# IN THE SUPREME COURT OF THE STATE OF NEVADA Case No. 72737

LAURA DEMARANVILLE

SURVIVING SPOUSE OF DANIEL DEMARANVILLE Appellant/Cross-Respondent,

v.

May 24 2018 09:23 a.m. Elizabeth A. Brown Clerk of Supreme Court

EMPLOYERS INSURANCE COMPANY OF NEVADA and CANNON COCHRAN MANAGEMENT SERVICES, INC.

Respondents,

and

CITY OF RENO Respondent/Cross-Appellant

Appeal from a District Court Order
Granting in Part and Denying in Part
Petition for Judicial Review
First Judicial District Court
Department II
Case No. 15 OC 00092 1B

### JOINT APPENDIX

VOLUME 8 OF 8

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2. What application, if any, does NRS 617.457(13) have to this case? January 16, 2017.

JAMES E. WILSON District Judge

**CERTIFICATE OF SERVICE** The undersigned, an employee of the First Judicial District Court, hereby certifies that on the 18 day of January, 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 

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### NRAP 26.1 DISCLOSURE STATEMENT

The undersigned counsel of record, in compliance with NRAP 26.1, certifies that the following are persons and entities as described in NRAP 26.1(a), and must be disclosed. These representations are made in order that the judge or judges of this court may evaluate possible disqualification or recusal.

- 1. There are no corporations that must be disclosed pursuant to this Rule.
- 2. Employers Insurance Company of Nevada was represented in all of the administrative proceedings below, and is represented before this Court, by Mark S. Sertic of Sertic Law Ltd.

Dated this <u>26</u>7 day of January, 2017.

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### I. ARGUMENT

In its Order for Additional Briefing dated January 18, 2017 the court has requested that the parties address two questions. Employers Insurance Company of Nevada, ("Employers") hereby files its Supplemental Brief in response to that Order. The court's questions will be discussed in the order set forth by the court:

1. The first sentence of NRS 616C.505 states in part: "If an injury by accident arising out of and in the course of employment causes the death of an employee in the employ of an employer ...." Does the term "in the employ" mean the employee's death must occur during his employment for the employee to be entitled to wage benefits?

NRS 617.015 provides that employees and their dependents "shall be entitled to all the applicable rights, benefits and immunities and shall be subject to all the applicable liabilities and regulations provided for injured employees and their employers by chapters 616A to 616D, inclusive, of NRS unless otherwise provided in this chapter." Therefore, the language referenced in the question clearly applies to claims regarding occupational diseases such as this case.

The short answer to the court's question is yes. The language in NRS 616C.505 which allows death benefits only with respect to those employees whose occupational disease caused their death while they were "in the employ of an employer" certainly is consistent with, and supports, the argument of both Employers and the City of Reno that the Claimant is not entitled to any monthly benefit under this claim. At the time of his death in 2012 Mr. DeMaranville was not in the employ of the City of Reno, having retired in 1990. Record on Appeal 25, lines 4-9. Therefore, under the plain meaning of this language no death benefits are payable under this claim. Nevada courts have consistently held that "[w]hen the words of the statute have a definite and ordinary meaning, this court will not look beyond the plain language of the statute, unless this meaning was not intended." Harris Assoc. v. Clark County Sch. Dist., 119 Nev. 638, 81 P.3d. 532, 534 (2003). Additionally, courts should interpret a statute to avoid rendering any language nugatory. Williams v. Clark County Dist. Attorney, 118 Nev. 473, 479, 50 P.3d 536, 540 (2002).

This is not to say that retired claimants are not entitled to any benefits for occupational diseases. The case of <u>Gallagher v. City of Las Vegas</u>, 114 Nev. 595, 959 P.2d 519 (1998) makes

clear that retired firefighters, (and police officers), are entitled to benefits under the heart/lung statute for occupational diseases. However, that does not mean they are entitled to every conceivable benefit. As Howard v. City of Las Vegas, 121 Nev. 691, 120 P.3d 410 (2005) establishes, retired police officers and firefighters are not entitled to collect temporary total disability benefits. Similarly, under the plain language in NRS 616C.505, which deals specifically with the death benefits that are at issue in this case, death benefits are not payable in the case of a police officer who is not in the employ of the police department at the time of his death. This is perfectly logical since such death benefits are designed to replace the income lost from the employment that caused the employee's death. Here, since Mr. DeMaranville was not employed by the City of Reno at the time of his death, and thus was not earning any wages from that employment, there was no such lost income and it is not logical for his dependents to be entitled to monthly death benefits.

### 2. What application, if any, does NRS 617.457(13) have to this case?

There exist two versions in the Nevada Revised Statutes of NRS 617.457. One that was effective until December 31, 2016 and one that is effective beginning January 1, 2017. Section 13 of the former reads: "A person who files a claim for a disease of the heart specified in this section after he or she retires from employment as a firefighter, arson investigator or police officer is not entitled to receive any compensation for that disease other than medical benefits." In the version of the statute effective January 1, 2017 that section is renumbered as section 14 and section 13 relates to reopening of claims. Since this case involves benefits and not reopening, it is presumed that the court is referring to section 13 of the statute effective to December 31, 2016, which is now section 14 of the current version. For consistency and ease of reference, all further citations to the language cited by the court will be referred to as "section 13".

This section was adopted by the Nevada Legislature in the 2015 Regular Session as Senate Bill 153. It was signed by the Governor on June 8, 2016 and the part of SB 153 that contained this new language became effective on June 8, 2016. See SB 153, section 7. The new language in section 13 was part of section 3 of SB 153. Section 6(1) of SB 153 provides that this new language is to apply "only to disablement which occurs on or after the effective date of this section." Therefore,

since Mr. DeMaranville died in 20112, this new language has no legal effect on this case. However, it is still useful in discerning what the intent of the Legislature has been with respect to the availability of death benefits for police officers or firefighters who file claims for heart disease after they retire.

This new language in section 13 is entirely consistent with, and indeed codifies, the holding in <u>Howard v. City of Las Vegas</u>, 121 Nev. 691, 120 P.3d 410 (2005) in which the Supreme Court held that a retired firefighter was not entitled to collect temporary total disability benefits after he suffered a heart attack. While that case did not involve death benefits, the rationale utilized by the court is the same with respect to death benefits as it is for temporary total disability benefits. Had the Legislature felt that <u>Howard</u> was decided incorrectly, it would not have codified its holding, but, rather, would have undone it via appropriate legislative language. The <u>Howard</u> case, and the new language in section 13, limit the benefits for a retired police officer or firefighter to medical benefits only.

This new language in section 13 is also completely consistent with the arguments set forth by Employers and the City of Reno in their opening briefs that the applicable statutes and regulations establish that the Claimant is not entitled to monthly death benefits under this claim. Without restating that entire argument here, it suffices to point out that NAC 616C.435 defines the earnings on which benefits are to be based are those received in the 12 week period immediately preceding the date on which the accident or disease occurred "from the employment in which the injury occurs and in any concurrent employment." In this case the employment from which the Claimant is seeking to obtain benefits is that as a police officer with the City of Reno and his wages earned from that employment in the 12 week period prior to his death were zero since he had retired from that employment twenty-two years earlier. Thus, under this regulation the Claimant is not entitled to any monthly death benefit. Again, had the Legislature disagreed with the effect of his regulation, it had the perfect opportunity in the 2015 Session to address it. Not only did the Legislature not reverse the effect of this regulation, it confirmed it with the new language in section 13.

The new language in section 13 shows that the "sense of the legislature" has consistently been to limit retired police officers and firefighters to only medical benefits under an occupational

heart disease claim. It is appropriate for courts to ascertain the "sense of the legislature" in interpreting the effect of statutes. <u>J.E. Dunn Nw. Inc. v. Corus Constr. Venture LLC</u>, 127 Nev. 72, 249 P.3d 501, 506 (2011).

For the foregoing reasons, as well as those set forth in its prior briefs, Employers Insurance Company of Nevada respectfully requests that its Petitions and Cross-Petitions for Judicial Review be granted.

Dated this <u>267</u> day of January, 2017.

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By: Zeal 4
Mark S. Sertic

Attorneys for Petitioner/Cross-Petitioner Employers Insurance Company

of Nevada

**JA 1464** 

### **ATTORNEY'S CERTIFICATE**

I hereby certify that this brief complies with the formatting requirements of NRAP
32(a)(4), the typeface requirements of NRAP 32(a)(5) and the type style requirements of NRAP
32(a)(6) because:
[ ] This brief has been prepared in a proportionally spaced typeface using [state name
and version of word-processing program] in [state font size and name of type style]; or
[X] This brief has been prepared in a monospaced typeface using Times New Roman
typeface and Microsoft Word with 10.5 characters per inch.
2. I further certify that this brief complies with the page- or type-volume limitations of
NRAP 32(a)(7) because, excluding the parts of the brief exempted by NRAP 32(a)(7)(C), it is either:
[ ] Proportionately spaced, has a typeface of 14 points or more, and contains
words; or
[ ] Monospaced, has 10.5 or fewer characters per inch, and contains words or
lines of text; or

- [X] Does not exceed 30 pages.
- 3. Finally, I hereby certify that I have read this appellate brief, and to the best of my knowledge, information, and belief, it is not frivolous or interposed for any improper purpose. I further certify that this brief complies with all applicable Nevada Rules of Appellate Procedure, in particular NRAP 28(e)(1), which requires every assertion in the brief regarding matters in the record to be supported by a reference to the page and volume number, if any, of the transcript or appendix where the matter relied on is to be found. I understand that I may be subject to sanctions in the event that the accompanying brief is not in conformity with the requirements of the Nevada Rules of Appellate Procedure.

DATED this 26 / day of January, 2017.

SERTIC LAW LTD.

By: 221 1 V

Mark S. Sertic

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### **CERTIFICATE OF SERVICE**

Pursuant to NRCP 5(b), I certify that I am an employee of the law firm of Sertic Law Ltd., Attorneys at Law, over the age of eighteen years, not a party to the within matter, and that on the 26 7day of January, 2017, I served by Reno-Carson Messenger Service, a true copy of the foregoing or attached document, addressed to:

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SUSAN: COMPANY

IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA

IN AND FOR CARSON CITY

9 CITY OF RENO,

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Petitioner,

vs.

Case No. 15 OC 00092

DANIEL DEMARANVILLE, (deceased), EMPLOYER'S INSURANCE COMPANY OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER,

Dept. No. 2

Defendants.

COMES NOW Laura DeMaranville, surviving spouse of Daniel
DeMaranville, Defendant, by and through her attorney, Evan
Beavers, Esq., Nevada Attorney for Injured Workers, and in
response to the Order for Additional Briefing filed January 18,
2017, hereby submits the following points and authorities.

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### Points and Authorities

The order of January 18, 2017, seeks points and authorities on two specific questions posed by the Court. The first question reads as follows:

1. The first sentence of NRS 616C.505 states in part: "If an injury by accident arising out of and in the course of employment causes the death of an employee in the employ of an employer

..." Does the term "in the employ" mean the employee's death must occur during his employment for the employee to be entitled to benefits?

The second question posed by the Court reads as follows:

What application, if any, does NRS 617.457(13) have to this case?

II.

# NRS 616C.505 and whether death must occur during the period of employment.

Within the Nevada Industrial Insurance Act, chapter 616C codifies the requirements for reporting and treating industrial injuries as well as the method for contesting and compensating claims. NRS 616C.505 sets out the benefits owing to the qualifying survivors of an employee whose death resulted from an industrial accident. The first sentence of the statute states that the accident resulting in death must arise out of and in the course of the employment and the phrase "in the employ" appears to enforce the point that the accident resulting in injury must occur during the period of employment. NRS 616C.505 is intended to address the compensability of injuries or death arising from industrial accidents, not industrial disease. The compensability of claims arising from industrial disease is treated elsewhere in the statutes.

The Nevada Occupational Disease Act is contained in chapter 617 of the Nevada Revised Statutes. While it incorporates the remaining chapters of the Industrial Insurance Act as may be needed, chapters such as 616C have application in diseases arising from the employment relationship only if not

otherwise provided in chapter 617. See NRS 617.015. NRS 617.430 specifically states that an employee whose death is caused by occupational disease is entitled to the compensation set out in those other chapters in the Industrial Insurance Act but subject to the modifications mentioned in chapter 617. Daniel

DeMaranville, according to the evidence ruled upon by the appeals officer, died of heart disease. NRS 617.457 presumes the heart disease of this retired police officer arose out of and in the course of his employment. Any reliance upon NRS 616C.505 for the purpose of determining compensability of a police officer's heart disease is therefore misdirected.

Our State Supreme Court has considered this issue. In Mirage v. Nevada Dep't of Admin., 110 Nev. 257, 259-260, 871 P.2d 317 (1994), the Court noted that once an employee qualifies for benefits under chapter 617, only then does it becomes necessary to rely on other provisions in the Industrial Insurance Act to calculate benefits owing. In that case chapter 616 was used to determine the method for calculating benefits but the Supreme Court intentionally did not rely upon chapter 616 until the issue of compensability was resolved under chapter 617.

III.

### The application of NRS 617.457(13).

Daniel DeMaranville died August 5, 2012. ROA 552. At the time of his death NRS 617.457 did not contain subsection 13. See section 2 of chapter 124, Statutes of Nevada 2011, at page 585. Subsection 13 was added to NRS 617.457 in 2015 by the Seventy Eighth Legislature. See Senate Bill 153, Chapter 420, §3 and §3.5.

Subsection 13 of NRS 617.457 first appears in Section 3 of S.B. 153 and reads as follows:

A person who files a claim for a disease of the heart specified in this section after her or she retires from employment as a firefighter, arson investigator or police officer is not entitled to receive any compensation for that disease other than medical benefits.

That provision in the bill appears in the codified version of the statute effective through December 31, 2016. At section 3.5 of the bill the language above was moved to subsection 14 and effective January 1, 2017, the codified version of subsection 13 reads as follows:

Claims filed under this section may be reopened at any time during the life of the claimant for further examination and treatment of the claimant upon certification by a physician of a change of circumstances related to the occupational disease which would warrant an increase or rearrangement of compensation.

Section 3 of S.B. 153 became effective June 8, 2015, and section 3.5 became effective January 1, 2017. See section 7 of chapter 420, Statutes of Nevada 2015, at page 2433.

