

CASE NO. 15 OC 00092 1B

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THE STATE OF NEVADA

IN AND FOR CARSON CITY

Petitioner,

vs.

CITY OF RENO,

NOTICE OF APPEAL

DANIEL DEMARANVILLE (Deceased); EMPLOYERS INSURANCE COMPANY OF NEVADA; and NEVADA DEPARTMENT OF ADMINISTRATION, APPEALS OFFICER

Respondents.

TO: CITY OF RENO, CCMSI and their attorney of record, Timothy E. Rowe, Esq.;

TO: EMPLOYERS INSURANCE COMPANY OF NEVADA, and its attorney of record, Mark S. Sertic, Esq.

Notice is hereby given that pursuant to N.R.A.P. 4

Appellant Laura DeMaranville, surviving spouse of Daniel

DeMaranville, by and through her attorney, Evan Beavers, Esq.,

Nevada Attorney for Injured Workers, hereby appeals to the

Supreme Court of Nevada from the Order issued by the First

judicial District Court on March 9, 2017, and entered on or about

March 14, 2017 (attached hereto at Exhibit A).

Docket 72737 Document 2017-11247

1	The Nevada Attorney for Injured Workers is a state
2	agency exempt from fees and therefore is filing no cost bond.
3	DATED this 29 day of March, 2017.
4	NEVADA ATTORNEY FOR INJURED WORKERS
5	(11) 11) 11 of #859)
6	Whavell Nell Jon 3570
7	Evan Beavers, Esq. / Nevada Bar No. 3399
8	1000 E. William Street, Suite 208 Carson City, Nevada 89701
9	Attorneys for Appellant, Laura DeMaranville
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1	AFFIRMATION					
2	Pursuant to NRS 239B.030					
3	The undersigned does hereby affirm that the preceding:					
4	NOTICE OF APPEAL TO SUPREME COURT					
5	filed in Case Number: 15 OC 00092 1B					
6						
7	X Does not contain the Social Security Number of any person.					
8	-OR-					
9						
10	Contains the Social security Number of a person as required by:					
11	* -					
12	A. A specific State or Federal law, to wit:					
13						
14	-or-					
15	B. For the administration of a public program or					
16	for an application for a Federal or State grant.					
17	110 11111					
18	Would Not for 3/29/17					
19	Signature					
20						
21	EVAN BEAVERS, ESQ. Nevada Attorney for Injured Workers					
22	Attorneys for Appellant,					
23	Laura DeMaranville					
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EXHIBIT A

EXHIBIT A

Timothy E. Rowe, Esq. Nevada Bar No. 1000 McDONALD CARANO WILSON LLP 2 100 West Liberty Street, 10th Floor P.O. Box 2670 3 Reno, Nevada 89505 4 Telephone: (775) 788-2000 Facsimile: (775) 788-2020 5 Attorneys for Respondents, CITY OF RENO and CCMSI 6 7 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 8 IN AND FOR CARSON CITY 9 CITY OF RENO, Case No. 15 OC 00092 1B Dept. No. II 10 Petitioner, 11 VS. 12 DANIEL DEMARANVILLE [Deceased], 13 EMPLOYER'S INSURANCE COMPANY OF NEVADA, and NEVADA 14 DEPARTMENT OF ADMINISTRATION APPEALS OFFICER, 15 Respondents. 16 17 **NOTICE OF ENTRY OF ORDER** 18 PLEASE TAKE NOTICE that on the 8th day of March, 2017, the Court entered its Order 19 Denying Granting in Part and Denying in Part Petition for Judicial Review in the above-20 referenced matter. A true and correct copy of the Order is attached hereto as Exhibit "1". 21 The undersigned hereby affirms that this document does not contain the social security 22 number of any person. DATED this 13th day of March, 2017. 23 24 McDONALD CARANO WILSON LLP 25 26 27 P.O. Box 2670

Reno, NV 89505-2670

Attorneys for City of Reno and CCMSI

McDONALD (M. CARANO) 100 WEST UBERTY STREET, TENTH FLOOR • RENO, NEVADA 89501 PHONE 775.788,2000 • FAX 775.788,2020

CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I hereby certify that I am an employee of McDONALD CARANO WILSON LLP and that on the /3th day of March, 2017, I served true and correct copies of the NOTICE OF ENTRY OF ORDER via the U.S. Postal Service on the following parties:

Evan Beavers, Esq. Nevada Attorneys for Injured Workers 1000 E. William St., #208 Carson City, NV 89701

Mark Sertic, Esq. 5975 Home Gardens Drive Reno, NV 89502

Appeals Officer
Department of Administration
1050 E. William Street, Suite 450
Carson City, NV 89701

Carole Davis

EXHIBIT 1

EXHIBIT 1

Case No. 15 0C 00092 1B is a petition for judicial review filed by the City of Reno seeking review of a March 18, 2015, decision of the Department of Administration Appeals Officer concluding Daniel DeMaranville died as a result of compensable heart disease under Nevada's heart/lung statute, NRS 617.457. The Appeals Officer Decision also addresses which

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insurer, the City of Reno, which was self-insured in 2012 on the date of Mr. Demaranville's death, or EICN, the City's insurer in 1990 when Mr Demaranville retired as a police officer, was the responsible insurer on the claim. The Appeals Officer concluded that the City was the responsible insurer.

Case No. 16 0C 00003 1B is a petition for judicial review filed by the EICN seeking review of an Appeals Officer Decision dated December 10, 2015, concluding that Mr. Demaranville's widow was entitled to the benefits due under NRS 616C.505 based on the wages Mr. Demaranville was earning on the date of his death.

Case No. 16 0C 00049 1B is the City of Reno's petition for judicial review of the same December 10, 2016, Appeals Officer Decision at issue in Case No. 16 0C 00003 1B.

All three cases were consolidated under Case No. 15 0C 00092 1B by order of this Court dated April 12, 2016.

II. RELEVANT FACTS

Daniel DeMaranville worked as a police officer for the City of Reno ("City") from 1969 through his retirement in 1990. (ROA 017, 128.) It is undisputed that when Mr. DeMaranville retired in 1990, the City was insured by the Employer's Insurance Company of Nevada ("EICON"). (ROA 022.) The City became self-insured in 2002.

On August 5, 2012, Mr. DeMaranville died following laparoscopic cholecystectomy (gallbladder removal) surgery. (ROA 133–134, 143.) At the time of his death, Mr. DeMaranville was employed by AKAL Security as a security officer for the U.S. Marshal's Office. (ROA 184, 188.)

Mr. DeMaranville's widow, claimant Laura DeMaranville, filed an occupational disease claim with the City. (ROA 127.) On May 23, 2013, the City denied the claim based on a lack of medical evidence establishing that heart disease caused Mr. DeMaranville's death. (ROA 130 - 131.) Ms. DeMaranville appealed the City's determination. (ROA 125.) The parties then agreed to bypass the hearing officer directly to the Appeals Officer pursuant to NRS 616C.315. (ROA 125.)

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Ms. DeMaranville also submitted the claim to EICON. (ROA 184 – 188.) On September 19, 2013, EICON also denied the claim upon finding that there was no evidence that Mr. DeMaranville died as a result of heart disease. (ROA 321 – 323.) Ms. DeMaranville appealed EICON's determination. (ROA 361.) On October 28, 2013, the Hearing Officer reversed EICON's determination and ruled that EICON was liable for the claim because Mr. DeMaranville died from heart disease. (ROA 361-363.) EICON appealed the Hearing Officer Decision to an Appeals Officer. (ROA 670.)

