 20, 2016 pending the filing of this petition" (Case No. 71432, Doc. No. 16-31074, at 21).
19	4. On October 10, 2016, Wynn Resorts filed its Notice of Intent to File Opposition to
20	Elaine P. Wynn's Motion to File Portions of Appendix to Writ Under Seal (Case No. 71432, Doc.
21	No. 16-31487).
22	5. On October 13, 2016, the Clerk of the Nevada Supreme Court entered an order

- 23 || granting Wynn Resorts' telephonic request for an extension of time to file and serve its opposition
- 24 to Ms. Wynn's motion to file under seal portions of her appendix to the writ petition (Case No.
- 25 71432, Doc. No. 16-32047).
- 26 6. Good cause exists to hear the present motion on an order shortening time because
- 27 || this Court' stay expires on October 20, 2016 and the Nevada Supreme Court has not yet ordered
- 28 an answer or taken further substantive actions regarding Ms. Wynn's writ petition. Without an

1	extension of the stay, Ms. Wynn's privileges and protections under federal law will be
2	compromised and the purpose of her writ petition will be defeated. Ms. Wynn respectfully
3	requests that this motion be granted and that the stay be extended until the Nevada Supreme Court
4	takes dispositive action regarding Ms. Wynn's writ petition. Ms. Wynn further requests that the
5	Court grant the order shortening time and set the hearing on the present motion for October 20,
6	2016.
7	I declare under penalty of perjury under the laws of the State of Nevada that the foregoing
8	is true and correct.
9	Executed on October 18, 2016, at Los Angeles, California.
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12	Jam Shitter
13	Ian S. Shelton
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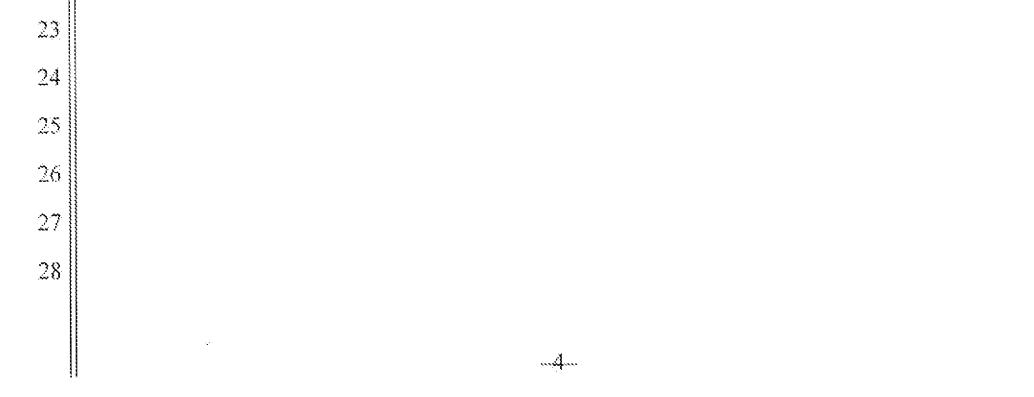
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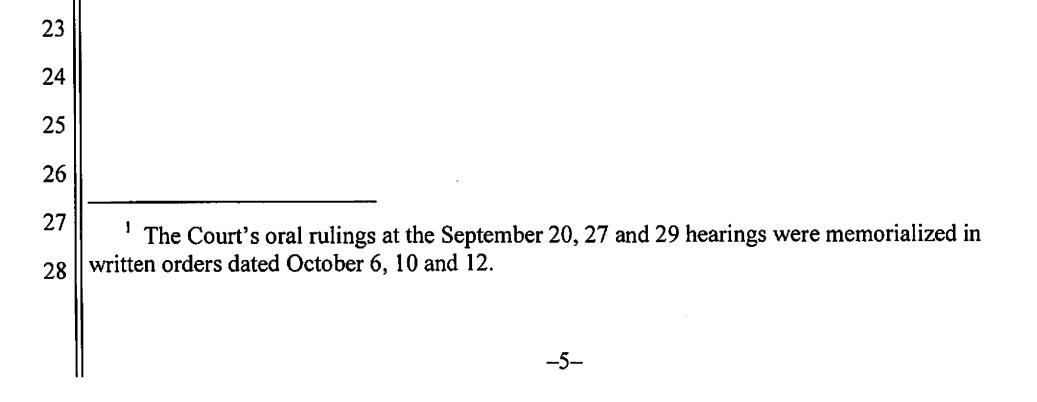
ORDER SHORTENING TIME Ī GOOD CAUSE APPEARING, it is hereby ordered that the foregoing ELAINE P. WYNN'S 2 3 MOTION TO EXTEND STAY PENDING PETITION FOR WRIT OF PROHIBITION OR. 4 MANDAMUS ON ORDER SHORTENING TIME shall be heard on shortened time on the 5 が.m.in Department XI. day of October 2016, at the hour of 6 DATED this $\underline{\searrow}$ day of October 2016. 7 8 YUDGE DISTRICT COURT 9 Submitted by: 10]] JOLLEY URGA WOODBURY & LITTLE 12 13 By: 14 WILLIAM R. URGA, ESQ. #1195 Email: wru@juww.com 15 DAVID J. MALLEY, ESQ. #8171 Email: djm@juww.com 163800 Howard Hughes Pkwy., 16th Floor Las Vegas, NV 89169 17 Telephone: (702) 699-7500 18 (702) 699-7555 Facsimile: Attorneys for Counterdefendant/ 19 Counterclaimant/Crossclaimant ELAINE P. WYNN 202122