Thus, the current subsection 13 of NRS 617.457 pertains to reopening of a closed claim and does not appear to have application to the DeMaranville case where reopening is not an issue. Acceptance of the claim for death benefits, though, is an issue in the case. Both EICON and City seek review of the appeals officer's decision that Daniel DeMaranville died of heart disease. As such, the version of subsection 13 codified through December 31, 2016, and now appearing as subsection 14 may be of

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interest to the Court. However, the Court should take note of section 6 of the bill in either of its codified versions.

The amendatory provisions of this act:

act:
1. Apply only to disablement which occurs on or after the effective date of this section; and
2. Do not apply to any person who, on the effective date of this section, has completed at least 20 years of creditable service, not including any service credit purchased in a retirement system, as a police officer, firefighter, volunteer firefighter or arson investigator in the State.

The restriction that heart disease claims under NRS 617.457 are limited only to medical benefits if the claimant is retired at the time of filing the claim did not have application before the enactment of S.B. 153, and certainly not at the time Laura DeMaranville filed her claim for benefits arising from the death of her husband. His date of disablement, being the same date as his death, was long before the effective date of S.B. 153. In addition, he had also completed more than 20 years of creditable service long before the passage of the act. ROA 053-054.

Respectfully submitted this day of January, 2017.

NEVADA ATTORNEY FOR INJURED WORKERS

Evan Beavers, Esq.
Nevada Bar No.: 03399
1000 East William St., Suite 208
Carson City, Nevada 89701.

Attorneys for Laura DeMaranville, surviving spouse of Daniel DeMaranville, Respondent

NEVADA ATTORNEY FOR INJURED WG 1000 East William Street, St Carson City, NV 89701 2200 South Rancho Drive, Sui Las Vegas, NV 89102

 CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of the State of Nevada, Nevada Attorney for Injured Workers, and that on this date I deposited for mailing at Carson City, Nevada, a true and correct copy of the within and foregoing POINTS AND AUTHORITIES addressed to:

TIMOTHY E ROWE ESO MCDONALD CARANO WILSON 100 W LIBERTY ST 10TH FL RENO NV 89505-2670

MARK S SERTIC ESQ SERTIC LAW LTD 5975 HOME GARDENS DR **RENO NV 89505** 

January 30, 2017 January J. Shewood

# AFFIRMATION Pursuant to NRS 239B.030

The undersigned does hereby affirm that the preceding:

### POINTS AND AUTHORITIES

filed in Case Number: 15 OC 00092

X Does not contain the Social Security Number of any person.

-OR-

Contains the Social security Number of a person as required by:

A. A specific State or Federal law, to wit:

-or-

B. For the administration of a public program or for an application for a Federal or State grant.

Evan Béavers, Esq.

Nevada Attorney for Injured Workers

Attorneys for Laura DeMaranville, surviving spouse of Daniel DeMaranville, Defendant

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REC'D & FILED TIMOTHY E. ROWE, ESQ. Nevada Bar No. 1000 2017 JAN 30 PM 3: 14 MCDONALD CARANO WILSON LLP 100 West Liberty St., 10th Floor SUSAN MERRIWETHER P. O. Box 2670 Reno, Nevada 89505-2670 CLERK Telephone: 775-788-2000 Facsimile: 775-788-2020 DEPUTY 5 trowe@mcwlaw.com Attorneys for Petitioner 6 7 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 8 IN AND FOR CARSON CITY 9 \*\*\*\* 10 CITY OF RENO. Case No. 15 0C 00092 1B 11 Petitioner, Dept. No. II 12 VS. 13 DANIEL DEMARANVILLE [Deceased], **EMPLOYER'S INSURANCE COMPANY** OF NEVADA, and NEVADA 15 DEPARTMENT OF ADMINISTRATION APPEALS OFFICER, 16 Respondents. 17 CITY OF RENO'S SUPPLEMENTAL POINTS AND AUTHORITIES 18 IN SUPPORT OF PETITION FOR JUDICIAL REVIEW 19 20 EVAN BEAVERS, ESQ. TIMOTHY E. ROWE, ESQ. Nevada State Bar No. 3399 Nevada State Bar No. 1000 Nevada Attorney for Injured Workers 21 McDonald Carano Wilson LLP 100 West Liberty Street, 10<sup>th</sup> Floor 1000 E. William Street, Ste. 208 Carson City, Nevada 89701 22 Post Office Box 2670 Reno, Nevada 89505-2670 Attorney for Respondent/ Cross Respondent, 23 DANIEL DEMARANVILLE Attorneys for Petitioner 24 CITY OF RENO MARK SERTIC, ESQ. 25 Nevada State Bar No. 403 Sertic Law. Ltd. 5975 Home Gardens Drive 26 Reno, NV 89502 27 Attorney for Respondent/ Cross-Petitioner. **EMPLOYERS INSURANCE** 28

COMPANY OF NEVADA

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# MCDONALD-CARANO-WILSONS 100 WEST LIBERTY STREET, 101% FLOOR • RENO, NEVADA 89501 RO, BOX 36570 • RENO, NEVADA 89505-2670 PHONE 775-788-2000 • FAX 775-788-2020

1	TABLE OF AUTHORITIES
2	Cases Cited
3	County of Clark ex rei. Univ. Med. Ctr.v. Upchurch 114 Nev. 749, 753, 961 P. 2d. 754, 757 (1998)
5	Goldstein v. Jensen Precast 102 Nev. 630, 633, 729 P. 2d. 1355, 1358 (1986)
6	Harris Ass'n v. Clark County School District 119 Nev. 638, 81 P. 3d. 532, 534 (2003)
8	Howard v. City of Las Vegas 121 Nev. 691, 120 P.3d 410 (2005)2,
9	Sierra Pacific Power Company V. Dep't of Taxation 96 Nev. 295, 298, 607 P. 2d 1147, 1149 (1980)
11	State ex rel. Nevada Tax Comm. v. Boerlin 38 Nev.39, 45, 144 P. 738, 740 (1914)
12 13	State, Dep't of Motor Vehicles and Public Safety v. Brown 104 Nev. 524, 526, 762 P. 2d 82, 83 (1988)
14	Williams v. Clark County District Atty. 118 Nev. 473, 479, 50 P. 3d 536, 540 (2002)
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16	Statutes Cited:
17	NRS 616C.505
18	NRS 617.4572,3
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## CITY OF RENO'S SUPPLEMENTAL POINTS AND AUTHORITIES IN SUPPORT OF PETITION FOR JUDICIAL REVIEW

The City of Reno respectfully submits the following supplemental Points and Authorities in support of its petition for judicial review as ordered by the court in its January 18, 2017 order:

## Question 1:

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1. The first sentence of NRS 616C.505 states in part: "If an injury by accident arising out of and in the course of employment causes the death of an employee in the employ of an employer ..." Does the term "in the employ" mean the employee's death must occur during his employment for the employee to be entitled to wage benefits?

Answer: Yes

Statutory construction is a matter of determining legislative intent. County of Clark ex rel. Univ. Med. Ctr.v. Upchurch, 114 Nev. 749, 753, 961 P. 2d. 754, 757 (1998). When the words of a statute have a plain and ordinary meaning, a court should not look beyond the plain meaning of the statute. Harris Ass'n v. Clark County School District, 119 Nev. 638, 81 P. 3d. 532, 534 (2003). A court should not apply any interpretation of a statute that renders specific wording of the statute meaningless. Williams v. Clark County District Atty. 118 Nev. 473, 479, 50 P. 3d 536, 540 (2002). Nor should a court insert language in a statute not included by the legislature. State ex rel. Nevada Tax Comm. v. Boerlin 38 Nev.39, 45, 144 P. 738, 740 (1914).

Here, the plain meaning of NRS 616C.505 limits death benefits to the death of an employee "in the employee" of an employer. The meaning of "in the employ" is plain and clear, and the court should not look beyond the plain meaning of those words.

An interpretation of the statute that allows death benefits to a person not "in the employee" of an employer at the time of the death requires either that the court ignore the language in question or that the court add language that expands the meaning of the statute to allow payment of death benefits to a person not in the employ of an employer at the time of death. Neither interpretation is permissible under applicable rules of statutory construction. Accordingly, the City respectfully submits the plain meaning of the wording in NRS 616C.505 should be applied such that death benefits are available only to employees "in the employee" of an employer at the time of death. This interpretation of the statute is entirely consistent with the legislative intent demonstrated by the Legislature's 2015 amendments to NRS 617.457.

## Question 2:

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2. What application, if any, does NRS 617.457(13) have to this case?

none, except that the Legislature's 2015 modifications to NRS Answer: 617.457 demonstrate its intent that death benefits are not payable in the circumstances of this case.

The 2015 Legislature made two modifications to NRS 617.457 in SB 153, one effective until December 31, 2016, and the other effective beginning January 1, 2017. The modification in question here is the one effective until December 31, 2016. By its own terms, SB 153 became effective on June 8, 2016 when signed by the Governor. However, section 6(1) of SB 153 limits its application to disablement which occurs on or after the effective date of the statute. Thus, the modification contained in NRS 617.457(13) has no direct application to this case since Mr. DeMaranville's date of disablement was the date of his death in 2012.

However, the 2015 modifications to NRS 617.457 demonstrate the Legislature's intent to limit benefits available to retired police officers and firefighters to medical benefits. Both versions of the statute contain the same limitation. The version of the statute in effect until December 31, 2016 is contained in subsection 13 and the version that becomes effective January 1, 2017, in subsection 14. In effect, this language codifies the holding in Howard v. City of Las Vegas, 121 Nev. 691, 120 P.3d 410 (2005) which precluded payment of disability benefits to a retired firefighter. The 2015 amendments to NRS 617.457 clearly demonstrate the legislative intent to limit benefits

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consistent with the holding in Howard.

Had the legislature intended to a extend benefits in a manner not consistent with the Howard decision, it clearly could have adopted language calling for a result different than that expressed in the Howard decision. It did not do so. When the legislature has chosen not to insert language into a statute, it is not the place for the court to do so. State, Dep't of Motor Vehicles and Public Safety v. Brown, 104 Nev. 524, 526, 762 P. 2d 82, 83 (1988). Particularly when the legislature has not availed itself of the opportunity to amend a statute if it disagreed with the existing interpretation, it would be improper for this court to legislate the change. Sierra Pacific Power Company V. Dep't of Taxation, 96 Nev. 295, 298, 607 P. 2d 1147, 1149 (1980).

The Nevada Supreme Court has described Nevada's workers compensation scheme as a "... delicate balance between the interests of the parties, a balance which we, as a judicial body, are hesitant to disturb." Goldstein v. Jensen Precast, 102 Nev. The legislature's intent has been 630, 633, 729 P. 2d. 1355, 1358 (1986). demonstrated by the modifications to NRS 617.457. Given the Nevada Supreme Court's view of the workers compensation scheme, the City of Reno's respectfully submits that any interpretation of NRS 616C.505 and NRS 617.457 other than that expressed in the statute and in *Howard* best be left to the legislature.

Dated this \_ 30 day of January, 2017.

McDONALD CARANO WILSON LLP

Bv:

ROWE, ESQ. TIMOTHY E.

P. O. Box 26/70

Reno, NV 895005-2670

Attorneys for the Petitioner

CITY OF RENO

# MCDONALD-CARANO-WILSONS 100 WEST LIBERTY STREET, 10" FLOOR - RENO, NEVADA 89501

# AFFIRMATION Pursuant to NRS 239B.030

The undersigned does hereby affirm that the preceding CITY OF RENO'S SUPPLEMENTAL POINTS AND AUTHORITIES IN SUPPORT OF PETITION FOR JUDICIAL REVIEW filed in the First Judicial District Court of the State of Nevada, does not contain the social security number of any person.

1-E. Kolle	
Timothy E. Rowe, Esq.	
Attorney for Petitioner	
CITY OF RENO	

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# MCDONALD-CARANO-WILSON.

## CERTIFICATE OF COMPLIANCE

I hereby certify that I have read this CITY OF RENO'S SUPPLEMENTAL POINTS AND AUTHORITIES IN SUPPORT OF PETITION FOR JUDICIAL REVIEW and to the best of my knowledge, information and belief, it is not frivolous or interposed for any improper purpose. I further certify that this brief complies with all applicable Nevada Rules of Appellate Procedure, in particular NRAP 28(e), which requires every assertion in the brief regarding matters in the record to be supported by appropriate references to the record on appeal. I understand that I may be subject to sanctions in the event that the accompanying brief is not in conformity with the requirements of Nevada Rules of Appellate Procedure.

DATED this \_36t day of January, 2017.

TIMOTHY E. ROWE

# MCDONALD-CARANO-WILSONS 100 WEST LIBERTY STREET, 10TH FLOOR, RENDA 89501 PO BOX 2670- REND, NEWDA 89505-2670 PO BOX 2670- REND, NEWDA 89505-2670 PO HONE TS-T88-2000 • FAX TTS-T88-2020

## **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 on the 30th day of January 2017, I served the preceding CITY OF RENO'S SUPPLEMENTAL POINTS AND AUTHORITIES IN SUPPORT OF PETITION FOR JUDICIAL REVIEW by placing a true and correct copy thereof in a sealed envelope and hand-delivering said document to the following parties at the addresses listed below:

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

Evan Beavers, Esq.
Nevada Attorney for Injured Workers
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Carson City, NV 89701

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

Carole Davis

#484118

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REC'D & FILFO 2017 MAR -9 PM 2:51 SUSAN MERRIWETHER

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

CITY OF RENO.

APPEALS OFFICER,

Petitioner.

Respondents.

DEPARTMENT OF ADMINISTRATION

Case No. 15 0C 00092 1B

VS.

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Dept. No. II DANIEL DEMARANVILLE [Deceased], EMPLOYER'S INSURANCE COMPANY OF NEVADA, and NEVADA

## 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

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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 *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.

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 

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Timothy E. Rowe, Esq. Nevada Bar No. 1000 McDONALD CARANO WILSON LLP 100 West Liberty Street, 10<sup>th</sup> Floor P.O. Box 2670 Reno, Nevada 89505 Telephone: (775) 788-2000 Facsimile: (775) 788-2020

REC L : 1. \_ 2017 MAR 14 PM 1:46 SUSAN MERRINYETHER

Attorneys for Respondents, CITY OF RENO and CCMSI

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

CITY OF RENO.

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Petitioner,

VS.

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

Respondents.