In the meantime, the City also appealed EICON's September 19, 2013 determination. (ROA 324.) The parties then agreed to bypass the hearing officer directly to the Appeals Officer pursuant to NRS 616C.315. (ROA 324.)

The three appeals were consolidated before the Appeals Officer. (ROA 642 - 643.) Various medical opinions concerning the cause of Mr. DeMaranville's death were submitted into evidence before the Appeals Officer. (ROA 019 - 021.) The Appeals Officer principally relied upon the opinion of Charles Ruggeroli, M.D., who opined that DeMaranville experienced a catastrophic cardiovascular event secondary to underlying occult occlusive atherosclerosis of the coronary arteries leading to his death. (ROA 021 - 022.) The Appeals Officer found that Mr. DeMaranville's heart disease was compensable as an occupational disease under NRS 617.457. (ROA 022.) She also found the applicable date of disability to be August 5, 2012, the date of Mr. DeMaranville's death. (ROA 022.) She then concluded that the City as a self-insured employer on the date of disability was liable for the claim. (ROA 24.) The Appeals Officer also concluded that EICON, who insured the City through 2002, was not liable for the claim. (ROA 024-025.) The Appeals Officer reversed the Hearing Officer's October 28, 2013 decision finding EICON liable for the claim; reversed the City's May 23, 2013 determination letter denying the claim; and affirmed EICON's September 19, 2013 determination letter denying the claim. (ROA 025.)

The City requested judicial review of the Appeals Officer's March 18, 2015 Decision. (ROA 010 - 015.)

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On April 15, 2015, in compliance with the Appeals Officer Decision, the City issued its determination accepting the claim for death benefits pursuant to NRS 616C.505. determination also established the monthly benefit for the death benefits at \$1,683.85, the maximum allowable wage on the date of Mr. DeMaranville's retirement from the City in 1990.

The Claimant appealed the determination to the hearing officer who affirmed the City. (ROA 772 - 774)

Ms Demaranville appealed the decision to the Appeals Officer seeking to have the monthly death benefits calculated based upon the wages that Mr. DeMaranville was receiving from his private employer at the time of his death 22 years after retiring from the City, which would be the maximum allowable benefit as of 2012. The Appeals Officer in a decision dated December 10, 2015, reversed the decision of the hearing officer and found the monthly benefit should be based on Mr. DeMaranville's wages earned from the private employer at the time of his death in 2012. (ROA 24-30)

III. ANALYSIS

1. Cause of Death

The Appeals Officer found Mr. DeMaranville died as a result of a catastrophic cardiovascular event caused by heart disease. Careful review of the record reveals that 17 conclusion is supported by substantial evidence including the medical opinion of Charles Ruggeroli, M.D. An Appeals Officer's factual findings that are supported by substantial evidence cannot be overturned. Nassiri v. Chiropractic Physicians Board of Nevada, 130 Nev. Adv. Op. 27, 327 P. 3d 487, 489 (2014); Elizondo v. Hood Machine, Inc. 129 Nev. Adv. Op. 84, 312 P. 3d 479 (2013). The court will not reweigh the evidence or revisit an appeals officer's credibility determinations. City of Las Vegas V. Lawson, 126 Nev. 567, 245 P. 3d 1175, 1178 (2010). Here, the Appeals Officer's conclusion that Mr. DeMaranville died as a result of heart disease is supported by substantial evidence and must be upheld. Given Mr. DeMaranville's past employment as a City of Reno police officer his death as a result of heart disease qualifies as a compensable occupational disease under NRS 617.457.

2. Which insurer is liable for the claim?

The second issue presented for resolution is which insurer is responsible for the occupational disease claim. Reno employed Mr. DeMaranville as a police officer from 1969 until he retired in 1990. EICON provided workers compensation coverage for Reno at the time of Mr. DeMaranville's retirement. Reno became self-insured in 1992 and remained self-insured at the time of Mr. DeMaranville's death in 2012.

Under NRS 617.457 there is a conclusive presumption that Mr. DeMaranville's heart disease was an occupational disease arising out of and in the course of his employment as a Reno police officer. NRS 617.060 "disablement" means "the event of becoming physically incapacitated by reason of an occupational disease...." The claim for Mr. DeMaranville's death arose at the time of his disability which was the date of his death in 2012.

Reno argued that EICON is liable because it covered the risk of exposure when Mr. DeMaranville was last exposed. Reno argued to the Appeals Officer in its post-hearing brief that the last injurious exposure rule did not apply to this case. Reno's position in that brief is correct; the last injurious exposure rule does not apply in this case.

Reno cites no contract, statute, or case that supports its argument. The authorities Reno cited involve successive employer, or successive-insurers-under-the-same-employer fact patterns but those are not the fact pattern of this case.

Reno had the burden of proof to show that the final decision is invalid. Reno failed to show that the final decision is invalid on any of the grounds stated in NRS 233B.135(3). Therefore the Appeals Officer's conclusion that Reno is the liable insurer is affirmed.

3. The Amount of Benefits Due

The last issue to be resolved is the calculation of the amount of death benefits that are due to Ms. Demaranville. In this case the Appeals Officer ruled the death benefits should be based on the claimant's wages at the time of his death even though his employment at that time had nothing to do with his occupational disease. The City and EICN contend the Appeals Officer decision is erroneous because it ignores applicable regulation and misinterprets existing

case law.

NAC 616C.435 requires any benefits due be based on the average monthly wage earned in the employment in which the industrial injury or occupational disease occurs. See NAC 616C.435(9). Here, Ms. Demaranville's entitlement to benefits, if any, arises from her husband's employment as a police officer with the City of Reno more than 25 years ago. Mr. Demaranville retired from the City of Reno police force in 1990 and had earned no wages from that employment since his retirement.

The Appeals Officer Decision overlooked NAC 616C.435(9) and instead concluded the calculation of death benefits would be based on wages earned at the time of Mr. Demaranville's death. That conclusion was erroneous because NAC 616C.435(9) requires benefits to be based on the average monthly wage earned in the employment causing the occupational disease.

Existing Nevada case law requires that benefits be determined as of the date of disability. See <u>Mirage v. Nevada Department of Administration</u>, 110 Nev. 257, 871 P.2d 317 (1994). In <u>Howard v. City of Las Vegas</u>, 121 Nev. 691, 120 P.3d 410 (2005), a case factually similar to the present case, the Nevada Supreme Court applied the requirements of the <u>Mirage</u> case to situation in which a retired firefighter sought benefits for temporary total disability. The court determined <u>Howard</u> was not entitled to benefits because he was not earning wages at the time he became disabled. The same rationale applied to this case requires a similar result. Mr. Demaranville was not earning wages from the covered employment at the time of his death, so the calculation of average monthly wage using wages from the covered employment is zero. Since death benefits are calculated using average monthly wage, the calculation of the amount of death benefits due is zero. The Appeals Officer Decision misinterprets <u>Howard</u> when she concluded death benefits were payable in this case.

The Appeals Officer Decision is clearly erroneous because it does not correctly apply NAC 616C.435 and the rationale expressed in the *Howard* decision. If the principles set forth in NRS 616C.435 and in *Howard* are applied in this case there can be only one conclusion: the

applicable average monthly wage was zero, and because the average monthly wage was zero, death benefits were not payable.