Elaine Wynn seeks an extension of this Court's stay of its September 20, 27 and 29, 2016 1 orders,¹ which denied Ms. Wynn's claims for privilege or protection under Dodd-Frank and 2 3 Sarbanes-Oxley, denied Ms. Wynn's motion for leave to take discovery from Wynn Resorts regarding those issues, and granted Wynn Resorts' and the Okada Parties' motions requiring 4 5 service of Ms. Wynn's deposition transcript and all Dodd-Frank and Sarbanes-Oxley briefing on the Okada Parties. This Court granted a stay of these orders until and including October 20. 6 Although Ms. Wynn promptly filed her writ petition on October 6, the Nevada Supreme Court has 7 not yet ordered an answer to the petition or otherwise issued any substantive orders related to it. 8 Wynn Resorts also has taken affirmative actions that have caused delay in the Nevada Supreme 9 Court's disposition of Ms. Wynn's writ petition, including by seeking and obtaining an extension 10 of time until October 31 to file an opposition to Ms. Wynn's motion to file under seal portions of 11 her appendix. As this Court knows, Ms. Wynn's writ petition concerns Ms. Wynn's claimed 12 privileges and protections under federal whistleblower laws. Because the object of the writ 13 petition would be defeated if the stay does not continue under the Nevada Supreme Court 14 addresses the petition, Ms. Wynn respectfully requests that her motion be granted and that the stay 15 be extended until the Nevada Supreme Court takes dispositive action regarding Ms. Wynn's writ 16 petition. 17

18 This motion is made and based on Nevada Rule of Appellate Procedure 8(a), EDCR 2.26,
19 the attached Memorandum of Points and Authorities, the pleadings and papers on file herein, and
20 any argument this Court allows at any hearing on this matter.

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1	Dated: October 18, 2016	JOLLEY URGA WOODBURY & LITTLE
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3		<u>- Βγ: ///////////////////////////////////</u>
4		WILLIAM R. URGA, ESQ. #1195 Email: wru@juww.com
5		DAVID J. MALLEY, ESO, #8171
6		Email: djm@juww.com 3800 Howard Hughes Parkway, 16 th Floor Las Vegas, Nevada 89169 Telephone: (702) 699-7500
7		Telephone: (702) 699-7500 Facsimile: (702) 699-7555
8		Attorneys for Counterdefendant/
9		Counterclaimant/Cross-claimant
10		ELAINE P. WYNN
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MEMORANDUM OF POINTS AND AUTHORITIES

Statement of Facts

3 The Court's Dodd-Frank And Sarbanes-Oxley Rulings And Stay Orders. At hearings on September 20, 27 and 29, 2016, the Court denied Ms. Wynn's claims for privilege or protection 4 under Dodd-Frank and Sarbanes-Oxley, denied Ms. Wynn's motion for leave to take discovery 5 from Wynn Resorts regarding those issues, and granted Wynn Resorts' and the Okada Parties' 6 7 motions requiring service of Ms. Wynn's deposition transcript and all Dodd-Frank and Sarbanes-Oxley briefing on the Okada Parties. This Court granted a stay of all these orders until October 8 20. The Court's rulings and stay orders were memorialized in written orders dated October 6, 10, 9 and 12, 2016. 10

11 Ms. Wynn Promptly Files Her Writ Petition. Ms. Wynn promptly filed her writ petition with the Nevada Supreme Court on October 6. Ms. Wynn also filed a motion to seal portions of 12 the appendix to her petition, which seeks to protect the substance of her protected whistleblower 13 communications and related information. Although the petition itself was filed publicly, it did not 14 disclose the substance of those protected communications. Instead, the petition generically 15 referenced "Ms. Wynn's reporting of Wynn Resorts Limited's potential violations of federal 16 securities laws to Ernst & Young" without describing the substance of those reports (Pet. at ii). 17 Wynn Resorts has obtained an extension of time until October 31 to oppose Ms. Wynn's motion to 18 seal. As of the date of filing this motion, the Nevada Supreme Court has not yet ordered an 19 answer to Ms. Wynn's petition or otherwise issued any substantive orders related to it. 20

Wynn Resorts' Takes Actions That Delay The Disposition Of Ms. Wynn's Writ

Petition. Wynn Resorts has taken affirmative actions that have caused delay in the Nevada

- Supreme Court's disposition of Ms. Wynn's writ petition, including by seeking and obtaining an
 extension of time until October 31 to file an opposition to Ms. Wynn's motion to file portions of
- 25 || her appendix under seal. It is anticipated that the Supreme Court may not order an answer or issue
- 26 || a dispositive ruling until these types of threshold issues are briefed and resolved. Based on an
- 27 opposition date of October 31, Ms. Wynn's reply in support of her sealing motion will be due on
- 28 November 7.