Case No. 15 OC 00092 1B Dept. No. II

## NOTICE OF ENTRY OF ORDER

PLEASE TAKE NOTICE that on the 8th day of March, 2017, the Court entered its Order Denying Granting in Part and Denying in Part Petition for Judicial Review in the abovereferenced matter. A true and correct copy of the Order is attached hereto as Exhibit "1".

The undersigned hereby affirms that this document does not contain the social security number of any person.

DATED this 13th day of March, 2017.

McDONALD CARANO WILSON LLP

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

Attorneys for City of Reno and CCMSI

# McDONALD ( CARANO

00 WEST LIBERTY STREET, TENIH FROOD REND NEVADA 89'50| PHONE 773,788 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 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 Davis

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## **EXHIBIT 1**

# **EXHIBIT 1**

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8	CITY OF RENO.	I.	
9	Petitioner,	Case No. 15 0C 00092 1B	
10	vs.	Dept. No. II	
11	DANIEL DEMARANVILLE [Deceased].		
12	EMPLOYER'S INSURANCE COMPANY		
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15	<u> </u>		
16	ORDER GRANTING IN PAR	JUDICIAL REVIEW	
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18		petitions for judicial review involving the City	
19	of Reno (City of Reno), Employers Insurance C		
20	Daniel Demaranville, Laura DeMaranville. The death benefits in which Ms. DeMaranville co		
21	occupational heart disease.	ontends her husband's death was caused by	
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24	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		
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26	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		
27	The statute of the st	Appears 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.)

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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

## Cause of Death

The Appeals Officer found Mr. DeMaranville died as a result of a catastrophic cardiovascular event caused by heart diseasc. 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 19 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 <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

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.

Dames Elles of 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

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REC'D& FILED 1 CASE NO. 15 OC 00092 1B 2017 MAR 29 PM 2: 52 2 DEPT. II SUSAN MERRINE THER 3 Ry Electronically Filed 4 Ap) 05 20 17 09:25 a.m. Elizabeth A. Brown 5 Clerk of Supreme Court 6 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 7 IN AND FOR CARSON CITY 8 9 CITY OF RENO, 10 Petitioner. 11 Vs. NOTICE OF APPEAL 12 DANIEL DEMARANVILLE (Deceased); EMPLOYERS INSURANCE COMPANY OF 13 NEVADA; and NEVADA DEPARTMENT OF ADMINISTRATION, APPEALS OFFICER 14 Respondents. 15 16 CITY OF RENO, CCMSI and TO: their attorney of record, Timothy E. Rowe, Esq.; 17 EMPLOYERS INSURANCE COMPANY OF NEVADA, and 18 its attorney of record, Mark S. Sertic, Esq. 19 Notice is hereby given that pursuant to N.R.A.P. 4 20 Appellant Laura DeMaranville, surviving spouse of Daniel DeMaranville, by and through her attorney, Evan Beavers, Esq., 21 Nevada Attorney for Injured Workers, hereby appeals to the Supreme Court of Nevada from the Order issued by the First 23 24 judicial District Court on March 9, 2017, and entered on or about 25 March 14, 2017 (attached hereto at Exhibit A). 26 27 28

The Nevada Attorney for Injured Workers is a state agency exempt from fees and therefore is filing no cost bond. DATED this 29 day of March, 2017. NEVADA ATTORNEY FOR INJURED WORKERS Nevada Bar No. 3399 1000 E. William Street, Suite 208 Carson City, Nevada 89701 Attorneys for Appellant, Laura DeMaranville 

# AFFIRMATION

2	Pursuant to NRS 239B.030				
3	The undersigned does hereby affirm that the preceding:				
4					
5	MOTICE OF APPEAL TO SUPREME COURT  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	A. A specific State or Federal law to with				
12	A. A specific State or Federal law, to wit:				
13					
14	-or-				
15	B. For the administration of a public program or for an application for a Federal or State				
16	grant.				
17	(110-112111				
18					
19	Signature Date				
20	EVAN BEAVERS, ESQ.				
21	EVAN BEAVERS, ESQ. Nevada Attorney for Injured Workers				
22	Laura DeMaranville				
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# EXHIBIT A

# **EXHIBIT** A

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П	Timothy E. Rowe, Esq. Nevada Bar No. 1000
2	McDONALD CARANO WILSON LLP 100 West Liberty Street, 10 <sup>th</sup> Floor
3	100 West Liberty Street, 10 <sup>th</sup> Floor   P.O. Box 2670
ا د	Reno, Nevada 89505
4	Telephone: (775) 788-2000
5	Facsimile: (775) 788-2020
٦	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

Case No. 15 OC 00092 1B Dept. No. II

Petitioner,

VS.

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

Respondents.

## **NOTICE OF ENTRY OF ORDER**

PLEASE TAKE NOTICE that on the 8th day of March, 2017, the Court entered its Order Denying Granting in Part and Denying in Part Petition for Judicial Review in the above-referenced matter. A true and correct copy of the Order is attached hereto as Exhibit "1".

The undersigned hereby affirms that this document does not contain the social security number of any person.

DATED this 13th day of March, 2017.

McDONALD CARANO WILSON LLP

Timothy E. Rowe, Esq P.O. Box 2670, Reno, NV 89505-2670 Attorneys for City of Reno and CCMSI

JA 1512

# McDONALD (CARANO 100 WEST UBBERY STREET, TENTH FLOOR • RENO, NEWADA 89501 PHONE 775,788,2000 • FAX 775,788,2022

## 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 /3 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

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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.

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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.)

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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

## 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 18 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 *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 Sulled DISTRICT JUDGE

#### CERTIFICATE OF SERVICE

2	Pursuant to NKCP 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 8	LAURA DEMARANVILLE PO BOX 261 VERDI NV 89439
9	TIMOTHY E ROWE ESQ
10	MCDONALD CARANO WILSON 100 W LIBERTY ST 10 <sup>TH</sup> 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
15	
16	DATED: March 29, 2017
17	signed: Janey X. Cherwood
18	SIGNED: Janey J. Cherwood
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	1	CASE NO. 15 OC 00092 1B REC'D&FILEU
	2	DEPT. II 2017 MAR 29 PM 2: 52
	3	SUSAN HERRIWETHER
	4	OX ) CLERN
	5	DEPUTY
	6	IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA
	7	IN AND FOR CARSON CITY
	8	
	9	CITY OF RENO,
	10	Petitioner,
	11	vs. CASE APPEAL STATEMENT
	12	DANIEL DEMARANVILLE (Deceased);
	13	EMPLOYERS INSURANCE COMPANY OF NEVADA; and NEVADA DEPARTMENT OF
	14	ADMINISTRATION, APPEALS OFFICER,
	15	Respondents.
	16	
	17	1. Name of appellant filing this case appeal
	18	statement:
	19	Laura DeMaranville, surviving spouse of Daniel
_	20	DeMaranville.
230 - 486-2830	21	2. Identify the judge issuing the decision, judgment,
e 230	22	or order appealed from:
Suite (702)	23	Hon. James E. Wilson, District Court Judge.
rive,	24	/ / /
cho D 89102	25	/ / /
2200 South Rancho Drive, Las Vegas, NV 89102	26	/ / /
Sout	27	/ / /
2200 Las	28	

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

Identify each appellant and the name and address of 3. counsel for each appellant:

Laura DeMaranville.

Evan Beavers, Esq. Nevada Attorney for Injured Workers 1000 East William Street, Suite 208 Carson City, NV 89701

Identify each respondent and the name and address of appellate counsel, if known, for each respondent (if the name of a respondent's appellate counsel is unknown, indicate as much and provide the name and address of that respondent's trial

City of Reno; Cannon Cochran Management Services, Inc.

Timothy E. Rowe, Esq. McDonald Carano Wilson LLP 100 West Liberty Street, 10th Floor PO Box 2670 Reno, NV 89505-2670

Employers Insurance Company of Nevada

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

Indicate whether any attorney identified above in response to question 3 or 4 is not licensed to practice law in Nevada and, if so, whether the district court granted that attorney permission to appear under <u>SCR 42</u> (attach a copy of any district court order granting such permission):

All counsel are licensed in the State of Nevada.

Indicate whether appellant was represented by appointed or retained counsel in the district court:

Indicate whether appellant is represented by appointed or retained counsel on appeal:

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.

9. 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 OC 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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Judicial District Court and resulted in Case No. 16 OC 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.

10. 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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South Rancho Drive, Vegas, NV 89102 24 25

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.

11. Indicate whether the case has previously been the 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.

12: Indicate whether this appeal involves child custody or visitation:

This appeal does not involve child custody or visitation legal issues.

13. If this is a civil case, indicate whether this appeal involves the possibility of settlement:

Settlement may be explored upon appeal to Supreme Court.

DATED this \_\_\_\_\_ day of March, 2017.

NEVADA ATTORNEY FOR INJURED WORKERS

# 3590

Evan Beavers, Esq. Nevada Bar No. 3399 Nevada Attorney for

Nevada Attorney for Injured Workers 1000 East William Street, Suite 208 Carson City, Nevada 89701 Attorneys for Appellant,

Laura DeMaranville

# NEVADA ATTORNET FOR INJURED WORKERS 1000 East William Street, Suite 208 Carson City, NV 89701 (775) 684-7555 2200 South Rancho Drive, Suite 230 Las Vegas, NV 89102 (702) 486-2830

# AFFIRMATION -Pursuant-to-NRS-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	X Does not contain the Social Security Number of any
7	person.
8	-or-
9	
.0	Contains the Social security Number of a person as required by:
.1	A. A specific State or Federal law, to wit:
.2	
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.4	-or-
.5	B. For the administration of a public program or for an application for a Federal or State
.6	#1590 grant.
.7	100 MM// 1 2/29/2
.8	Signature $3/29/17$ Date
.9	
0	EVAN BEAVERS, ESQ.
1	Nevada Attorney for Injured Workers
2	Attorneys for Appellant, Laura DeMaranville
3	
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# CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of the State of Nevada, Nevada Attorney for Injured Workers, and that on this date I deposited for mailing at Carson City, Nevada, a true and correct copy of the within and foregoing CASE APPEAL 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 11 RENO NV 89505-2670

MARK S SERTIC ESQ 12 SERTIC LAW LTD 5975 HOME GARDENS DR 13 **RENO NV 89502** 

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March 29, 2017 Janey J. Shewoon DATED:

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

2200 South Rancho Drive, Las Vegas, NV 89102 26

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REC'D & FILED CASE NO. 15 OC 00092 1B 1 2017 HAR 29 PM 2: 52 DEPT. II 2 SUSANCE: WANTE THEN 3 BY\_ 4 DEFITY 5 6 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 7 IN AND FOR CARSON CITY 8 9 CITY OF RENO, 10 Petitioner. 11 vs. MOTION FOR STAY DANIEL DEMARANVILLE (Deceased); EMPLOYERS INSURANCE COMPANY OF 13 NEVADA; and NEVADA DEPARTMENT OF ADMINISTRATION, APPEALS OFFICER, 14 Respondents. 15 16 Comes now the Appellant, Laura DeMaranville, surviving spouse of Daniel DeMaranville, by and through her attorney, Evan 17 18 Beavers, Esq., Nevada Attorney for Injured Workers, and hereby moves this Court for an order to stay enforcement of that certain 19 20 Order Granting In Part and Denying In Part Petition for Judicial Workers Suite 208 (775) 684-7555 230 486-2830 21 Review filed March 9, 2017, and entered March 14, 2017, while the 22 petitioner pursues her appeal of the Order to the Nevada Supreme Suite (702) 23 Court. NEVADA ATTORNEY FOR INJURED 1000 East William Street, Carson City, NV 89701 South Rancho Drive, Vegas, NV 89102 24 25 26 27 Las 28

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

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This motion is made and based upon the points and authorities which follow and all papers and pleadings on file herein.

DATED this day of March, 2017.

HRS90 NEVADA ATTORNEY FOR INJURED WORKERS

Beavers, Esq.

Bar No.: 3399 Attorney for the Appellant 1000 E. William, Suite 208 Carson City NV

#### Points and Authorities

Laura DeMaranville, as surviving spouse of Daniel DeMaranville, presented evidence to Appeals Officer Lorna L. Ward, Esq., on January 7, 2015, (Exhibit 1) and again on October 5, 2015 (through a motion for summary judgement) (Exhibit 2). a result of the first hearing, Appeals Officer Ward found the death of Daniel DeMaranville to have been caused by heart disease and that the City of Reno (City) was responsible for providing death benefits to Mrs. DeMaranville. As a result of the second hearing, Appeals Officer Ward found the benefit owed to Mrs. DeMaranville should be based upon her deceased husband's earnings at the date of his death.

The City sought review of both administrative decisions by petitioning the district court. Employers Insurance Company of Nevada (EICON), the insurer providing coverage to the City during the period of Mr. DeMaranville's employment, also sought After consolidation, the judicial review of both decisions. Court affirmed the appeals officer's decision that Mr. DeMaranville died of heart disease and that the death was a

compensable occupational disease. The Court also found the City liable for the benefits owing to Mrs. DeMaranville. Lastly, though, the Court determined the amount of monthly benefits owing to Mrs. DeMaranville was zero because at the date of death Mr. DeMaranville was receiving no wage from the City. It is this last determination by the Court that is the object of Mrs. DeMaranville's request for stay.

Concurrent with the filing of this motion, Mrs. DeMaranville will file her notice to appeal the Court's order of March 9, 2017, to the Nevada Supreme Court. NRAP 8(a)(1) requires the appealing party to move in the district court for a stay of the order pending appeal to the Supreme Court or Court of Appeals. Case law identifies four factors to consider for the granting of a stay: first, there must be a substantial likelihood that the appellant will prevail on the merits; second, there is a threat of irreparable injury to the appellant if the stay is not granted; third, the threatened injury to the appellant outweighs the threatened harm the stay will cause to the respondent; and fourth, granting the stay will not disserve the public interest. See Jacksonville Port Auth. v. Adams, 556 F.2d 52, 57 (D.C. Cir. 1977); Virginia Petroleum Jobbers Association v. Federal Power Commission, 259 F.2d 921 (D.C. Cir. 1958); See also Fritz Hansen A/S v. Eighth Judicial Dist. Court, 116 Nev. 650, 6 P.3d 982 (2000); Dangberg Holdings Nev., LLC v. Douglas County., 115 Nev. 129, 142, 978 P.2d 311, 319 (1999); Kress v. Corey, 65 Nev. 1, 17 (1948).