DECISION AND ORDER

- 1. The March 18, 2015 Appeals Officer's Decision is affirmed with respect to the conclusion Mr. Demaranville's death was the result of compensable occupational heart disease under NRS 617.457.
- 2. The March 18, 2015 Appeals Officer's Decision is affirmed with respect to its conclusion the City of Reno is the responsible insurer on the claim.
- 3. The December 10, 2015 Appeals Officer's Decision concluding Ms. Demaranville was entitled to death benefits based on wages Mr. Demaranville was earning from private employment on the date of his death is reversed. Under the rationale expressed in the *Howard* decision, Mr. Demaranville's average monthly wage from the covered employment at the City of Reno at the time of his death was zero. Because the average monthly wage was zero, there is no death benefit.

The Petitions for Judicial Review filed by the City of Reno and EICN are denied in part and granted in part as explained herein.

DATED this 8 day of March, 2017.

James Elles

CERTIFICATE OF SERVICE

2	Pursuant to NRCP 5(b), I certify that I am an employee
3	of the State of Nevada, Nevada Attorney for Injured Workers, and
4	that on this date I deposited for mailing at Carson City, Nevada,
5	a true and correct copy of the within and foregoing NOTICE OF
6	APPEAL addressed to:
7	LAURA DEMARANVILLE
8	PO BOX 261 VERDI NV 89439
9	TIMOTHY E ROWE ESQ
10	MCDONALD CARANO WILSON 100 W LIBERTY ST 10 TH FL
11	PO BOX 2670 RENO NV 89505-2670
12	MARK S SERTIC ESQ
13	SERTIC LAW LTD 5975 HOME GARDENS DR
14	RENO NV 89502
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16	DATED: March 29, 2017
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18	SIGNED: Janey J. Shewood
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CASE NO. 15 OC 00092 1B

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2017 MAR 29 PM 2: 52 2 DEPT. II SUSAN MERRIWETHER 3 CLERK 4 DEPUTY 5 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 6 7 IN AND FOR CARSON CITY 8 9 CITY OF RENO, Petitioner, 10 CASE APPEAL STATEMENT 11 vs. 12 DANIEL DEMARANVILLE (Deceased); EMPLOYERS INSURANCE COMPANY OF 13 NEVADA; and NEVADA DEPARTMENT OF ADMINISTRATION, APPEALS OFFICER, 14 Respondents. 15 16 17 1. Name of appellant filing this case appeal 18 statement: Laura DeMaranville, surviving spouse of Daniel 19 20 DeMaranville. Suite 230 . (702) 486-2830 Identify the judge issuing the decision, judgment, 21 22 or order appealed from: Hon. James E. Wilson, District Court Judge. 23 2200 South Rancho Drive, Las Vegas, NV 89102 24 25 26 27 28

WORKERS Suite 208 (775) 684-7555

NEVADA ATTORNEY FOR INJURED

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NEVADA ATTORNEY FOR INJURED WORKERS 1000 East William Street, Suite 2 Carson City, NV 89701 (775) 68 25 26 27

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8. Indicate whether appellant was granted leave to proceed in forma pauperis, and the date of entry of the district court order granting such leave:

Appellant Laura Demaranville is represented by The Nevada Attorney for Injured Workers, which is a state agency exempt from fees, and therefore, did not file a cost bond and did not pay a filing fee.

Indicate the date the proceedings commenced in the district court (e.g., date complaint, indictment, information, or petition was filed):

Respondents City of Reno and Cannon Cochran Management Services, Inc. filed a Petition for Judicial Review on April 14, 2015, relative to an administrative appeals officer's March 18, 2015, decision and order. Respondent Employers Insurance Company of Nevada filed a Cross-Petition for Judicial Review of the same March 18, 2015, decision and order on April 17, 2015. Both the petition and cross-petition were filed in the First Judicial District Court and resulted in Case No. 15 0C 00092 1B.

On January 5, 2016, Respondent City of Reno filed a petition for judicial review of an administrative appeal officer's December 10, 2015, order granting a summary judgement. This was filed in the Second Judicial District Court. This petition is reflected in Case No. 16 0C 00049.

On January 8, 2016, Respondent Employers Insurance Company of Nevada filed a petition for judicial review of the same administrative appeal officer's December 10, 2015, order granting a summary judgement. This was filed in the First

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NEVADA ATTORNEY FOR INJURED 1000 East William Street, Carson City, NV 89701 24 25 26

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Judicial District Court and resulted in Case No. 16 0C 00003 1B. On February 23, 2016, an order was issued by the First Judicial District Court that changed venue of the City of Reno's petition for judicial review (relative to the December 10, 2015, decision) from the Second Judicial District Court to the First Judicial District Court. This followed a stipulation by the parties.

On April 12, 2016, the First Judicial District Court, pursuant to NRCP 42(a), consolidated Case No. 15 0C 00092 1B, Case No. 16 0C 00049, and Case No. 16 0C 00003 1B.

Provide a brief description of the nature of the action and result in the district court, including the type of judgment or order being appealed and the relief granted by the district court:

Respondents City of Reno, Cannon Cochran Management Services, Inc., and Employers Insurance Company of Nevada filed a petition for judicial review and cross-petition for judicial review relative to an administrative appeals officer's March 18, 2015, decision and order.

The March 18, 2015, decision and order reversed Cannon Cochran Management Services, Inc.'s May 23, 2013, denial of a workers' compensation claim filed relative to Daniel Demaranville's August 5, 2012, death due to heart disease.

The March 18, 2015, decision and order also affirmed Employers Insurance Company of Nevada's September 19, 2013, denial of a workers' compensation claim filed relative to Daniel Demaranville's August 5, 2012, death due to heart disease.

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Laura Demaranville filed a workers' compensation claim for Daniel Demaranville's death related heart disease pursuant to NRS 617.457 and his employment as a police officer with the City of Reno.

In subsequent proceedings before the appeals officer, a December 10, 2015, order granting summary judgment was issued finding that Laura Demaranville, pursuant to NRS 616C.505, was entitled to death benefits based on the wages Daniel Demaranville was earning at his time of death.

On March 9, 2017, the First Judicial District Court issued its Order Granting In Part and Denying In Part Petition for Judicial Review. The District Court affirmed the March 18, 2015, decision and order finding Daniel Demaranville's workers' compensation claim for heart disease compensable against the City of Reno, but reversed the December 10, 2015, decision and order findings that Laura Demaranville's death benefits were to be based on zero wages as Daniel Demaranville's wages at death were earned from a private employer, not the City of Reno.

Indicate whether the case has previously been the 11. subject of an appeal to or original writ proceeding in the Supreme Court and, if so, the caption and Supreme Court Docket number of the prior proceeding:

No, this case has not previously been subject of an appeal or writ.