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<u>Argument</u>

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2 The Nevada Supreme Court has recognized on several occasions that an order requiring disclosure of privileged information "is likely to cause irreparable harm" if review is not available 3 until after final judgment. Club Vista Fin. Servs. v. District Court, 128 Nev. Adv. Op. 21, 276 4 P.3d 246, 249 (2012) (en banc). In such cases, a writ of prohibition is the appropriate avenue for 5 relief because if "the discovery permitted by the district court's order is inappropriate, a later 6 appeal would not effectively remedy any improper disclosure of information." Id. at 249.² The 7 Supreme Court recently confirmed that a "statutory privilege" provided by federal law must be 8 recognized and enforced by the courts of this state. Johnson v. Wells Fargo Bank, NA, 132 Nev. 9 Adv. Op. 70, __ P.3d __ (Sep. 29, 2016) (addressing the scope of the Suspicious Activity Report 10 ("SAR") discovery privilege under the Bank Secrecy Act, 31 U.S.C. § 5311 et seq.). 11

Ms. Wynn's petition raises issues of law necessary to vindicate Ms. Wynn's federal 12 privileges and protections, including whether Ms. Wynn's communications with Wynn Resorts' 13 auditors, Ernst & Young, are protected under Dodd-Frank, and whether she is a protected person 14 under Sarbanes-Oxley. Furthermore, the Court's rulings on these legal questions are matters of 15 significant importance for all Nevadans. Mandamus relief is appropriate "where an important 16 issue of law requires clarification," particularly where, as here, that important issue is part and 17 parcel of a privilege dispute.³ Redeker v. District Court, 122 Nev. 164, 167, 127 P.3d 520, 522 18 (2006). There is no doubt that the legal issues presented here meet that standard. 19

A party must first move in the district court for a stay of an order before seeking a stay
from the Nevada Supreme Court pending resolution of a writ petition. NRAP 8(a)(1); see also *Hansen v. Eighth Jud. Dist. Court ex rel. County of Clark*, 116 Nev. 650, 657, 6 P.3d 982, 986

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24	² See also Wardleigh v. District Court, 111 Nev. 345, 350–51, 891 P.2d 1180, 1183–84 (1995) (per curiam) ("If improper discovery were allowed, the assertedly privileged information would irretrievably lose its confidential and privileged quality and petitioners would have no effective remedy, even by a later appeal."); NRS 34.330 (extraordinary writ is appropriate where
25	would irretrievably lose its confidential and privileged quality and petitioners would have no effective remedy, even by a later appeal."); NRS 34.330 (extraordinary writ is appropriate where
26	"there is not a plain, speedy and adequate remedy in the ordinary course of law.").
27	³ See Savage v. District Court, 125 Nev. 9, 16, 200 P.3d 77, 81 (2009 (en banc) (granting petition where it "raised important questions of law that require clarification and because public policy interests militate in favor of resolving these questions").
28	policy interests militate in favor of resolving these questions").
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(2000). When considering a stay, courts weigh a number of factors: (1) whether the object of the
 writ petition will be defeated if the stay is denied; (2) whether petitioner will suffer irreparable
 injury if the stay is denied; (3) whether the real party in interest will suffer irreparable harm if a
 stay is granted; and (4) whether petitioner is likely to prevail on the merits of the writ petition.
 NRAP 8(c).

Although no one factor is given greater weight than the others, a prima facie showing that 6 the object of a writ petition would be defeated in the absence of a stay is usually sufficient ground 7 to grant a stay. Mikohn Gaming Corp. v. McCrea, 120 Nev. 248, 251-53, 89 P.3d 36, 38-39 8 (2004). When this factor favors a stay, the party opposing the stay must make a "strong showing" 9 that appellate relief is "unattainable." Id., 120 Nev. at 253, 89 P.3d at 41. In other words, when 10 "the first stay factor weighs heavily in favor of a stay, the final factor will counterbalance the first 11 factor only when the appeal appears to be frivolous or the stay sought purely for dilatory 12 purposes." State v. Robles-Nieves, 129 Nev. Adv. Op. 55, 306 P.3d 399, 406 (2013). 13