Likelihood of Success on the Merits

The district court has determined the appeals officer

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overlooked NAC 616C.435(9) which would require basing the benefits due Mrs. DeMaranville upon the average monthly wage "earned in the employment causing the occupational disease." This is despite the law indicating that injury in industrial disease cases is not recognized until the disease causes disability. See NRS 617.420 and NAC 616C.441.

There is no evidence in the record presented to the appeals officer proving which employment caused the decedent's industrial heart disease. Indeed, the statute by which Daniel DeMaranville or his surviving spouse is entitled to any benefits The Court found the claim to be compensable and is NRS 617.457. The issue to be raised on the claim is based upon this statute. appeal is how the regulation used to calculate the period for average monthly wages in accident cases has been relied upon by the district court to avoid the statutory presumption in NRS 617.457 that obviates proof of "the employment causing the occupational disease." See NRS 617.457. At the time of Daniel DeMaranville's death, all that was required under the Act was to prove five years of full-time continuous, uninterrupted and salaried occupation as a police officer, and proof of heart The appeals officer and the district court have now disease. both concluded that standard has been met. Nothing in the Occupational Diseases Act requires proof of which employment relationship in Mr. DeMaranville's career "caused" the heart disease.

NRS 617.430, provides that every employee who is disabled or dies because of an occupational disease, arising out of and in the course of employment in the State of Nevada, or the

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dependents of an employee whose death is caused by an occupational disease, are entitled to compensation provided by those chapters for temporary disability, permanent disability or death.

In the case of Mirage v. Nevada Dep't of Admin., 110

Nev. 257, 871 P.2d 317 (1994) the employer argued that the average monthly wage calculations for occupational disease claims should be controlled by NRS 616 and NAC 616. The court specifically rejected the argument by stating "We disagree. We note that although NRS Chapter 617 does not contain a precise method for the calculation of disability benefits for occupational diseases, its provisions provide sufficient guidance for determining the date of eligibility for such benefits." Id. at 260, 319.

Furthermore, the case of Howard v. City of Las Vegas, 121 Nev. 691, 120 P.23d 410 (2005), relied upon by the Court in conjunction with NAC 616C.435(9), is not so clearly on point when applied to the DeMaranville facts as to prevent the appellant's success before the Supreme Court or Court of Appeals. If limited to its facts, Howard saves an insurer from paying temporary total disability (TTD) benefits to a retiree who is not working and not earning a wage. In that case our Supreme Court determined that if a retired fireman was not earning a wage at the time he requested TTD, there was no lost wage to substitute. Mr. DeMaranville's heart attack was an occupational disease entitling him to occupational disease benefits. In accordance with Mirage, the date of disability was the date of his heart attack. Therefore, the period immediately preceding the heart

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attack is the date from which disability benefits must be calculated. <u>Id.</u> at 695, 412.

It is likely that Mrs. DeMaranville will succeed with her argument on appeal that her compensable claim is worth more than zero under the <u>Howard</u> analysis because at the date of his death, Daniel DeMaranville was earning a wage and the benefit his widow seeks is not TTD but death benefits.

#### Irreparable Harm if Stay Not Granted

Since the appeals officer ordered in March of 2015 that the City pay Laura DeMaranville the benefits owing to her as the surviving spouse of Daniel DeMaranville, she has received those monthly payments. Now with the entry of the Court's order of March 9, 2017, those payments will stop. While she seeks appellate review of that order, the harm for her will be immediate and irreparable.

Daniel and Laura DeMaranville lived together as husband and wife for 23 years before he died of heart disease on August 12, 2012. ROA 84, Line 5. The wages he was earning up until the day he died stopped as of the date of his death. The Occupational Diseases Act provides a substitute to the surviving spouse for the loss of her husband's wages, and for two years Laura DeMaranville has received and relied upon that benefit. The loss of that income during the lengthy process of appeal is irreparable.

#### Irreparable Harm if Stay Is Granted

The Appellant, Laura DeMaranville, seeks a stay of that portion of the Court's order reducing her monthly benefit payment to zero. If the stay is granted the City will be obligated to

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pay the same amount it has been paying to her for the past two Payment of money during the appellate process should not be construed as irreparable harm to the City.

It has been determined that the payment of benefits alone is not irreparable harm to the insurer making the payments. "[M]oney, time and energy necessarily expended in the absence of a stay are not enough to show irreparable harm." Fritz Hansen A/S v. Eighth Judicial Dist. Court, 116 Nev. 650, 658, 6 P.3d 982 (2000), citing Wisconsin Gas Co. v. F.E.R.C., 244 U.S. App. D.C. 349, 758 F.2d 669, 674 (D.C. Cir. 1985) (quoting <u>Virginia</u> Petroleum Jobbers Assn. v. Federal Power Com'n., 104 U.S. App. D.C. 106, 259 F.2d 921, 925 (D.C. Cir. 1985)).

The threatened injury to the petitioner, Laura DeMaranville, outweighs the threatened harm the stay may cause to the City.

#### The Public Interest

Both the appeals officer and the district court found that Daniel DeMaranville died of heart disease and that under the Occupational Diseases Act his surviving spouse is entitled to death benefits. The Court, however, has determined that because the decedent was not earning a wage from the municipal employer obligated to pay under the Act, the employer pays zero benefits to the surviving spouse. That determination is not supported directly, however, by statute or reported case law of the Nevada Supreme Court. Laura DeMaranville is seeking from the appellate court a review of the City's proffered authority. It is not the City that must seek affirmation of its analysis of NAC 616C.435(9) and the expansion of <u>Howard</u>. The surviving spouse

must now do so in order to protect her future benefits. Without a stay in place, she must do so without the monthly income intended by the Occupational Diseases Act.

It is against the public interest for the surviving spouse to go without her monthly payments, which is why she seeks appellate review of the City's theory of the case.

#### Conclusion

The remedy of a stay requires the Appellant to demonstrate that she will likely prevail on the merits on appeal and that she will suffer irreparable harm should the stay not be granted. Laura DeMaranville, as the Appellant, has shown she will suffer irreparable harm if the stay is not granted. Merely continuing to provide Laura DeMaranville the benefits which have been provided for the past two years does not pose irreparable harm to the City.

Therefore, Laura DeMaranville, as the Appellant seeking review of the order of March 9, 2017, hereby requests a stay of that order pending appeal.

Respectfully submitted this day of March, 2017.

NEVADA ATTORNEY FOR INJURED WORKERS

Evan Beavers, Esq

Nevada Bar No. 3399

1000 E. William, Suite 208

Carson City NV 89701

Attorneys for the Appellant, Laura DeMaranville

NEVADA ATTORNEY FOR INJURED 1000 East William Street, Carson City, NV 89701 South Rancho Drive, Vegas, NV 89102 25 26 27 2200 Las V

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# AFFIRMATION

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

2200 South Rancho Drive, Suite 230 Lag Vegas, NV 89102 (702) 486-2830

2	Pursuant to NRS 239B.030
3	preceding:
4	MOTION FOR STAY
5	filed in Case Number: 15 OC 00092 1B
6 7	X Does not contain the Social Security Number of
8	
9	-OR-
10	Contains the Social security Number of a person as required by:
11	
12	A. A specific State or Federal law, to wit:
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14	-or-
15	B. For the administration of a public program or
16	for an application for a Federal or State grant.
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19	Date *
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21	EVAN BEAVERS, ESQ. Nevada Attorney for Injured Workers
22	Attorneys for Appellant,
23	Laura DeMaranville
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# EXHIBIT 1

# EXHIBIT 1

#### NEVADA DEPARTMENT OF ADMINISTRATION BEFORE THE APPEALS OFFICER

1050 E. WILLIAM, SUITE 450 CARSON CITY, NV 89701

FILED

MAR 18 2015

DEPT OF ADMINISTRATION APPEALS OFFICER

In the Matter of the Contested Industrial Insurance Claim of:

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Claim No: 12853C301824

1990204572

Hearing No: 46538-SA

45822**-**KD 44686-SA

Appeal No: 46812-LLW

46479-LLW 44957-LLW

DANIEL DEMARANVILLE, DECEASED,

Claimant.

Appeal by the Claimant (Daniel DeMaranville's widow, Laura Demaranville) from the CCMSI determination letter dated May 23, 2013; Appeal by Insurer, Employers Insurance Company of Nevada from the decision of the Hearing Officer dated October 28, 2013; and Appeal by the Employer, City of Reno, from the Employers Insurance Company of Nevada determination letter dated September 19, 2013.

#### DECISION OF THE APPEALS OFFICER

The above entitled matter was heard on January 7, 2015. After the hearing the Appeals Officer requested briefing on the issue of which insurer has liability for the claim if the Claimant initially establishes that the claim qualifies under the heart/lung statute. This matter was re-submitted for decision on February 17, 2015. The Claimant was represented by Evan Beavers, Esq., Nevada Attorney for Injured Workers. The Employer, City of Reno, and its current third party administrator, CCMSI, were represented by Timothy E. Rowe, Esq. of McDonald-Carano-Wilson, LLP. Employers Insurance Company of

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Nevada, the Insurer at the time of the Claimant's retirement was represented by Mark S. Sertic, Esq., of Sertic Law Ltd. The hearing was conducted pursuant to Chapters 233B and 616A to D of the Nevada Revised Statutes.

Having heard the testimony and considered the documents the Appeals Officer finds as follows:

#### **FINDINGS OF FACT**

Daniel DeMaranville was a sworn police officer for the City of Reno from August 6, 1969 until his retirement in January 1990. Exhibit 1, page 3. Officer DeMaranville was employed in a full-time continuous, uninterrupted and salaried occupation as a police officer during his employment with the Reno Police Department. At the time of his death he was employed by AKAL as a court security officer for the Federal District Court. Exhibit 1, page 57.

On August 5, 2012, he entered the hospital for a laparoscopic cholecystectomy (removal of the gallbladder). Exhibit 1, page 6. The surgery commenced at approximately 12:00 pm and concluded at approximately 1:45 pm. Exhibit 2, page 23. He was taken to the recovery room in good condition. Exhibit 1, page 7. He became hypotensive and tachycardia while in the recovery room. (Low blood pressure and rapid heart rate). Laboratory work was sent and transfer to ICU was discussed. At 3:35 pm troponin I enzymes (cardiac enzymes) were drawn which revealed a level of 0.32ng/ml. See Exhibit 1, page 10. In addition a cardiac consult was ordered. Exhibit 2, page 27. Daniel DeMaranville suffered a cardiac arrest with unsuccessful resuscitation and died at 7:18 pm. Exhibit 1, page 14, 16. The surgeon, Myron Gomez, M.D., certified the cause of death to be "cardiac arrest, due to, or as a consequence of atherosclerotic heart disease." Exhibit 1, page 16.

Daniel DeMaranville's widow, Laura DeMaranville, filed an incomplete C-4 Form, Claim for Compensation on September 5, 2012. Exhibit 1, page 2. The third party administrator for the City of Reno received the C-4 Form

on September 6, 2012. Id. The employer sent the insurer a completed C-3 Form, Employer's Report of Industrial Injury or Occupational Disease on September 11, 2012. Exhibit 1, page 3. The employer stated on the form that "retired police officer experienced massive heart attack after surgery." Id. The CCMSI claims adjuster began gathering medical records and writing letters to Mrs. DeMaranville in order to make a claims decision. See Exhibit 1, pages 17-49. CCMSI finally received all the medical records in late March 2013 and requested that Mrs. DeMaranville make a written request for widow benefits. Exhibit 1, page 49.

On May 23, 2013, after a chart review by Jay Betz, M.D., CCMSI issued a determination letter denying the claim because there was a lack of information establishing a cause of death as no autopsy was performed and the insurer did not have medical records establishing that Daniel DeMaranville had heart disease. Exhibit 1, pages 52-56. Mrs. DeMaranville appealed claim denial. Exhibit 1, page 1.

In the meantime, Mrs. DeMaranville filed a separate claim with the Employers Insurance Group because she received information that the proper insurer was the insurer for the City of Reno at the time Officer DeMaranville retired in January 1990. Exhibit 1, pages 57-61. Employers Insurance requested a Cardiologist Records Review IME from Coventry Workers' Comp Services on July 7, 2013. Exhibit 5. On August 20, 2013, a completed C-4 Form was signed by Dr. Gomez noting the diagnosis of cholecystitis and myocardial infarction. Exhibit 3, page 2. On August 31, 2013, Zev Lagstein, M.D., the cardiologist from Coventry provided his opinion regarding the causation of Daniel DeMaranville's death. Exhibit 5, pages 3-8.On September 3, and September 16, 2013 Employers Insurance obtained two additional informal reviews of the medical records. Exhibit 2, pages 28-36. On September 19, 2013, Employers Insurance Company of Nevada denied the claim based in part on an informal review by Yasmine Ali, MD. Exhibit 3, pages 5-12.

Daniel DeMaranville's prior medical records reveal stable right bundle branch block in his heart with no evidence of organic heart disease. Exhibit 3, page 19-19-26. The right bundle branch block was noted as early as January 2004. Exhibit 6, page 2. In April 2011 he was cleared for security work without restriction. Exhibit 3, page 19.

In the Spring and Fall of 2014, Mrs. DeMaranville obtained opinions from Charles Ruggeroli, M.D., of Cardiology & Cardiovascular Consultants in Las Vegas, Nevada. Exhibits 7 and 8.

The first issue litigated in this case was whether or not Daniel DeMaranville died of heart disease. Therefore, a careful review of the above mentioned medical opinions is essential.

#### Review of Expert Medical Opinions

#### Jay E. Betz, M.D.

Dr. Betz is an occupational medicine specialist. He reviewed the partial medical records provided by the employer. He opined that he was unable to determine the actual cause of death. He further stated that the probability was high that Mr. DeMaranville died of heart disease due to his age. He further opined that it was much less likely that he died of pulmonary embolus or anesthesia related complications. He also opined that:

"[n]early everyone develops atherosclerotic heart disease to one degree or another as we age. Often the first sign of significant atherosclerotic heart disease is a myocardial infarction. Sometimes this infarction is massive and fatal. In the case of Mr. DeMaranville, considering his age and the sudden onset of cardiac insufficiency it is most likely he suffered a significant myocardial infarction making a large portion of the his myocardium nonfunctional."

He stated that he was unable to determine with "certainty" the cause of death without an autopsy. Exhibit 1, page 52-54.