	AFFIRMATION Purguant to NPS 239B 030				
	2	Pursuant to NRS 239B.030			
	3	The undersigned does hereby affirm that the preceding:			
	4	CASE APPEAL STATEMENT			
	5	filed in Case Number: 15 OC 00092 1B			
	6				
	7	X Does not contain the Social Security Number of any person.			
	8	-OR-			
	9	-0K-			
	10	Contains the Social security Number of a person as required by:			
	11	A. A specific State or Federal law, to wit:			
	12				
	13	-			
	14	-or-			
	15	B. For the administration of a public program or for an application for a Federal or State			
	16	grant.			
	17	#1590			
	18	6/Darull Nest for 5/29/17			
	19	Signature			
	20	4			
208 684-7555 230 486-2830	21	EVAN BEAVERS, ESQ. Nevada Attorney for Injured Workers			
684- 530 486-	///	Attorneys for Appellant,			
Suite (775) 6 Suite 2 Suite 2 (702) 4	23	Laura DeMaranville			
B ', ',					
William Street, Villiam Street, VNV 89701 Rancho Drive, NV 89102	24				
liam NV 89 nrcho	25				
TORNE Willity, Lty, Lty, NV	26				
NEVADA ALTORNEY FOR IN: 1000 East William Str Carson City, NV 89701 2200 South Rancho Dri Las Vegas, NY 89102	27				
NEVA 1000 Cars 2200 Las					

Pursuant to NRCP 5(b), I certify that I am an employee 2 of the State of Nevada, Nevada Attorney for Injured Workers, and 3 that on this date I deposited for mailing at Carson City, Nevada, 4 a true and correct copy of the within and foregoing CASE APPEAL 5 6 STATEMENT addressed to: 7 LAURA DEMARANVILLE PO BOX 261 VERDI NV 89439 8 9 TIMOTHY E ROWE ESQ MCDONALD CARANO WILSON 100 W LIBERTY ST 10TH FL 10 PO BOX 2670 RENO NV 89505-2670 11 MARK S SERTIC ESQ 12 SERTIC LAW LTD 13 5975 HOME GARDENS DR **RENO NV 89502** 14 15 March 29, 2017 16 17 18 19 20 21 22 23 24 25 26 27

NEVADA ATTORNEY FOR INJURED WORKERS 1000 East William Street, Suite 208 Carson City, NV 89701 (775) 684-7555

Suite 230 (702) 486-2830

South Rancho Drive, Jegas, NV 89102

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Date:	03/	30/	201	7	12	: 4	7:	06	. 4	
MT.TR59	25									

Judge: WILSON JR, JAMES E

CITY OF RENO

03/09/17

03/09/17

STIPULATED JUDGMENT

FILE RETURNED AFTER

SUBMISSION - ORDER ENTERED

Docket Sheet

Ву:

Case No.

Ticket No. CTN:

Page: 1

15 OC 00092 1B

-vs-APPEALS OFFICER DRSPND By: Dob: Sex: Lic: Sid: DEMARANVILEE, LAURA DRSPND By: BEAVERS, EVAN 1625 HIGHWAY 88 SUITE 304 MINDEN, NV 89423 Sex: Lic: Sid: DEMARANVILLE, DANIEL DRSPND By: SERTIC, MARK S 777 SINCLAIR STREET SUITE 201 RENO, NV 89501 Dob: Sex: Lic: Sid: EMPLOYERS INSURANCE DRSPND Ву: COMPANY OF NEVADA Dob: Sex: Lic: Sid: NEVADA DEPARTMENT OF DRSPND Ву: ADMINISTRATION Dob: Sex: Lic: Sid: Plate#: Make: Year: Accident: Type: Venue: Location: Bond: Set: CITY OF RENO PLNTPET Type: Posted: Charges: Offense Dt: Cvr: Arrest Dt: Comments: Ct. Offense Dt: Arrest Dt: Cvr: Comments: Ct. Offense Dt: Cvr: Arrest Dt: Comments: Ct. Offense Dt: Cvr: Arrest Dt: Comments: Ct. Offense Dt: Arrest Dt: Cvr: Comments: Sentencing: Filed Action Operator Fine/Cost Due 03/29/17 MOTION FOR STAY 1BCCOOPER 0.00 0.00 0.00 03/29/17 CASE APPEAL STATEMENT 1BCCOOPER 0.00 03/29/17 NOTICE OF APPEAL 1BCCOOPER 0.00 0.00 0.00 NOTICE OF ENTRY OF ORDER 03/14/17 1BCCOOPER 0.00

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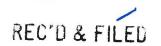
	e: 03/30/2 R5925	017 12:47:06.4 Dock	et Sheet	Page:	3
No.	Filed	Action	Operator	Fine/Cost	Due
30	03/14/16	ORDER TO RESPOND REGARDING CONSOLIDATING CASES	1BJHIGGINS	0.00	0.00
31	09/29/15	JOINDER IN BRIEF OF CROSS-PETITIONER EMPLOYERSINSURANCE COMPANY OF NEVADA	1BCGRIBBLE	0.00	0.00
32	09/29/15	PETITIONER'S REPLY BRIEF	1BCGRIBBLE	0.00	0.00
33	09/28/15	CROSS-PETITONER EMPLOYERS INSURANCE COMPANY OF NEVADA'S REPLY BRIEF	1BCGRIBBLE	0.00	0.00
34	08/28/15	RESPONDENT EMPLOYERS INSURANCE COMPANY OF NEVADA'S ANSWERING BRIEF TO THE OPENING BRIEF OF THE CITY OF RENO	1BCFRANZ	0.00	0.00
35	08/28/15	RESPONDENT'S ANSWERING BRIEF TO OPENING BRIEF OF PETITIONER CITY OF RENO	1BCFRANZ	0.00	0.00
36	08/28/15	RESPONDENT'S ANSWERING BRIEF TO OPENING BRIEF OR CROSS-PETITIONER EMPLOYERS INSURANCE COMPANY OF NEVADA	1BCFRANZ	0.00	0.00
37	07/31/15	FILE RETURNED AFTER SUBMISSION - ORDER ENTERED	1BJHIGGINS	0.00	0.00
38	07/31/15	ORDER REGARDING BRIEFING SCHEDULE	1BJHIGGINS	0.00	0.00
39	07/28/15	STIPULATION TO EXTEND BRIEFING SCHEDULE	1BCCOOPER	0.00	0.00
10	06/25/15	PETITIONERS OPENING BRIEF	1BCCOOPER	0.00	0.00
11	06/22/15	BRIEF OF CROSS-PETITIONER EMPLOYERS INSUANCE COMPANY OF NEVADA	1BCGRIBBLE	0.00	0.00
12	05/14/15	RECORD ON APPEAL	1BCCOOPER	0.00	0.00
13	05/14/15	PLAINTIFF'S/PETITIONER'S INITIAL APPEARANCE AFFIRMATION PURSUANT TO NRS 239.030	1BCCOOPER	0.00	0.00
1 4	05/14/15	CERTIFICATE OF TRANSMITTAL OF RECORD ON APPEAL	1BCCOOPER	0.00	0.00
45	04/29/15	STATEMENT OF INTENT TO PARTICIPATE	1BCGRIBBLE	0.00	0.00
16	04/27/15	STATEMENT OF INTENT TO PARTICIPATE	1BCFRANZ	0.00	0.00
17	04/20/15	DEFENDANT'S/RESPONDENT'S INITIAL APPEARANCE AFFIRMATION PURSUANT TO NRS 239.030	1BJULIEH	0.00	0.00
18	04/20/15	CROSS-PETITION FOR JUDICIAL REVIEW	1BCCOOPER	0.00	0.00
19	04/20/15	NOTICE OF INTENT TO PARTICIPATE Receipt: 39172 Date: 04/20/2015	1BCCOOPER	218.00	0.00
50	04/15/15	BRIEFING SCHEDULE	1BCCOOPER	0.00	0.00
51	04/14/15	PETITION FOR JUDICIAL REVIEW Receipt: 39095 Date: 04/14/2015	1BCCOOPER	265.00	0.00
			Total:	483.00	0.00
		Totals By: COST INFOR	MATION	483.00	0.00

Date: 03/30/2017 12:47:06.5 MIJR5925

Docket Sheet

Page: 4

*** End of Report ***



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SUSAN MERRIWETHER

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IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA
IN AND FOR CARSON CITY

* * * * *

CITY OF RENO,

Petitioner,

Case No. 15 0C 00092 1B

Dept. No. II

DANIEL DEMARANVILLE [Deceased], EMPLOYER'S INSURANCE COMPANY OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER,

Respondents.