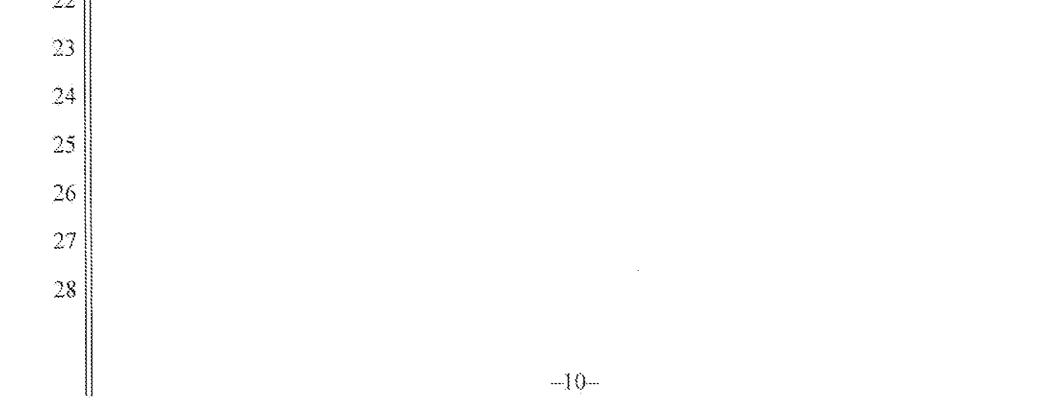
That is the case here. Granting Wynn Resorts an unrestricted license to discover and 14 impede protected communications would defeat the purpose of Ms. Wynn's writ petition. In such 15 a case, a stay should issue unless Wynn Resorts can show her appeal would be "frivolous" or 16 "dilatory." Robles-Nieves, 306 P.3d at 406. The remaining Rule 8 factors-examining the 17 balance of harm between the parties and likelihood of success on the merits-also weigh in favor 18 of a stay. Ms. Wynn has shown a substantial likelihood of success on the merits that Wynn 19 Resorts' discovery demands are prohibited by federal law. Furthermore, Wynn Resorts will not be 20 harmed in any way by the stay, while Ms. Wynn's federal whistleblower rights and privileges will 21 be irreparably damaged if the stay is not extended pending further action on Ms. Wynn's petition. 22

In the event this Court denies the Ms. Wynn's for extension of the stay until the Nevada
Supreme Court takes dispositive action regarding Ms. Wynn's writ petition, Ms. Wynn requests an
interim 30-day extension of the stay so Ms. Wynn can seek further relief from the Nevada
Supreme Court.

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1	Conclusion
2	Ms. Wynn respectfully requests that her motion be granted and that the stay be extended
3	until the Nevada Supreme Court takes dispositive action regarding Ms. Wynn's writ petition.
	and the Nevada Supreme Court taxes dispositive action regarding (4.5. wynd 5 witt petition.
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5	Dated: October 18, 2016 JOLLEY URGA WOODBURY & LITTLE
6	
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19	Attamana for Counterdetendent!
20	Attorneys for Counterdefendant/ Counterclaimant/Cross-claimant
21	ELAINÉ P. WYŃŃ
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1	CERTIFICATE OF SERVICE
2	I hereby certify that on the 18th day of October, 2016, I caused the foregoing ELAINE P.
3	WYNN'S MOTION TO EXTEND STAY PENDING PETITION FOR WRIT OF PROHIBITION
4	OR MANDAMUS ON ORDER SHORTENING TIME to be served as follows:
5	[X] by the Court's ECF System through Wiznet:
7 8 9	Bryce K. Kunimoto, Esq. J. Stephen Peek, Esq. Robert J. Cassity, Esq. Holland & Hart LLP 9555 Hillwood Drive, Second Floor Las Vegas, Nevada 89134
10 11 12	Richard A. Wright, Esq. Wright Stanish & Winckler 300 S. 4 th Street, Suite 701 Las Vegas, Nevada 89101
12 13 14 15 16	Benjamin B. Klubes, Esq. Joseph J. Reilly, Esq. Buckley Sandler LLP 1250 24 th Street NW, Suite 700 Washington, DC 20037 Attorneys for Kazuo Okada,
17 18 19 20	Aruze USA, Inc. and Universal Entertainment Corp. James J. Pisanelli, Esq. Todd L. Bice, Esq. Debra Spinelli, Esq. Pisanelli Bice, LLC 400 S. Seventh Street, Suite 300 Las Vegas, Nevada 89101
21 22 23	Paul K. Rowe, Esq. Bradley R. Wilson, Esq. Wachtell, Lipton, Rosen & Katz 51 West 52 nd Street New York, New York 10019
24 25	Robert L. Shapiro, Esq. Glaser Weil, et al. 10250 Constellation Blvd., 19 th Floor Los Angeles, California 90067
26	and
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