#### Sankar Pemmaraju, D.O.

Dr. Pemmaraju is a physical medicine and rehabilitation specialist. Dr. Pemmaraju opined that there was no evidence of cardiac disease prior to his death except for an irregular EKG. He also opined that Mr. DeMaranville had some risk factors, i.e, smoking and alcohol abuse, prior to his death that could have led to atherosclerotic heart disease and could have predisposed him to a higher risk for any surgical intervention. He stated that as Mr. DeMaranville had some risk factors that would have led to the atherosclerotic heart disease, most likely the myocardial infarction was not due to a postoperative complication of a gallbladder surgery resulting in cardiac arrest. Exhibit 2, pages 28-32.

#### Yasmine Ali, M.D.

Dr. Ali is an internal medicine and cardiovascular disease specialist. She noted that there was evidence of cardiovascular disease prior to August 5, 2012 in the form of hypertension, right bundle branch block, and mild left ventricular hypertrophy. However, she stated that there was no evidence of coronary artery disease, coronary heart disease, or ischemic heart disease. She found no documentation in the records she reviewed that supported a diagnosis of atherosclerotic heart disease as noted on the death certificate. In addition, she opined that from the records provided, "there is no evidence of a myocardial infarction particularly since *cardiac enzymes were not drawn*, a 12-lead ECG showing evidence of myocardial infarction is absent, and an autopsy was not performed." (emphasis added). She therefore concluded that the cardiac arrest was a post-operative complication. Exhibit 2, pages 33-36.

### Zev Lagstein, M.D.

Dr. Lagstein is an internal medicine and cardiovascular disease specialist. After his review of the provided medical records he concluded that there was not enough information to support a diagnosis of atherosclerotic heart disease. In particular he noted that there was no postoperative EKG to indicate

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ischemia and/or myocardial infarction, and no autopsy was done and "cardiac enzymes were apparently not drawn." Therefore, he stated that there was no evidence to support the diagnosis noted on the death certificate. He also disagreed with Dr. Ruggeroli's assertion that Mr. DeMaranville had occult occlusive arteriosclerotic heart disease. He opined that there is "no evidence to support diagnosis of myocardial infarction in the absence of abnormal postoperative EKG and postoperative cardiac enzymes, especially troponin-I level." (emphasis added). He concluded that the death was due to a postoperative complication of unclear etiology. He further stated that "clearly, the aforementioned diagnostic test with or without autopsy would have clarified this issue beyond any doubts." (emphasis added). Exhibit 5, pages 3-8.

#### Charles Ruggeroli, M.D.

Dr. Ruggeroli is a cardiology specialist. He noted that Mr. DeMaranville no history of antecedent symptomatic coronary artery disease, however he had multiple cardiovascular risk factors with a baseline abnormal resting electrocardiogram. He opined that Mr. DeMaranville had a catastrophic cardiovascular event secondary to underlying occult occlusive atherosclerosis of the coronary arteries leading to his death. Exhibit 7, page 1-2. After Dr. Lagstein commented on his opinion, Dr. Ruggeroli reiterated his opinion. He noted that Mr. DeMaranville arrived in the recovery room with normal vital signs, and afterwards became hypotensive and tachycardic. Laboratory tests were done at 3:35 pm which revealed an elevated troponin I level of 0.32 ng/ml. Dr. Ruggeroli opined that the troponin level was consistent with myocardial necrosis or heart damage. His condition worsened and ultimately he was diagnosed with pulseless electric activity and no evidence of ventricular activity and was pronounced dead at approximately 7:30 pm. He opined that the "cardiac troponins drawn approximately 4 hours prior to his death were elevated and consistent with a cardiovascular cause of ... death." Exhibit 8, page 4.

Dr. Ruggeroli is the only physician who saw and evaluated the cardiac enzymes (troponin). Dr. Betz and Dr. Pemmaraju do not mention cardiac enzymes in their reporting. However, Dr. Betz notes that the most likely cause of death is a significant myocardial infarction. Dr. Ali and Dr. Lagstein note that, in part, because cardiac enzymes were not drawn it could not be determined whether or not Mr. DeMaranville died of a myocardial infarction. Therefore they ascribe the cause of death to postoperative complications. However, Dr. Lagstein notes that the troponin I "test with or without autopsy would have clarified this issue beyond any doubts." !

Dr. Ruggeroli's opinion is persuasive and credible. The cardiac enzymes were elevated and consistent with heart damage leading to a catastrophic cardiovascular event. Dr. Ali and Dr. Lagstein were apparently unaware of the troponin I level prior to Mr. DeMaranville's death and therefore those opinions are of little weight except to affirm the importance of the levels to determine cause of death. Daniel DeMaranville died of heart disease.

The second issue in this case is which insurer is liable for the claim. The City of Reno (City) was insured by Employers Insurance Company of Nevada (EICON) at the time of Daniel DeMaranville's retirement in 1990. Thereafter, in 1992 the City became self-insured. Officer DeMaranville's retirement does not affect his entitlement to benefits. Gallagher v. City of Las Vegas, 114 Nev. 595, 959 P.2d 519 (1998).

Daniel DeMaranville's heart disease is an occupational disease. His disability did not arise until his date of death, August 5, 2012. Therefore, the claim for compensation arose on that date. The City was self-insured on August 5, 2012.

<sup>&</sup>lt;sup>1</sup> The Employers Insurance Company, who offered Dr. Lagstein's IME, did not provide further comment by Dr. Lagstein after review of the Troponin I levels.

#### CONCLUSIONS OF LAW

NRS 617.457 Heart diseases as occupational diseases of firefighters, arson investigators and police officers.

Notwithstanding any other provision of this chapter, diseases of the heart of a person who, for 5 years or more, has been employed in a full-time continuous, uninterrupted and salaried occupation as a firefighter, arson investigator or police officer in this State before the date of disablement are conclusively presumed to have arisen out of and in the course of the employment.

NRS 617.344 provides that in the event of a death of an employee, the time for filing a claim for compensation is expanded to one year after there is knowledge of the disability and its relationship to his or her employment.

NRS 617.060 defines "disablement" as: "the event of becoming physically incapacitated by reason of an occupational disease...".

NRS 617.430 provides: "Every employee who is disabled or dies because of an occupational disease. . ." is entitled to compensation.

Daniel DeMaranville was employed by the City of Reno as a police officer for more than 20 years in a full-time continuous, uninterrupted and salaried position. He had documented heart damage which led to a catastrophic cardiovascular event and his death on August 5, 2012. The cause of his death qualifies as a disease of the heart pursuant to NRS 617.457(1). His wife timely filed a claim for compensation with the City of Reno and its current third party administrator on September 5, 2012. Later, the Claimant's wife filed another C-4 Claim with the City of Reno's insurer at the time the Claimant retired from the police force.

The issue then becomes which insurer is liable for the claim. Mr. DeMaranville's date of disability is also the date of his death, August 5, 2012.

The Nevada Supreme Court in Manwill v. Clark County, 123 Nev.238,

 $<sup>^2</sup>$  Although the C-4 form was incomplete it gave the City of Reno and CCMSI notice of the claim and the City and CCMSI began an investigation of the claim at that time. The City of Reno cannot assert that the claim was late filed.

162 P.3d 876 (2007) opined that a claimant seeking benefits under NRS 617.457 must "show only two things: heart disease and five years' qualifying employment before disablement." 123 Nev. at 242. The Court also held, quoting from <u>Daniels</u> 3:

[T]o receive occupational disease compensation, a firefighter must be disabled by the heart disease: "[a]n employee is not entitled to compensation 'from the mere contraction of an occupational disease. Instead, compensation . . . . flows from a disablement resulting from such a disease." (citations omitted).

123 Nev. at 244, 162 P.3d at 880.

In <u>Howard v. City of Las Vegas</u>, 121 Nev. 691, 120 P.3d 410 (2005) the Court held:

Here, Howard's heart disease first manifested itself in the form of a heart attack eight years after he retired from his employment as a firefighter. While under NRS 617.457(1)'s presumption, Howard's heart attack was an occupational disease arising out of and in the course of his employment entitling him to occupational disease benefits, the date of disability under Mirage 4 is the date of the heart attack.

121 Nev. at 693, 120 P.3d at 412.

The Claimant became entitled to compensation on the date of his disablement, August 5, 2012, and the responsible insurer on that date was the self-insured City of Reno.

<sup>3</sup> Employers Ins. Co. of Nev. v. Daniels, 122 Nev. 1009, 145 P.3d 1024

Mirage v. State, Dep't. of Administration, 110 Nev. 257, 871 P.2d 317 (1994)

#### **DECISION**

The May 23, 2013 CCMSI determination letter denying the claim is REVERSED (Appeal No. 44957). The October 28, 2013 decision of the Hearing Officer, which found the Employers Insurance Company of Nevada liable for the claim, is REVERSED (Appeal No. 46479). The September 19, 2013 Employers Insurance Company of Nevada determination letter denying the claim is AFFIRMED (Appeal No. 46812).

#### IT IS SO ORDERED.

Lorna L Ward APPEALS OFFICER

Notice: Pursuant to NRS 233B.130, should any party desire to appeal this final decision of the Appeals Officer, a Petition for Judicial Review must be filed with the district court within thirty (30) days after service by mail of this decision.

#### **CERTIFICATE OF MAILING**

The undersigned, an employee of the State of Nevada, Department of Administration, Hearings Division, does hereby certify that on the date shown below, a true and correct copy of the foregoing <u>DECISION AND ORDER</u> was duly mailed, postage prepaid **OR** placed in the appropriate addressee runner file at the Department of Administration, Hearings Division, 1050 E. William Street, Carson City, Nevada, to the following:

DANIEL DEMARANVILLE, DECEASED C/O LAURA DEMARANVILLE PO BOX 261 VERDI, NV 89439

EVAN BEAVERS, ESQ 1000 E WILLIAM #208 CARSON CITY NV 89701

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CITY OF RENO ATTN CARA BOWLING PO BOX 1900 RENO, NV 89505

TIMOTHY ROWE, ESQ PO BOX 2670 RENO NV 89505

EMPLOYERS INSURANCE COMP OF NV PO BOX 539004 HENDERSON, NV 89053

MARK SERTIC, ESQ 5975 HOME GARDENS DRIVE RENO NV 89502

Dated this day of March, 2015.

Kristi Fraser, Legal Secretary II Employee of the State of Nevada

# EXHIBIT 2

# EXHIBIT 2

#### NEVADA DEPARTMENT OF ADMINISTRATION

BEFORE THE APPEALS OFFICER

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DEPT. OF ADMINISTRATION APPEALS OFFICER

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In the Matter of the Industrial Insurance Claim

of

Claim No.:

12853C301824

Hearing No.: 52796-KD

Appeal No.:

53387-LLW

DANIEL DEMARANVILLE

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#### DECISION AND ORDER

This matter is before the appeals officer upon motion by the claimant, Laura DeMaranville, surviving spouse of Daniel DeMaranville, seeking summary judgment on the claimant's appeal of the hearing officer's decision of June 24, 2015, on the issue of death benefits. The motion was opposed by the City of Reno, by and through Timothy Rowe, Esq. Employers Insurance Company of Nevada, by and through Mark Sertic, Esq., joined as an indispensable party to the action, also opposed the claimant's motion for summary judgment.

The matter was submitted for decision after briefing by stipulation of the parties relying on the record admitted into evidence in Appeal Nos. 46812-LLW, 46479-LLW, and 44957-LLW which resulted in the Decision and Order filed March 18, 2015, on the issue of claim acceptance. Based upon the Stipulation and Order entered October 5, 2015, the claimant's motion for summary judgment, the briefs submitted in opposition and reply, and all pleadings and papers admitted in the earlier determination of

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FOR INJURED

claim acceptance, the Appeals Officer finds and concludes as follows:

#### FINDINGS OF FACT

- Daniel DeMaranville was a sworn police officer for the City of Reno from August 6, 1969, until his retirement in January of 1990.
- 2. Mr. DeMaranville died August 5, 2012, and at the time of his death he was employed by AKAL as a court security officer for the Federal District Court.
- 3. By decision and order dated March 18, 2015, it was determined that Daniel DeMaranville died of heart disease and that he became entitled to compensation on the date of his death, and that the responsible insurer on that date was the City of Reno.
- 4. In compliance with the order of March 18, 2015, Cannon Cochran Management Services, Inc. (CCMSI), claims administrator for City of Reno, tendered to Laura DeMaranville the amount of \$1,683.85 as the monthly widow benefit based upon the State's maximum wage cap at the date of retirement on January 12, 1990.
- 5. Laura DeMaranville appealed that determination to the hearings officer who, by decision and order filed June 24, 2015, affirmed the calculation of benefits based on the date wages were last earned from the City of Reno, which would have been the date of retirement.
- 6. Ms. DeMaranville appealed and moved for summary judgment arguing, inter alia, Daniel DeMaranville died of industrial disease and that the date he was no longer able to

work as a result of the disease is the proper date on which to calculate wages for the payment of benefits to the widow.

- 7. In her motion, Ms. DeMaranville argues that at the date of his death Mr. DeMaranville was earning \$7,314.15 gross monthly salary and the State maximum wage statute at the time would cap his wages for the calculation of benefits at \$5,222.63, and the monthly widow benefit would amount to \$3,481.75.
- 8. City of Reno opposes summary judgment arguing that if it is the employer responsible for the occupational disease, the wages used to calculate benefits must be the wages the city was paying the decedent at the time of his disability, and at the time of disability, or death, the city was paying Daniel DeMaranville no wage, therefore, the death benefit payable to Laura DeMaranville must be zero.
- 9. EICON opposes summary judgment arguing, similarly, that because Mr. DeMaranville's earnings from his police officer job with the City were zero at the time of disability, the benefits owing the widow are also zero.

#### CONCLUSIONS OF LAW

Based upon the preceding findings of fact, the Appeals Officer concludes, as a matter of law, that:

1. All that was necessary for Laura DeMaranville to show entitlement of the conclusive presumption in NRS 617.457 was that her husband Daniel died of heart disease and that he was employed for five continuous years with the City of Reno as a police officer at some point prior to his death from heart disease. See Manwill v. Clark County, 123 Nev. 238, 242, 162 P.3d 876 (2007).

- 3. Upon finding compensability under NRS chapter 617, it then becomes necessary to rely on NRS chapter 616 for the method of calculating benefits. See Mirage v. Nevada Dep't of Administration, 110 Nev. 257, 260, 871 P.2d 317 (1994).
- 4. NRS 616C.505 entitles Laura DeMaranville to monthly payment in an amount equal to 66 2/3 percent of Mr.