ORDER GRANTING IN PART AND DENYING IN PART PETITION FOR JUDICIAL REVIEW

This matter involves three consolidated petitions for judicial review involving the City of Reno (City of Reno), Employers Insurance Company of Nevada (EICN), and the widow of Daniel Demaranville, Laura DeMaranville. The case arises out of Ms. Demaranville's claim for death benefits in which Ms. DeMaranville contends her husband's death was caused by occupational heart disease.

I. PROCEDURAL BACKGROUND

Case No. 15 0C 00092 1B is a petition for judicial review filed by the City of Reno seeking review of a March 18, 2015, decision of the Department of Administration Appeals Officer concluding Daniel DeMaranville died as a result of compensable heart disease under Nevada's heart/lung statute, NRS 617.457. The Appeals Officer Decision also addresses which

insurer, the City of Reno, which was self-insured in 2012 on the date of Mr. Demaranville's death, or EICN, the City's insurer in 1990 when Mr Demaranville retired as a police officer, was the responsible insurer on the claim. The Appeals Officer concluded that the City was the responsible insurer.

Case No. 16 0C 00003 1B is a petition for judicial review filed by the EICN seeking review of an Appeals Officer Decision dated December 10, 2015, concluding that Mr. Demaranville's widow was entitled to the benefits due under NRS 616C.505 based on the wages Mr. Demaranville was earning on the date of his death.

Case No. 16 0C 00049 1B is the City of Reno's petition for judicial review of the same December 10, 2016, Appeals Officer Decision at issue in Case No. 16 0C 00003 1B.

All three cases were consolidated under Case No. 15 0C 00092 1B by order of this Court dated April 12, 2016.

II. RELEVANT FACTS

Daniel DeMaranville worked as a police officer for the City of Reno ("City") from 1969 through his retirement in 1990. (ROA 017, 128.) It is undisputed that when Mr. DeMaranville retired in 1990, the City was insured by the Employer's Insurance Company of Nevada ("EICON"). (ROA 022.) The City became self-insured in 2002.

On August 5, 2012, Mr. DeMaranville died following laparoscopic cholecystectomy (gallbladder removal) surgery. (ROA 133–134, 143.) At the time of his death, Mr. DeMaranville was employed by AKAL Security as a security officer for the U.S. Marshal's Office. (ROA 184, 188.)

Mr. DeMaranville's widow, claimant Laura DeMaranville, filed an occupational disease claim with the City. (ROA 127.) On May 23, 2013, the City denied the claim based on a lack of medical evidence establishing that heart disease caused Mr. DeMaranville's death. (ROA 130 - 131.) Ms. DeMaranville appealed the City's determination. (ROA 125.) The parties then agreed to bypass the hearing officer directly to the Appeals Officer pursuant to NRS 616C.315. (ROA 125.)

Ms. DeMaranville also submitted the claim to EICON. (ROA 184 – 188.) On September 19, 2013, EICON also denied the claim upon finding that there was no evidence that Mr. DeMaranville died as a result of heart disease. (ROA 321 – 323.) Ms. DeMaranville appealed EICON's determination. (ROA 361.) On October 28, 2013, the Hearing Officer reversed EICON's determination and ruled that EICON was liable for the claim because Mr. DeMaranville died from heart disease. (ROA 361-363.) EICON appealed the Hearing Officer Decision to an Appeals Officer. (ROA 670.)

In the meantime, the City also appealed EICON's September 19, 2013 determination. (ROA 324.) The parties then agreed to bypass the hearing officer directly to the Appeals Officer pursuant to NRS 616C.315. (ROA 324.)

The three appeals were consolidated before the Appeals Officer. (ROA 642 - 643.) Various medical opinions concerning the cause of Mr. DeMaranville's death were submitted into evidence before the Appeals Officer. (ROA 019 – 021.) The Appeals Officer principally relied upon the opinion of Charles Ruggeroli, M.D., who opined that DeMaranville experienced a catastrophic cardiovascular event secondary to underlying occult occlusive atherosclerosis of the coronary arteries leading to his death. (ROA 021 – 022.) The Appeals Officer found that Mr. DeMaranville's heart disease was compensable as an occupational disease under NRS 617.457. (ROA 022.) She also found the applicable date of disability to be August 5, 2012, the date of Mr. DeMaranville's death. (ROA 022.) She then concluded that the City as a self-insured employer on the date of disability was liable for the claim. (ROA 24.) The Appeals Officer also concluded that EICON, who insured the City through 2002, was not liable for the claim. (ROA 024-025.) The Appeals Officer reversed the Hearing Officer's October 28, 2013 decision finding EICON liable for the claim; reversed the City's May 23, 2013 determination letter denying the claim; and affirmed EICON's September 19, 2013 determination letter denying the claim. (ROA 025.)

The City requested judicial review of the Appeals Officer's March 18, 2015 Decision. (ROA 010 - 015.)

On April 15, 2015, in compliance with the Appeals Officer Decision, the City issued its determination accepting the claim for death benefits pursuant to NRS 616C.505. The determination also established the monthly benefit for the death benefits at \$1,683.85, the maximum allowable wage on the date of Mr. DeMaranville's retirement from the City in 1990.

The Claimant appealed the determination to the hearing officer who affirmed the City. (ROA 772 - 774)

Ms Demaranville appealed the decision to the Appeals Officer seeking to have the monthly death benefits calculated based upon the wages that Mr. DeMaranville was receiving from his private employer at the time of his death 22 years after retiring from the City, which would be the maximum allowable benefit as of 2012. The Appeals Officer in a decision dated December 10, 2015, reversed the decision of the hearing officer and found the monthly benefit should be based on Mr. DeMaranville's wages earned from the private employer at the time of his death in 2012. (ROA 24 - 30)

III. ANALYSIS

1. Cause of Death

The Appeals Officer found Mr. DeMaranville died as a result of a catastrophic cardiovascular event caused by heart disease. Careful review of the record reveals that conclusion is supported by substantial evidence including the medical opinion of Charles Ruggeroli, M.D. An Appeals Officer's factual findings that are supported by substantial evidence cannot be overturned. *Nassiri v. Chiropractic Physicians Board of Nevada*, 130 Nev. Adv. Op. 27, 327 P. 3d 487, 489 (2014); *Elizondo v. Hood Machine, Inc.* 129 Nev. Adv. Op. 84, 312 P. 3d 479 (2013). The court will not reweigh the evidence or revisit an appeals officer's credibility determinations. *City of Las Vegas V. Lawson*, 126 Nev. 567, 245 P. 3d 1175, 1178 (2010). Here, the Appeals Officer's conclusion that Mr. DeMaranville died as a result of heart disease is supported by substantial evidence and must be upheld. Given Mr. DeMaranville's past employment as a City of Reno police officer his death as a result of heart disease qualifies as a compensable occupational disease under NRS 617.457.

2. Which insurer is liable for the claim?

The second issue presented for resolution is which insurer is responsible for the occupational disease claim. Reno employed Mr. DeMaranville as a police officer from 1969 until he retired in 1990. EICON provided workers compensation coverage for Reno at the time of Mr. DeMaranville's retirement. Reno became self-insured in 1992 and remained self-insured at the time of Mr. DeMaranville's death in 2012.