  DeMaranville's average monthly wage earned immediately preceding the heart attack. See <u>Howard</u> at 695. In addition, NAC 616C.441(1) mandates that the wage the injured employee earned on the date the employee was no longer able to work because of the occupational disease should be used to calculate the average monthly wage.
- 5. At the date of his death on August 5, 2012, Daniel DeMaranville was earning \$7,314.15 gross monthly salary with vacation pay. At that time his wages would be capped by NRS 616A.065 at \$5,222.63. NRS 616C.505 requires that an amount equal to 66 2/3 of that amount, that is \$3,481.75, be paid monthly to Laura DeMaranville as the monthly death benefit.

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7. Considering the evidence in a light most favorable to the City of Reno or its insurer, that Daniel DeMaranville died twenty-two years after leaving the city's employment and was at that time earning wages substantially higher than the wages he earned with the city, there is no legal authority to pay his widow zero for her monthly death benefits. His occupational heart disease is conclusively presumed to have arisen from his employment with the City of Reno. The Nevada Occupational Disease Act requires the payment of benefits calculated at the date of disability and no exception exists for the City of Reno to avoid that obligation if, at the time of disability, the city was no longer paying wages to the decedent. The date of disability under the Act is the date of death, and at the date of death Daniel DeMaranville's wage was capped at \$5,222.63 and the monthly death benefit due his widow under the Act is \$3,481.75.

#### ORDER

THEREFORE, in accordance with the above-stated Findings of Fact and Conclusions of Law, the claimant's MOTION FOR SUMMARY JUDGMENT shall be, and the same hereby is, GRANTED.

DATED this  $10^{\frac{1}{10}}$  day of December, 2015.

APPEALS OFFICER

Lorna L WARD

NOTICE: Pursuant to NRS 233B.130 and NRS 616C.370, should any party desire to appeal this final decision of the Appeals Officer, a Petition for Judicial Review must be filed with the District Court within thirty (30) days after service by mail of this decision.

Submitted by:

NEVADA ATTORNEY FOR INJURED WORKERS

Evan Beavers, Esq. 1000 East William St., #208 Carson City, Nevada 89701

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#### **CERTIFICATE OF MAILING**

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2 The undersigned, an employee of the State of Nevada, Department of Administration, Hearings Division, does hereby certify that on the date shown 3 below, a true and correct copy of the foregoing **DECISION AND ORDER** was 4 duly mailed, postage prepaid OR placed in the appropriate addressee runner file at the Department of Administration, Hearings Division, 1050 E. Williams Street, 5 Carson City, Nevada, to the following: 6 DANIEL DEMARANVILLE, DECEASED C/O LAURA DEMARANVILLE 8 PO BOX 261 **VERDI, NV 89439** 9 **NAIW** 10 1000 E WILLIAM #208 CARSON CITY NV 89701 11 12 CITY OF RENO ATTN ANDRENA ARREYGUE 13 PO BOX 1900 RENO, NV 89505 14 15 TIMOTHY ROWE, ESQ PO BOX 2670 16 **RENO NV 89505** 17 LESLIE BELL RENO POLICE PROTECTIVE ASSOCIATION PO BOX 359 19 **RENO NV 89504** 20 EMPLOYERS INSURANCE COMP OF NV PO BOX 539004 21 HENDERSON, NV 89053 22 MARK SERTIC, ESQ 5975 HOME GARDENS DRIVE 23 **RENO NV 89502** 24 CCMSI\_ PO BOX 20068 RENO NV 89515-0068 26 day of December, 2015. 27

Employee of the State of Nevada

Kristi Fraser, Legal Secretary II

1	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 MOTION FOR			
6	STAY addressed to:			
7 8	LAURA DeMaranville PO BOX 261 VERDI NV 89439  TIMOTHY E ROWE ESQ MCDONALD CARANO WILSON 100 W LIBERTY ST 10 <sup>TH</sup> FL PO BOX 2670 RENO NV 89505-2670			
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12 13	MARK S SERTIC ESQ SERTIC LAW LTD 5975 HOME GARDENS DR RENO NV 89502			
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16	DATED: March 19, 2017  SIGNED: Janey Y. Shewrood			
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1 | CASE NO. 15 OC 00092 1B 2 | DEPT. II

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IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA

IN AND FOR CARSON CITY

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CITY OF RENO,

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Petitioner.

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VS. ORDER GRANTING MOTION FOR STAY DANIEL DEMARANVILLE (Deceased);

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EMPLOYERS INSURANCE COMPANY OF NEVADA; and NEVADA DEPARTMENT OF ADMINISTRATION, APPEALS OFFICER,

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Respondents.

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This matter comes before the Court on a Petition for Judicial Review filed by Petitioner City of Reno (City) on April 14, 2015, along with Petitioner's Motion for Partial Stay filed on April 14, 2015. Petitioner EICON filed a Cross Petition for Judicial Review on April 17, 2015. Cases 160C 00003 1B, 16 OC 00049 1B and 15 OC 00092 were consolidated by order of the Court on April 12, 2016, with 15 OC 00092 1B being the lead case.

24 Mar 25 Pet

March 9, 2017 Order Granting in Part and Denying in Part the

party to move in the district court for a stay of the order

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Petition for Judicial Review, NRAP 8(a)(1) requires the appealing

As to the Appellant's Motion for Stay of the Court's

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pending to the Supreme Court or the Court of Appeals.

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NRAP 4(a)(1) provides that an appeal of an order from the

district court must be filed no later than 30 days after the date that written notice of entry of the order appealed from was served. In this case the notice was served on March 13, 2017 and filed with the court on March 14, 2017. Therefore, the Motion for Stay is time appropriate under NRAP 4(a)(1).

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NRAP 8(c)(1) requires the appealing party to move in the district court for a stay of the order pending appeal to the Supreme Court or Court of Appeals. Relevant case law has consistently held that four factors are to be considered for the granting of a stay: first, there must be a substantial likelihood that the appellant will prevail on the merits; second, there is a threat of irreparable injury to the appellant if the stay is not granted; third, the threatened injury to the appellant outweighs the threatened harm the stay will cause to the respondent; and fourth, granting the stay will not disserve the public interest. See Jacksonville Port Auth. v. Adams, 556 F.2d 52, 57 (D.C. Cir. 1977); <u>Virginia Petroleum Jobbers Association v. Federal Power</u> Commission, 259 F.2d 921 (D.C. Cir. 1958); See also Fritz Hansen A/S v. Eighth Judicial Dist. Court, 116 Nev. 650, 6 P.3d 982 (2000); Dangberg Holdings Nev., LLC v. Douglas County., 115 Nev. 129, 142, 978 P.2d 311, 319 (1999); Kress v. Corey, 65 Nev. 1, 17 (1948).

#### Likelihood of Success on the Merits

As seen under NRAP 8(c), the Appellant must establish that there is a substantial likelihood that she will prevail on her appeal to the appellate court and ultimately have the court's order overturned. The district court has determined that NAC 616C.435(9) would require basing the benefits due Mrs.

DeMaranville upon the average monthly wage "earned in the employment causing the occupational disease."

There is no evidence in the record presented to the appeals officer proving which employment caused the decedent's industrial heart disease. The statute by which Daniel DeMaranville or his surviving spouse is entitled to benefits is NRS 617.457. The Court finds the claim to be compensable and the claim is based upon this statute. Nothing in the Occupational Diseases Act requires proof of which employment relationship in Mr. DeMaranville's career "caused" the heart disease.

In the case of Mirage v. Nevada Dep't of Admin., 110

Nev. 257, 871 P.2d 317 (1994) the court considered the date when an employee became entitled to worker's compensation benefits in the event of an occupational disease, as well as the proper period from which to calculate the employee's average monthly wage for purposes of such benefits. The court noted that although NRS Chapter 617 does not contain a precise method for the calculation of disability benefits for occupational diseases, its provisions provide sufficient guidance for determining the date of eligibility for such benefits." Id. at 260, 319.

In the case of <u>Howard v. City of Las Vegas</u>, 121 Nev. 691, 120 P.23d 410 (2005), relied upon by the Court in conjunction with NAC 616C.435(9). <u>Howard</u> saves an insurer from paying temporary total disability (TTD) benefits to a retiree who is not working and not earning a wage at the time of disability. In that case our Supreme Court determined that if a retired fireman was not earning a wage at the time he requested TTD, there was no lost wage to substitute.

Mr. DeMaranville's heart attack was an occupational disease entitling him to occupational disease benefits. In accordance with <u>Mirage</u>, the date of disability was the date of his heart attack. Therefore, the period immediately preceding the heart attack is the date from which disability benefits must be calculated. <u>Id</u>. at 695, 412.

It is likely that Mrs. DeMaranville will succeed with her argument on appeal that her compensable claim is worth more than zero under the <u>Howard</u> analysis because at the date of his death, Daniel DeMaranville was earning a wage and the benefit his widow seeks is not TTD but death benefits.

#### Irreparable Harm if Stay Not Granted

Laura DeMaranville, has received monthly benefit payments owing to her as the surviving spouse of Daniel DeMaranville. Now with the entry of the Court's order of March 9, 2017, those payments will stop. While she seeks appellate review of that order, the harm for her will be immediate and irreparable. She has received the benefit payments from the death of her husband from August 12, 2012 until present. The Occupational Diseases Act provides a substitute to the surviving spouse for the loss of her husband's wages, and for two years Laura DeMaranville has received and relied upon that benefit. The loss of that income during the lengthy process of appeal is irreparable.

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#### Irreparable Harm if Stay Is Granted

The Appellant, Laura DeMaranville, seeks a stay of that portion of the Court's order reducing her monthly benefit payment to zero. If the stay is granted the City will be obligated to pay the same amount it has been paying to her for the past two years. Payment of money during the appellate process should not be construed as irreparable harm to the City.

Payment of benefits alone is not irreparable harm to the insurer making the payments. "[M]oney, time and energy necessarily expended in the absence of a stay are not enough to show irreparable harm." Fritz Hansen A/S v. Eighth Judicial Dist. Court, 116 Nev. 650, 658, 6 P.3d 982 (2000), citing Wisconsin Gas Co. v. F.E.R.C., 244 U.S. App. D.C. 349, 758 F.2d 669, 674 (D.C. Cir. 1985) (quoting Virginia Petroleum Jobbers Assn. v. Federal Power Com'n., 104 U.S. App. D.C. 106, 259 F.2d 921, 925 (D.C. Cir. 1985)).

The threatened injury to the petitioner, Laura DeMaranville, outweighs the threatened harm the stay may cause to the City.

#### The Public Interest

Both the appeals officer and the district court found that Daniel DeMaranville died of heart disease and that under the Occupational Diseases Act his surviving spouse is entitled to death benefits. The Court, however, has determined that because the decedent was not earning a wage from the municipal employer obligated to pay under the Act, the employer pays zero benefits to the surviving spouse. Laura DeMaranville is seeking from the appellate court a review of the City's proffered authority. It

is not the City that must seek affirmation of its analysis of NAC 1 616C.435(9) and the expansion of Howard. The surviving spouse 2 3 must now do so in order to protect her future benefits. Without a stay in place, she must do so without the monthly income 5 intended by the Occupational Diseases Act. It is against the public interest for the surviving 6 7 spouse to go without her monthly payments, which is why she seeks appellate review of the City's theory of the case. 8 9 JUDGMENT 10 Therefore, based on the foregoing and good cause 11 appearing, 12 IT IS HEREBY ORDERED that the Appellant's Motion for 13 Stay Pending Appeal is GRANTED. 14 DATED this \_\_\_\_ day of March, 2017. 15 16 17 JAMES WILSON 18 District Judge 19 20 21 Submitted by NEVADA ATTORNEY FOR INJURED WORKERS 22 23 Evan Beavers, Esq. 24 Nevada Bar No. 3399 Nevada Attorney for Injured Workers 25 1000 East William Street, Suite 208 Carson City, Nevada 89701 Attorneys for Appellant, Laura DeMaranville

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1 CERTIFICATE OF SERVICE The undersigned, an employee of the First Judicial District Court, hereby certifies that on the \_\_\_\_ day of 3 4 , 2017 I mailed a true and correct copy of the 5 foregoing Order to: 6 EVAN BEAVERS ESQ NEVADA ATTORNEY FOR INJURED WORKERS 7 1000 E WILLIAM ST STE 208 CARSON CITY NV 89701 8 TIMOTHY E ROWE ESQ 9 MCDONALD CARANO WILSON 100 W LIBERTY ST 10TH FL PO BOX 2670 10 RENO NV 89505-2670 11 MARK S SERTIC ESQ 12 SERTIC LAW LTD 5975 HOME GARDENS DR 13 **RENO NV 89502** 14 APPEALS OFFICER DEPT OF ADMINISTRATION 1050 E WILLIAM ST STE 450 CARSON CITY NV 89701 16 17 18 DATED: 19 20 SIGNED: 21 22 23 24 25

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CASE NO. 15 OC 00092 1B REC'D & FILED DEPT. II 2017 MAR 31 PM 1:44 3 SUSAH MERRIWETHER 4 5 6 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 7 IN AND FOR CARSON CITY 8 9 CITY OF RENO, 10 11 Petitioner. 12 **ERRATA** vs. NOTICE OF CORRECTED 13 DANIEL DEMARANVILLE (Deceased); CERTIFICATE OF SERVICE EMPLOYERS INSURANCE COMPANY OF 14 NEVADA; and NEVADA DEPARTMENT OF ADMINISTRATION, APPEALS OFFICER, 15 Respondents. 16 Please take notice that the Certificate of Service for the 17 Motion for Stay filed and served on March 29, 2017 was 18 inadvertently dated March 19, 2017, not March 29, 2017. 19 is the corrected Certificate of Service. 20 , Suite 208 (775) 684-7555 Suite 230 (702) 486-2830 21 DATED this day of March, 2017. WORKERS 22 NEVADA ATTORNEY FOR INJURED WORKERS NEVADA ATTORNEY FOR INJURED WG 1000 East William Street, Su Carson City, NV 89701 2200 South Rancho Drive, Sui Las Vegas, NV 89102. 23 24 Evan Beavers, Esq. 25 Nevada Bar No. 3399 1000 E. William Street, Suite 208 26 Carson City, Nevada 89701 Attorneys for Appellant, 27 Laura DeMaranville

I CERTIFICATE OF SERVICE 2 Pursuant to NRCP 5(b), I certify that I am an employee of the State of Nevada, Nevada Attorney for Injured Workers, and 3 that on this date, I deposited for mailing at Carson City, Nevada, a true and correct copy of the within and foregoing 5 MOTION FOR STAY addressed to: 6 LAURA DEMARANVILLE PO BOX 261 VERDI NV 89439 9 TIMOTHY E ROWE ESQ MCDONALD CARANO WILSON 10 100 W LIBERTY ST 10TH FL 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 Vaney X. Shewood 16 DATED: 17 18 19 20 NEVADA ATTORNEY FOR INJURED WORKERS 1000 East William Street, Suite 208 Carson City, NV 89701 (775) 684-7555 2200 South Rancho Drive, Suite 230 Las Vegas, NV 89102 (702) 486-2830 21 22 23 24 25 26 27

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MARK S. SERTIC, ESQ. 1 SERTIC LAW LTD. Nevada Bar No.: 403 2 5975 Home Gardens Drive Reno, Nevada 89502 3 Telephone: (775) 327-6300 Facsimile: (775) 327-6301 4 Attorneys for Petitioner/Cross-Petitioner/Respondent Employers Insurance Company of Nevada 5

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

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CITY OF RENO,

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Petitioner.