Under NRS 617.457 there is a conclusive presumption that Mr. DeMaranville's heart disease was an occupational disease arising out of and in the course of his employment as a Reno police officer. NRS 617.060 "disablement" means "the event of becoming physically incapacitated by reason of an occupational disease...." The claim for Mr. DeMaranville's death arose at the time of his disability which was the date of his death in 2012.

Reno argued that EICON is liable because it covered the risk of exposure when Mr. DeMaranville was last exposed. Reno argued to the Appeals Officer in its post-hearing brief that the last injurious exposure rule did not apply to this case. Reno's position in that brief is correct; the last injurious exposure rule does not apply in this case.

Reno cites no contract, statute, or case that supports its argument. The authorities Reno cited involve successive employer, or successive-insurers-under-the- same-employer fact patterns but those are not the fact pattern of this case.

Reno had the burden of proof to show that the final decision is invalid. Reno failed to show that the final decision is invalid on any of the grounds stated in NRS 233B.135(3). Therefore the Appeals Officer's conclusion that Reno is the liable insurer is affirmed.

3. The Amount of Benefits Due

The last issue to be resolved is the calculation of the amount of death benefits that are due to Ms. Demaranville. In this case the Appeals Officer ruled the death benefits should be based on the claimant's wages at the time of his death even though his employment at that time had nothing to do with his occupational disease. The City and EICN contend the Appeals Officer decision is erroneous because it ignores applicable regulation and misinterprets existing

case law.

NAC 616C.435 requires any benefits due be based on the average monthly wage earned in the employment in which the industrial injury or occupational disease occurs. See NAC 616C.435(9). Here, Ms. Demaranville's entitlement to benefits, if any, arises from her husband's employment as a police officer with the City of Reno more than 25 years ago. Mr. Demaranville retired from the City of Reno police force in 1990 and had earned no wages from that employment since his retirement.

The Appeals Officer Decision overlooked NAC 616C.435(9) and instead concluded the calculation of death benefits would be based on wages earned at the time of Mr. Demaranville's death. That conclusion was erroneous because NAC 616C.435(9) requires benefits to be based on the average monthly wage earned in the employment causing the occupational disease.

Existing Nevada case law requires that benefits be determined as of the date of disability. See <u>Mirage v. Nevada Department of Administration</u>, 110 Nev. 257, 871 P.2d 317 (1994). In <u>Howard v. City of Las Vegas</u>, 121 Nev. 691, 120 P.3d 410 (2005), a case factually similar to the present case, the Nevada Supreme Court applied the requirements of the <u>Mirage</u> case to situation in which a retired firefighter sought benefits for temporary total disability. The court determined <u>Howard</u> was not entitled to benefits because he was not earning wages at the time he became disabled. The same rationale applied to this case requires a similar result. Mr. Demaranville was not earning wages from the covered employment at the time of his death, so the calculation of average monthly wage using wages from the covered employment is zero. Since death benefits are calculated using average monthly wage, the calculation of the amount of death benefits due is zero. The Appeals Officer Decision misinterprets <u>Howard</u> when she concluded death benefits were payable in this case.

The Appeals Officer Decision is clearly erroneous because it does not correctly apply NAC 616C.435 and the rationale expressed in the *Howard* decision. If the principles set forth in NRS 616C.435 and in *Howard* are applied in this case there can be only one conclusion: the

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applicable average monthly wage was zero, and because the average monthly wage was zero, death benefits were not payable.

DECISION AND ORDER

- 1. The March 18, 2015 Appeals Officer's Decision is affirmed with respect to the conclusion Mr. Demaranville's death was the result of compensable occupational heart disease under NRS 617.457.
- 2. The March 18, 2015 Appeals Officer's Decision is affirmed with respect to its conclusion the City of Reno is the responsible insurer on the claim.
- 3. The December 10, 2015 Appeals Officer's Decision concluding Ms. Demaranville was entitled to death benefits based on wages Mr. Demaranville was earning from private employment on the date of his death is reversed. Under the rationale expressed in the *Howard* decision, Mr. Demaranville's average monthly wage from the covered employment at the City of Reno at the time of his death was zero. Because the average monthly wage was zero, there is no death benefit.

The Petitions for Judicial Review filed by the City of Reno and EICN are denied in part and granted in part as explained herein.

DATED this g day of March, 2017.

James Ellelas

DISTRICT JUDGE

CERTIFICATE OF SERVICE The undersigned, an employee of the First Judicial District Court, hereby certifies that on the day of March, 2017 I mailed a true and correct copy of the foregoing Order to: Timothy Rowe, Esq. P.O. Box 2670 Reno, NV 89505-2670 Evan Beavers, Esq. **NAIW** 1000 E. Williams Street, Ste 208 Carson City, NV 89701 Mark Sertic, Esq. 5975 Home Gardens Drive Reno, NV 89502 Appeals Officer, DOA 1050 E. William Street, Ste 450 Carson City, NV 89701 Judicial Assistant

1	Timothy E. Rowe, Esq. Nevada Bar No. 1000	REC'D & FILEU					
2	2 McDONALD CARANO WILSON LLP 100 West Liberty Street, 10 th Floor	2017 MAR 14 PM 1:46					
3	3 P.O. Box 2670 Reno, Nevada 89505	- THE AN MEDRIWETIER					
۷	4 Telephone: (775) 788-2000 Facsimile: (775) 788-2020	CEEM					
4	5	DEPUTY					
(6 Attorneys for Respondents, CITY OF RENO and CC	LMSI -					
7	7 IN THE FIRST JUDICIAL DISTRICT CO	OURT OF THE STATE OF NEVADA					
8	8 IN AND FOR CAI	RSON CITY					
ç	9 CITY OF RENO,	Case No. 15 OC 00092 1B Dept. No. II					
10	0 Petitioner,	Dept. No. II					
1 1	1 vs.						
12	2 DANIEL DEMARANVILLE [Deceased],						
13	3 EMPLOYER'S INSURANCE COMPANY						
£ 14	OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION						
15	ADDEAL COEFICED						
12.000.000.000.000.000.000.000.000.000.0	6 Respondents.						
11	NOTICE OF ENTR	Y OF ORDER					
18	8 PLEASE TAKE NOTICE that on the 8th da	y of March, 2017, the Court entered its Order					
19	9 Denying Granting in Part and Denying in Part	Denying Granting in Part and Denying in Part Petition for Judicial Review in the above-					
20	referenced matter. A true and correct copy of the O	referenced matter. A true and correct copy of the Order is attached hereto as Exhibit "1".					
21	The undersigned hereby affirms that this do	The undersigned hereby affirms that this document does not contain the social security					
22	number of any person.						
23	DATED thisday of March, 2017.						
24	McDONALD CARANO WILSON LLP						
25	25	0					
26		J.E. Kalle					
27	Timothy E. Rowe, Esq P.O. Box 2670						
28	Reno, NV 89505-2670 Attorneys for City of Reno and CCMSI						

McDONALD (M. CARANO) 100 WEST LIBERTY STREET, TENTH FLOOR • RENO, NEVADA 89501 PHONE 775,788,2000 • PAX 775,788,2020

CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I hereby certify that I am an employee of McDONALD CARANO WILSON LLP and that on the 13th day of March, 2017, I served true and correct copies of the NOTICE OF ENTRY OF ORDER via the U.S. Postal Service on the following parties:

Evan Beavers, Esq. Nevada Attorneys for Injured Workers 1000 E. William St., #208 Carson City, NV 89701

Mark Sertic, Esq. 5975 Home Gardens Drive Reno, NV 89502

Appeals Officer
Department of Administration
1050 E. William Street, Suite 450
Carson City, NV 89701

Carole Days

McDONALD (CARANO 100 WEST LIBERTY STREET, TENTH FLOOR • RENO, NEVADA 89501 PHONE 775,788,2000 • FAX 775,788,2020

Index of Exhibits

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Ex. #	Document Description	Number of Pages			
1	Order Granting in Part and Denying in Par Petition For Judicial Review	t 8			
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EXHIBIT 1

EXHIBIT 1

Nevada's heart/lung statute, NRS 617.457. The Appeals Officer Decision also addresses which

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insurer, the City of Reno, which was self-insured in 2012 on the date of Mr. Demaranville's death, or EICN, the City's insurer in 1990 when Mr Demaranville retired as a police officer, was the responsible insurer on the claim. The Appeals Officer concluded that the City was the responsible insurer.

Case No. 16 0C 00003 1B is a petition for judicial review filed by the EICN seeking review of an Appeals Officer Decision dated December 10, 2015, concluding that Mr. Demaranville's widow was entitled to the benefits due under NRS 616C.505 based on the wages Mr. Demaranville was earning on the date of his death.

Case No. 16 0C 00049 1B is the City of Reno's petition for judicial review of the same December 10, 2016, Appeals Officer Decision at issue in Case No. 16 0C 00003 1B.

All three cases were consolidated under Case No. 15 0C 00092 1B by order of this Court dated April 12, 2016.

II. RELEVANT FACTS

Daniel DeMaranville worked as a police officer for the City of Reno ("City") from 1969 through his retirement in 1990. (ROA 017, 128.) It is undisputed that when Mr. DeMaranville retired in 1990, the City was insured by the Employer's Insurance Company of Nevada ("EICON"). (ROA 022.) The City became self-insured in 2002.

On August 5, 2012, Mr. DeMaranville died following laparoscopic cholecystectomy (gallbladder removal) surgery. (ROA 133–134, 143.) At the time of his death, Mr. DeMaranville was employed by AKAL Security as a security officer for the U.S. Marshal's Office. (ROA 184, 188.)

Mr. DeMaranville's widow, claimant Laura DeMaranville, filed an occupational disease claim with the City. (ROA 127.) On May 23, 2013, the City denied the claim based on a lack of medical evidence establishing that heart disease caused Mr. DeMaranville's death. (ROA 130 - 131.) Ms. DeMaranville appealed the City's determination. (ROA 125.) The parties then agreed to bypass the hearing officer directly to the Appeals Officer pursuant to NRS 616C.315. (ROA 125.)

Ms. DeMaranville also submitted the claim to EICON. (ROA 184 – 188.) On September 19, 2013, EICON also denied the claim upon finding that there was no evidence that Mr. DeMaranville died as a result of heart disease. (ROA 321 – 323.) Ms. DeMaranville appealed EICON's determination. (ROA 361.) On October 28, 2013, the Hearing Officer reversed EICON's determination and ruled that EICON was liable for the claim because Mr. DeMaranville died from heart disease. (ROA 361-363.) EICON appealed the Hearing Officer Decision to an Appeals Officer. (ROA 670.)

In the meantime, the City also appealed EICON's September 19, 2013 determination. (ROA 324.) The parties then agreed to bypass the hearing officer directly to the Appeals Officer pursuant to NRS 616C.315. (ROA 324.)

The three appeals were consolidated before the Appeals Officer. (ROA 642 - 643.) Various medical opinions concerning the cause of Mr. DeMaranville's death were submitted into evidence before the Appeals Officer. (ROA 019 - 021.) The Appeals Officer principally relied upon the opinion of Charles Ruggeroli, M.D., who opined that DeMaranville experienced a catastrophic cardiovascular event secondary to underlying occult occlusive atherosclerosis of the coronary arteries leading to his death. (ROA 021 - 022.) The Appeals Officer found that Mr. DeMaranville's heart disease was compensable as an occupational disease under NRS 617.457. (ROA 022.) She also found the applicable date of disability to be August 5, 2012, the date of Mr. DeMaranville's death. (ROA 022.) She then concluded that the City as a self-insured employer on the date of disability was liable for the claim. (ROA 24.) The Appeals Officer also concluded that EICON, who insured the City through 2002, was not liable for the claim. (ROA 024-025.) The Appeals Officer reversed the Hearing Officer's October 28, 2013 decision finding EICON liable for the claim; reversed the City's May 23, 2013 determination letter denying the claim; and affirmed EICON's September 19, 2013 determination letter denying the claim. (ROA 025.)

The City requested judicial review of the Appeals Officer's March 18, 2015 Decision. (ROA 010 - 015.)

On April 15, 2015, in compliance with the Appeals Officer Decision, the City issued its determination accepting the claim for death benefits pursuant to NRS 616C.505. The determination also established the monthly benefit for the death benefits at \$1,683.85, the maximum allowable wage on the date of Mr. DeMaranville's retirement from the City in 1990.

The Claimant appealed the determination to the hearing officer who affirmed the City. (ROA 772 – 774)

Ms Demaranville appealed the decision to the Appeals Officer seeking to have the monthly death benefits calculated based upon the wages that Mr. DeMaranville was receiving from his private employer at the time of his death 22 years after retiring from the City, which would be the maximum allowable benefit as of 2012. The Appeals Officer in a decision dated December 10, 2015, reversed the decision of the hearing officer and found the monthly benefit should be based on Mr. DeMaranville's wages earned from the private employer at the time of his death in 2012. (ROA 24-30)

III. ANALYSIS

1. Cause of Death

The Appeals Officer found Mr. DeMaranville died as a result of a catastrophic cardiovascular event caused by heart disease. Careful review of the record reveals that conclusion is supported by substantial evidence including the medical opinion of Charles Ruggeroli, M.D. An Appeals Officer's factual findings that are supported by substantial evidence cannot be overturned. *Nassiri v. Chiropractic Physicians Board of Nevada*, 130 Nev. Adv. Op. 27, 327 P. 3d 487, 489 (2014); *Elizondo v. Hood Machine, Inc.* 129 Nev. Adv. Op. 84, 312 P. 3d 479 (2013). The court will not reweigh the evidence or revisit an appeals officer's credibility determinations. *City of Las Vegas V. Lawson*, 126 Nev. 567, 245 P. 3d 1175, 1178 (2010). Here, the Appeals Officer's conclusion that Mr. DeMaranville died as a result of heart disease is supported by substantial evidence and must be upheld. Given Mr. DeMaranville's past employment as a City of Reno police officer his death as a result of heart disease qualifies as a compensable occupational disease under NRS 617.457.

2. Which insurer is liable for the claim?

The second issue presented for resolution is which insurer is responsible for the occupational disease claim. Reno employed Mr. DeMaranville as a police officer from 1969 until he retired in 1990. EICON provided workers compensation coverage for Reno at the time of Mr. DeMaranville's retirement. Reno became self-insured in 1992 and remained self-insured at the time of Mr. DeMaranville's death in 2012.

Under NRS 617.457 there is a conclusive presumption that Mr. DeMaranville's heart disease was an occupational disease arising out of and in the course of his employment as a Reno police officer. NRS 617.060 "disablement" means "the event of becoming physically incapacitated by reason of an occupational disease...." The claim for Mr. DeMaranville's death arose at the time of his disability which was the date of his death in 2012.