Case No. 15 0C 00092 1B

Department No: 2

VS.

DANIEL DEMARANVILLE [Deceased], EMPLOYER'S INSURANCE COMPANY

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OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER

Respondents.

#### OPPOSITION TO MOTION FOR STAY

Employers Insurance Company of Nevada, ("EICON"), by and through its attorney, Mark S. Sertic, Esq., of Sertic Law Ltd., hereby files this Opposition to the Motion for Stay filed by Appellant Laura DeMaranville.

The Appellant is seeking a stay of that portion of the Court's Order Granting in Part and Denying in Part Petition for Judicial Review entered in this action on March 9, 2017 which found that the monthly death benefit under the claim is zero dollars. The Motion for Stay is without merit and should be denied.

The Appellant has not met her burden for the granting of a stay. Nevada case law recognizes four factors utilized by the courts to determine if a stay is proper: (1) The petitioner's likelihood of

success on the merits; (2) The threat of irreparable harm without a stay; (3) The relative interests of the parties; and (4) The interest of the public. Nevada Civil Practice Manual, § 28.08[1] (5th Edition). The first and second factors are those most often cited by courts. Id. See also, Sobol v. Capital Management Consultants, Inc., 102 Nev. 444, 726 P.2d 335 (1986); Clark County Sch. Dist. v. Buchanan, 112 Nev. 1146, 924 P.2d 716 (1996).

In this case the Appellant is clearly unlikely to prevail on the merits before the Nevada Supreme Court. The issue of the proper amount of the monthly death benefit is a legal issue. The amount of benefits is to be determined as of the date of disability, or in this case, Mr.

DeMaranville's death. Mirage Casino-Hotel v. Nevada Dept. of Administration, 110 Nev. 257, 871 P.2d 317 (1994). The Court properly found that NAC 616C.435 is dispositive of the issue in this case. That regulation sets forth the period of the employee's earnings that are to be used to calculate the average monthly wage. Subsection 9 of that regulation states: "As used in this section, 'earnings' means earnings received from the employment in which the injury occurs and in any concurrent employment." The Claimant's entitlement to benefits in this case arises from his employment as a police officer with the City of Reno. The wages earned by Mr. DeMaranville from that employment at the time of his death were zero since he had retired from that employment twenty-two years earlier. The Appeals Officer overlooked and did not discuss this controlling law.

The Court's ruling is consistent with <u>Howard v. City of Las Vegas</u>, 121 Nev. 691, 120 P.3d 410 (2005), in which the Nevada Supreme Court held that a retired firefighter was not entitled to collect temporary total disability benefits since he was not earning any wages from his firefighting job at the time he became disabled from heart disease.

In her Motion for Stay the Appellant merely restates the arguments she previously made in this case and which this Court properly rejected. Therefore, the Appellant cannot meet the first requirement of a stay: i.e. that she is likely to prevail on the merits of her appeal.

Additionally, the Appellant cannot show that she will suffer irreparable harm if a stay is not granted. As acknowledged in her Motion for Stay, the Appellant has been receiving monthly death benefits for the past two years. These are benefits to which she is not, and never has been, entitled. The fact that she is no longer receiving these payments does not constitute irreparable harm. Indeed,

it is the City of Reno that would suffer the real harm in the event a stay is granted. The City of Reno has been paying out unwarranted benefits for the past two years. It should not be forced to continue to make these payments during the pendency of the appeal to the Nevada Supreme Court.

For the foregoing reasons, it is respectfully requested that the Motion for Stay be denied.

Dated this 57 day of April, 2017.

#### SERTIC LAW LTD.

By: mult

Mark S. Sertic, Esq. Nevada Bar No. 403 5975 Home Gardens Drive Reno, Nevada 89502

(775) 327-6300

Attorneys for Petitioner/Cross-Petitioner Employers Insurance Company of Nevada

#### **CERTIFICATE OF SERVICE**

Pursuant to NRCP 5(b), I certify that I am an employee of the law firm of Sertic Law Ltd., Attorneys at Law, over the age of eighteen years, not a party to the within matter, and that on the Style day of April, 2017, I served by Reno-Carson Messenger Service, a true copy of the foregoing or attached document, addressed to:

Tim E. Rowe, Esq. McDonald Carano Wilson LLP 100 West Liberty Street, 10<sup>th</sup> Floor Reno, Nevada 89501

NAIW Evan Beavers, Esq. 1000 E William Street #208 Carson City, Nevada 89701

SERTIC LAW LTD ATTOMSTYS AT LAW 5975 Horne Gardens Drive Reno, Nevada 80502 (775) 327-6300

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4	Allorneys for Petitioner/Cross-Petitioner/Ruspond				
5	Employers Insurance Company of Nevada	Apr 10 2017 02:40 p.m.			
6		Elizabeth A. Brown Clerk of Supreme Court			
7	IN THE FIRST JUDICIAL DISTRICT (	COURT OF THE STATE OF NEVADA			
8	IN AND FOR C	ARSON CITY			
9	***	**			
10	CITY OF RENO,				
11	Petitioner,	Case No. 15 0C 00092 1B			
12	VS.	Department No: 2			
13	DANIEL DEMARANVILLE [Deceased],				
14 15	EMPLOYER'S INSURANCE COMPANY OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER				
16	Respondents.				
17					
18	NOTICE OF	APPEAL			
19	Notice is hereby given that Deticional Compa				
20	Notice is hereby given that Petitioner/Cross-Petitioner/Respondent Employers Insurance				
21	Company of Nevada hereby appeals to the Supreme Court of the State of Nevada from the Order				
22	Granting in Part and Denying in Part Petition for Judicial Review entered in this action on March 9, 2017. A copy of this Order is attached hereto as Exhibit 1.				
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### Dated this \_57 day of April, 2017.

#### SERTIC LAW LTD.

Mark S. Sertic, Esq.
Nevada Bar No. 403
5975 Home Gardens Drive
Reno, Nevada 89502
(775) 327-6300
Attorneys for Petitioner/Cross-Petitioner
Employers Insurance Company
of Nevada By: \_\_

-2-

#### CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of the law firm of Sertic Law Ltd., Attorneys at Law, over the age of eighteen years, not a party to the within matter, and that on the 57 day of April, 2017, I served by Reno-Carson Messenger Service, a true copy of the foregoing or attached document, addressed to:

Tim E. Rowe, Esq. McDonald Carano Wilson LLP 100 West Liberty Street, 10<sup>th</sup> Floor Reno, Nevada 89501

NAIW Evan Beavers, Esq. 1000 E William Street #208 Carson City, Nevada 89701

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#### INDEX OF EXHIBITS

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### EXHIBIT 1

EXHIBIT 1

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SUSAN HERRIWETHER CLERK

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

\* \* \* \* \*

CITY OF RENO,
Petitioner,

Vs.

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

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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.)

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.

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### 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. Citv 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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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.

FRICT 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

Gina Winder Judicial Assistant

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MARK S. SERTIC, ESQ. 1 REC'D & FILED SERTIC LAW LTD. Nevada Bar No.: 403 2 2017 APR -5 PM 1: 24 5975 Home Gardens Drive Reno, Nevada 89502 3 SUSAN MERRIWETHER Telephone: (775) 327-6300 CLERK Facsimile: (775) 327-6301 4 Attorneys for Petitioner/Cross-Petitioner/Respondent DEPUTY Employers Insurance Company of Nevada 5 6 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 7 IN AND FOR CARSON CITY 8 \*\*\*\* 9 CITY OF RENO, 10 Case No. 15 0C 00092 1B Petitioner. 11 Department No: 2 12 VS. 13 DANIEL DEMARANVILLE [Deceased], EMPLOYER'S INSURANCE COMPANY 14 OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER 15 Respondents. 16 17 CASE APPEAL STATEMENT 18 19 Petitioner/Cross-Petitioner/Respondent Employers Insurance Company of Nevada hereby 20 submits its Case Appeal Statement pursuant to NRAP 3(f). 21 1. Name of appellant filing this case appeal statement: 22 Employers Insurance Company of Nevada. 23 2. Identify the judge issuing the decision, judgment, or order appealed from: 24 District Court Judge James E. Wilson, Jr. 25 3. Identify each appellant and the name and address of counsel for each appellant: 26 Employers Insurance Company of Nevada. 27

Mark S. Sertic, Esq. Sertic Law Ltd.

SERTIC LAW LTD. ATTORNES AT LAW 5975 Horne Gerdene Driv-Reno, Nevada 69502 (775) 327-6300

Employers Insurance Company of Nevada filed a cross-petition for judicial review of that same decision on April 17, 2015. Those matters were filed as Case No. 15 0C 00092 1B in the First Judicial District Court of the State of Nevada.

On January 5, 2016 the City of Reno filed a petition for judicial review in the Second Judicial District Court regarding a decision of the appeals officer dated December 10, 2015. Employers Insurance Company of Nevada filed a cross-petition for judicial review of that same decision on January 12, 2016. On January 8, 2016 Employers Insurance Company of Nevada filed a petition for judicial review of the same decision of the appeals officer in the First Judicial District Court. This was filed as Case Number 16 OC 0003 1B. Venue of the Second Judicial District Court case was transferred to the First Judicial District Court and all of the cases were consolidated under Case No. 15 OC 00092 1B.

10. 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:

The Appeals Officer, in her decision of March 18, 2015, found that the claimant, Laura DeMaranville had established a valid workers' compensation claim for death benefits as the result of the death of her husband under the police officers' heart disease statute and that full liability therefor rested with the City of Reno under its self-insurance plan and not with Employers Insurance Company of Nevada. In her decision of December 10, 2015 the appeals officer determined that the monthly benefit under the claim should be based, not on the wages Mr. DeMaranville earned as a police officer, but, rather, on the wages he earned at the time of his death from a private company some twenty-two years after he retired as a police officer.

The district court in its Order Granting in Part and Denying in Part Petition for Judicial Review, affirmed the appeals officer's decision that the claimant had established a valid claim and that all liability therefore rested with the City of Reno and reversed the appeals officer decision that the monthly benefit should be based on the wages Mr. DeMaranville earned at the time of his death. The district court found that the monthly benefit should be zero since Mr. DeMaranville was not earning any wages as a police officer at the time of his death.

11. <u>Indicate whether the case has previously been the 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:</u>

No, this case has not been the subject of a previous appeal or original writ proceeding.

12. Indicate whether this appeal involves child custody or visitation:

No, this case does not involve child custody or visitation.

13. If this is a civil case, indicate whether this appeal involves the possibility of settlement:

Settlement is possible with the assistance of the Supreme Court Settlement Judge.

Dated this 57 day of April, 2017.

SERTIC LAW LTD.

By:

Mark S. Sertic, Esq. Nevada Bar No. 403

5975 Home Gardens Drive

Reno, Nevada 89502

(775) 327-6300

Attorneys for Petitioner/Cross-Petitioner

Employers Insurance Company

of Nevada

### **CERTIFICATE OF SERVICE**

Tim E. Rowe, Esq. McDonald Carano Wilson LLP 100 West Liberty Street, 10<sup>th</sup> Floor Reno, Nevada 89501

NAIW Evan Beavers, Esq. 1000 E William Street #208 Carson City, Nevada 89701

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SERTIC LAW LTD: ATTOMORY AT LAW 5975 Home Gardens Drivi Rend, Nevada 69502 (775) 327-6300

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REC'D & FILED MARK S. SERTIC, ESQ. 1 SERTIC LAW LTD. Nevada Bar No.: 403 2817 APR - 5 PM 1: 24 2 5975 Home Gardens Drive Reno, Nevada 89502 3 SUSAN MERRIWETHER Telephone: (775) 327-6300 Facsimile: (775) 327-6301 4 Attorneys for Petitioner/Cross-Petitioner/Respondent DEPUTY Employers Insurance Company of Nevada 5 6 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 7 IN AND FOR CARSON CITY 8 \*\*\*\* 9 CITY OF RENO, 10 Case No. 15 0C 00092 1B Petitioner, 11 Department No: 2 12 vs. 13 DANIEL DEMARANVILLE [Deceased], EMPLOYER'S INSURANCE COMPANY 14 OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER 15 Respondents. 16 17 NOTICE OF FILING COST BOND 18 19 Please take notice that Petitioner/Cross-Petitioner/Respondent Employers Insurance 20 Company of Nevada has posted cash (check) in the amount of \$500.00 for costs on appeal, pursuant 21 to NRAP 7. 22 23 /// 24 25 /// 26

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## Dated this $\underline{SM}$ day of April, 2017.