Reno argued that EICON is liable because it covered the risk of exposure when Mr. DeMaranville was last exposed. Reno argued to the Appeals Officer in its post-hearing brief that the last injurious exposure rule did not apply to this case. Reno's position in that brief is correct; the last injurious exposure rule does not apply in this case.

Reno cites no contract, statute, or case that supports its argument. The authorities Reno cited involve successive employer, or successive-insurers-under-the- same-employer fact patterns but those are not the fact pattern of this case.

Reno had the burden of proof to show that the final decision is invalid. Reno failed to show that the final decision is invalid on any of the grounds stated in NRS 233B.135(3). Therefore the Appeals Officer's conclusion that Reno is the liable insurer is affirmed.

3. The Amount of Benefits Due

The last issue to be resolved is the calculation of the amount of death benefits that are due to Ms. Demaranville. In this case the Appeals Officer ruled the death benefits should be based on the claimant's wages at the time of his death even though his employment at that time had nothing to do with his occupational disease. The City and EICN contend the Appeals Officer decision is erroneous because it ignores applicable regulation and misinterprets existing

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case law.

NAC 616C.435 requires any benefits due be based on the average monthly wage earned in the employment in which the industrial injury or occupational disease occurs. See NAC 616C.435(9). Here, Ms. Demaranville's entitlement to benefits, if any, arises from her husband's employment as a police officer with the City of Reno more than 25 years ago. Mr. Demaranville retired from the City of Reno police force in 1990 and had earned no wages from that employment since his retirement.

The Appeals Officer Decision overlooked NAC 616C.435(9) and instead concluded the calculation of death benefits would be based on wages earned at the time of Mr. Demaranville's death. That conclusion was erroneous because NAC 616C.435(9) requires benefits to be based on the average monthly wage earned in the employment causing the occupational disease.

Existing Nevada case law requires that benefits be determined as of the date of disability. See <u>Mirage v. Nevada Department of Administration</u>, 110 Nev. 257, 871 P.2d 317 (1994). In <u>Howard v. City of Las Vegas</u>, 121 Nev. 691, 120 P.3d 410 (2005), a case factually similar to the present case, the Nevada Supreme Court applied the requirements of the <u>Mirage</u> case to situation in which a retired firefighter sought benefits for temporary total disability. The court determined <u>Howard</u> was not entitled to benefits because he was not earning wages at the time he became disabled. The same rationale applied to this case requires a similar result. Mr. Demaranville was not earning wages from the covered employment at the time of his death, so the calculation of average monthly wage using wages from the covered employment is zero. Since death benefits are calculated using average monthly wage, the calculation of the amount of death benefits due is zero. The Appeals Officer Decision misinterprets <u>Howard</u> when she concluded death benefits were payable in this case.

The Appeals Officer Decision is clearly erroneous because it does not correctly apply NAC 616C.435 and the rationale expressed in the <u>Howard</u> decision. If the principles set forth in NRS 616C.435 and in <u>Howard</u> are applied in this case there can be only one conclusion: the

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DECISION AND ORDER

- 1. The March 18, 2015 Appeals Officer's Decision is affirmed with respect to the conclusion Mr. Demaranville's death was the result of compensable occupational heart disease under NRS 617.457.
- 2. The March 18, 2015 Appeals Officer's Decision is affirmed with respect to its conclusion the City of Reno is the responsible insurer on the claim.
- 3. The December 10, 2015 Appeals Officer's Decision concluding Ms. Demaranville was entitled to death benefits based on wages Mr. Demaranville was earning from private employment on the date of his death is reversed. Under the rationale expressed in the *Howard* decision, Mr. Demaranville's average monthly wage from the covered employment at the City of Reno at the time of his death was zero. Because the average monthly wage was zero, there is no death benefit.

The Petitions for Judicial Review filed by the City of Reno and EICN are denied in part and granted in part as explained herein.

DATED this g day of March, 2017.

James Ellelas

DISTRICT JUDGE

CERTIFICATE OF SERVICE

The undersigned, an employee of the First Judicial District Court, hereby certifies that on the _____ day of March, 2017 I mailed a true and correct copy of the foregoing Order to:

Timothy Rowe, Esq. P.O. Box 2670 Reno, NV 89505-2670

Mark Sertic, Esq. 5975 Home Gardens Drive Reno, NV 89502 Evan Beavers, Esq. NAIW 1000 E. Williams Street, Ste 208 Carson City, NV 89701

Appeals Officer, DOA 1050 E. William Street, Ste 450 Carson City, NV 89701

Øina Winder Judicial Assistant

CIVIL COVER SHEET

Carson County, Nevada

REC'D & FILED

Case No. 15 OC OCCAD B T 2015 APR 14 PM 2: 03

I. Party Information			Chean		
Plaintiff(s) (name/address/phone): CITY OF RENO,		Defendant(s) (name/address/phone): DANIEL DEMARANVEYIS Deceased EMPLOYER'S INSURANCE COMPANY OF NEVADA Attorney (name/address/phone):			
Attorney (name/address/phone):		Attorney (name/address	/phone): UEPUTY		
Timothy E. Rowe, Esq. McDonald Carano Wilso					
II. Nature of Controversy (Please chapplicable subcategory, if appropriate)		category and	Arbitration Requested		
,	Civ	il Cases	* :		
Real Property	Torts				
☐ Landlord/Tenant ☐ Unlawful Detainer ☐ Title to Property ☐ Foreclosure ☐ Liens ☐ Quiet Title ☐ Specific Performance ☐ Condemnation/Eminent Domain ☐ Other Real Property ☐ Partition	☐ Negligence – Au ☐ Negligence – Mo ☐ Negligence – Pro	edical/Dental emises Liability (Slip/Fall)	☐ Product Liability ☐ Product Liability/Motor Vehicle ☐ Other Torts/Product Liability ☐ Intentional Misconduct ☐ Torts/Defamation (Libel/Slander) ☐ Interfere with Contract Rights ☐ Employment Torts (Wrongful termination) ☐ Other Torts ☐ Anti-trust ☐ Fraud/Misrepresentation ☐ Insurance		
☐ Partition ☐ Planning/Zoning		1013	Legal Tort Unfair Competition		
Probate		Other Civil Filing Types			
Estimated Estate Value: Summary Administration General Administration Special Administration Set Aside Estates Trust/Conservatorships Individual Trustee Corporate Trustee Other Probate	Insurance Commerci Other Con Employm Guarantee Sale Cont Uniform C XCivil Petition fo Foreclosure Other Adm	ract & Construction Carrier ial Instrument tracts/Acct/Judgment of Actions ent Contract ract Commercial Code or Judicial Review	Appeal from Lower Court (also check applicable civil case box) Transfer from Justice Court Justice Court Civil Appeal Civil Writ Other Special Proceeding Other Civil Filing Compromise of Minor's Claim Conversion of Property Damage to Property Employment Security Enforcement of Judgment Foreign Judgment − Civil Other Personal Property Recovery of Property Stockholder Suit Other Civil Matters		
III. Business Court Requested (Ple	ease check applicable c	ategory; for Clark or Wasi			
☐ NRS Chapters 78-88 ☐ Commodities (NRS 90) ☐ Securities (NRS 90)	☐ Investments (NI☐ Deceptive Trade☐ Trademarks (NI☐	Practices (NRS 598)	☐ Enhanced Case Mgmt/Business ☐ Other Business Court Matters		
4-14-15		tille			
Date	-	Signature o	f initiating party or representative		

See other side for family-related case filings.