SERTIC LAW LTD.

zeral By: \_\_

Mark S. Sertic, Esq. Nevada Bar No. 403

Nevada Bar No. 403
5975 Home Gardens Drive
Reno, Nevada 89502
(775) 327-6300
Attorneys for Petitioner/Cross-Petitioner
Employers Insurance Company
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Case No. 15 OC 00092 1B	REC'D & FILED
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IN THE FIRST JUDICIAL DISTRICT	COURT OF THE STATE OF NEVADA
IN AND FOR	CARSON CITY
CITY OF RENO,	
Petitioner,	
vs.	NOTICE OF APPEAL
DANIEL DEWARANY ILLE (Deceased),	
′ II	
II	
Respondents.	
TO: DANIEL DEMARANVILLE (Deceased Esq.;	), and their attorney of record, Evan Beavers,
TO: EMPLOYERS INSURANCE COMPAN	Y OF NEVADA, and its attorney of record,
Mark S. Sertic, Esq.	
Notice is hereby given that, CI	TY OF RENO, by and through its attorney of
record, Timothy E. Rowe, Esq. of McDonald	Carano, hereby appeals to the Supreme Court of
Nevada from the Order Granting in Part and De	nying in Part Petition for Judicial Review, entered
by the above-entitled Court on March 9, 2017.	A copy of said Order is attached hereto as Exhibit
	Dept. No. II  IN THE FIRST JUDICIAL DISTRICT IN AND FOR CITY OF RENO,  Petitioner,  vs.  DANIEL DEMARANVILLE (Deceased); EMPLOYERS INSURANCE COMPANY OF NEVADA; and NEVADA DEPARTMENT OF ADMINISTRATION, APPEALS OFFICER Respondents.  TO: DANIEL DEMARANVILLE (Deceased Esq.;  TO: EMPLOYERS INSURANCE COMPAN Mark S. Sertic, Esq.  Notice is hereby given that, CI record, Timothy E. Rowe, Esq. of McDonald of Nevada from the Order Granting in Part and Deceased by the above-entitled Court on March 9, 2017.  A.  ///

## McDONALD ( CARANO

### **AFFIRMATION**

The undersigned hereby affirms that this document does not contain the social security number of any person.

DATED this \_\_\_\_ day of April, 2017.

McDONALD CARANO

Timothy E. Rowe, Es P.O. Box 2670

Reno, NV 89505-2670 Attorneys for City of Reno and CCMSI

## McDONALD CARANO OWEST LIBERTY SIREET, TENTH FLOOR • RENO, NEVADA 8950

### **CERTIFICATE OF SERVICE**

Pursuant to NRCP 5(b), I hereby certify that I am an employee of McDONALD CARANO and that on the state of April, 2017, I served true and correct copies of the NOTICE OF APPEAL via Reno Carson Messenger Service or 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

Car ole Davis

**Index of Exhibits** 

Number of Pages

## **EXHIBIT A**

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.)

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 <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

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.

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

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Case No. 15 OC 00092 1B

Dept. No. II

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

CITY OF RENO,

Petitioner,

VS.

CASE APPEAL STATEMENT

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

Respondents.

Respondent, City of Reno, submits the following Case Appeal Statement pursuant to Nevada Rules of Appellate Procedure 3(a)(1):

- 1. Name of Appellant filing this Case Appeal Statement: CITY OF RENO
- 2. Identify the judge issuing the decision, judgment, or order appealed from: Honorable James E. Wilson, District Judge, First Judicial District Court of the State of Nevada in and for the County of Washoe
- 3. Identify each appellant and the name and address of counsel for each appellant:

Laura Demaranville, surviving spouse of Daniel Demaranville (Deceased)

Evan Beavers, Esq. Nevada Attorney for Injured Workers 1000 East William Street, Suite 208 Carson City, NV 89701

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Employers Insurance Company of Ne
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Mark S. Sertic, Esq. Sertic Law, Ltd. 5975 Home Gardens Drive Reno, NV 89502

### City of Reno

Timothy E. Rowe, Esq. McDonald Carano 1000 West Liberty Street, 10th Floor PO Box 2670 Reno, NV 89505-2670

4. Identify each respondent and the name and address of appellate counsel, if known, for each respondent (if the name of a respondent's appellate counsel is unknown, indicate as much and provide the name and address of that respondent's trial counsel):

Laura Demaranville, surviving spouse of Daniel Demaranville (Deceased)

Evan Beavers, Esq. Nevada Attorney for Injured Workers 1000 East William Street, Suite 208 Carson City, NV 89701

Employers Insurance Company of Nevada

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

City of Reno

Timothy E. Rowe, Esq. McDonald Carano 1000 West Liberty Street, 10th Floor PO Box 2670 Reno, NV 89505-2670

5. Indicate whether any attorney identified above in response to question 3 or

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4 is not licensed to practice law in Nevada, and if so, whether the district court granted that attorney permission to appear under SCR 42 (attach a copy of any district court order granting such permission):

All counsel are licensed in the State of Nevada.

6. Indicate whether appellant was represented by appointed or retained counsel in the district court:

Retained counsel.

7. Indicate whether appellant is represented by appointed or retained counsel on appeal:

Retained counsel.

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:

No.

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

First Judicial District Court Case No. 15 OC 00092 1B - April 14, 2015.

First Judicial District Court Case No. 16 OC 00003 1B – January 8, 2016.

First Judicial District Court Case No. 16 OC 00049 – February 23, 2016.

(On February 23, 2016 First Judicial District Court issued an order that changed venue of the City of Reno's petition for judicial review of the December 10, 2015, Appeals Officer 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 consolidated Case No. 15 OC 00092 1B, Case No. 16 OC 00049, and Case No. 16 OC 00003 1B.

10. 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:

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These appeals arise out of a contested workers compensation claim seeking death benefits filed by Laura Demaranville as a result of Daniel Demaranville's death. Ms. Demaranville contends her husband's death was caused by heart disease and is compensable under NRS 617.457.

On March 9, 2017, the First Judicial District Court issued its Order Granting In Part an Denying In Part Petition for Judicial Review. The District Court affirmed the March 18, 2015 Appeals Officer 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 finding that Laura Demaranville's was entitled to death benefits.

11. Indicate whether the case has previously been the 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:

This case has not previously been subject of an appeal or writ.

12. Indicate whether this appeal involves child custody or visitation:

This appeal does not involve child custody or visitation.

13. If this is a civil case, indicate whether this appeal involves the possibility of settlement:

Settlement may be possible.

### **AFFIRMATION**

The undersigned hereby affirms that this document does not contain the social security number of any person.

DATED this \_\_\_\_\_ day of April, 2017.

McDONALD CARANO

Timothy E. Rowe, Esa

P.O. Box 2670

Reno, NV 89505-2670

Attorneys for City of Reno and CCMSI

# McDONALD ( CARANO 100 WEST UBERTY STREET, TENIH FLOOR • FENO. 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 and that on the day of April, 2017, I served true and correct copies of the CASE APPEAL STATEMENT via Reno Carson Messenger Service or 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

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10 11 12 13 14 15 16 17 18 19 20 D WORKERS , Suite 208 (775) 684-7555 Suite 230 (702) 486-2830 21 22 NEVADA ATTORNEY FOR INJURED WG 1000 East William Street, Si Carson City, NV 89701 (7 2200 South Rancho Drive, Su Las Vegas, NV 89102 (7 23 24 25

EVAN BEAVERS, ESQ. Nevada Bar No. 3399 Nevada Attorney for Injured Workers 1000 E. William Street, Suite 208 Carson City, NV 89701 (775) 684-7555 Attorneys for Respondent, Laura DeMaranville

RFC'D&FILLU 2017 APR 10 PH 12: 46 SUSAN MEERIWETHER CLERK CLERK

BY\_ DEPUTY

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

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CITY OF RENO,

Petitioner,

CASE NO. 15 OC 00092 1B

DEPT. NO. II

DANIEL DEMARANVILLE, (deceased), EMPLOYER'S INSURANCE COMPANY OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER,

Respondents.

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### REPLY TO OPPOSITION TO MOTION FOR STAY

Comes now Laura DeMaranville, as Respondent and surviving spouse of Daniel DeMaranville, deceased, by and through her attorney, Evan Beavers, Esq, and the office of the Nevada Attorney for Injured Workers, and hereby replies to the opposition filed by Employers Insurance Company of Nevada (EICON) in response to Respondent's motion for stay.

This reply brief is based upon the points and authorities which follow, all pleadings and papers on file herein, and the arguments to be offered and evidence to be adduced at a hearing on the motion for stay, if such a hearing is required by the court.

### POINTS AND AUTHORITIES

Respondent Laura DeMaranville filed with the court her motion to stay the enforcement of the Order Granting in Part and Denying in Part Petition for Judicial Review filed March 9, 2017, as she seeks review of that decision in the Nevada Supreme Court. In response EICON has timely filed its Opposition to Motion for Stay alleging the respondent is unlikely to prevail on the merits of her appeal and that she cannot show irreparable harm if the EICON's first conclusion as to the likelihood of stay is denied. success on appeal ignores that the court's decision is based on an interpretation of existing law and not a clear declaration of EICON's second conclusion regarding irreparable existing law. harm is a reiteration of the position it took in its briefingthat at no time has Laura DeMaranville been entitled to death Both the district court and the appeals office have benefits. rejected that argument although the district court has overruled the appeals office as to how much is owing in monthly benefits.

What EICON fails to address in its opposition, however, is the irreparable harm EICON will suffer if the stay is granted.

### Likelihood of Success on the Merits

On appeal to the State Supreme Court Ms. DeMaranville will argue that her case arising from her husband's heart disease should be determined according to the Occupational Diseases Act and case authority applying the act, and not portions of the administrative code regulating the administration of claims arising from accident as opposed to disease. EICON argues in opposition to the motion for stay that it is unlikely the respondent will prevail given our Supreme Court's rulings in

NEVADA ATTORNEY FOR INJURED WORKERS
1000 East William Street, Suite 208
Carson City, NV 89701 (775) 684-7555
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Suite (702)

NEVADA ATTORNEY FOR INJURED 1000 East William Street, Carson City, NV 89701 (2200 South Rancho Drive, S Las Vegas, NV 89102

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Mirage v. Nevada Dep't of Admin., 110 Nev. 257, 871 P.2d 317 (1994) and Howard v. City of Las Vegas, 121 Nev. 691, 120 P.3d 410 (2005). Neither case, however, condemns the respondent's likelihood of success on appeal to the court that issued those decisions.

In the Mirage case the employer argued the average monthly wage calculations for an occupational disease claim should be controlled by NRS chapter 616 and NAC chapter 616, much like the City of Reno and EICON argued in the DeMaranville petitions for review. In its decision the Supreme Court specifically stated, "We note that although NRS Chapter 617 does not contain a precise method for the calculation of disability benefits for occupational diseases, its provisions provide sufficient guidance for determining the date of eligibility for such benefits." Mirage at 260. The Supreme Court concluded the employee seeking benefits under the Occupational Diseases Act becomes eligible when the employee is no longer able to continue working because of the disease. Id. at 258. The date Daniel DeMaranville could no longer continue working because of heart disease was the date of his death. It is more likely, not less likely, the State Supreme Court will review Ms. DeMaranville's appeal in a manner consistent with its holding in Mirage instead of taking the opportunity to reverse itself.

EICON argues the respondent's position on appeal will also be inconsistent with the State Supreme Court's ruling in <u>Howard</u>. However, in <u>Howard</u> the Court concluded that a retired firefighter's entitlement to occupational disease benefits does not include compensation for temporary total disability benefits

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, Suite 208 (775) 684-7555 Suite 230 when the firefighter is not earning any wages. <u>Howard</u> at 695. The conclusion that Laura DeMaranville is not entitled to death benefits under the Occupational Diseases Act because at the date of her husband's death (a retired policeman) he was not earning a wage from the City of Reno is not a direct application of <u>Howard</u>. At most EICON can argue there may be some analysis to extrapolate from <u>Howard</u>, but it is inaccurate to state that <u>Howard</u> prevents any likelihood of the respondent's success on appeal.

### Irreparable Harm if Stay is Not Granted

EICON summarily dismisses any harm to the respondent Laura DeMaranville by arguing that if the stay is denied she will only be denied benefits to which she was never entitled. The appeals officer concluded Daniel DeMaranville died as a result of heart disease, and the district court upheld that decision. appeals officer concluded the City of Reno is liable for the benefits owing to the decedent's widow, and the district court upheld that decision. The benefits Laura DeMaranville has received as a result of her husband's death are a substitution for the wages he would have brought home had he not died of heart disease, a disease both the appeals officer and the district court have concluded is compensable under the Occupational Diseases Act. Concluding that Laura DeMaranville's claim for benefits is compensable but that the calculation of the benefit is zero results in a harm to her that goes unaddressed in EICON's The harm to the party seeking the stay must be analysis. addressed. See Fritz Hanson A/S v. Eighth Judicial Dist. Court, 116 Nev. 650, 657, 6 P.3d 982 (2000); Dangberg Holdings Nev., LLC, v. Douglas County, 115 Nev. 129, 142, 978 P.2d 311, 319

(1999); <u>Kress v. Corey</u>, 65 Nev. 1, 17, 189 P.2d 352 (1948).

### Irreparable Harm if Stay Is Granted

It has long been held in Nevada law that a court considering a motion for stay must weigh the harm to the party seeking the stay against the harm to the party opposing the stay. See Kress V. Corey, 65 Nev. 1,17, 189 P.2d 352 (1948). EICON wholly ignores the issue of harm to EICON if the stay is granted. Perhaps that is because there will be no harm to EICON if Laura DeMaranville continues to receive her monthly death benefit payments. As admitted by EICON in its brief, "[i]ndeed, it is the City of Reno that would suffer real harm in the event a stay is granted." (Emphasis added). Given that there is no harm to EICON, irreparable or otherwise, if the stay is granted, EICON has no basis to oppose the stay.

### Conclusion

Based upon the foregoing, the respondent Laura DeMaranville respectfully requests the court stay enforcement of the Order Granting In Part and Denying in Part Petition for Judicial Review

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filed March 9, 2017, while an appeal of that decision is prosecuted in the Nevada Supreme Court.

### **AFFIRMATION**

The undersigned affirms, pursuant to NAC 616C.303, that no personal identifying information appears in this document.

Submitted this 67 day of April, 2017.

NEVADA ATT RNEY FOR INJURED WORKERS

Evan Beavers, Esq. Nevada Bar No. 3399 Attorneys for Respondent, Laura DeMaranville CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of the State of Nevada, Nevada Attorney for Injured Workers, and that on this date I deposited for mailing at Carson City, Nevada, a true and correct copy of the within and foregoing REPLY TO OPPOSITION TO MOTION FOR STAY addressed to:

7 LAURA DEMARANVILLE PO BOX 261 8 VERDI NV 89439

9 TIMOTHY E ROWE ESQ
MCDONALD CARANO WILSON
10 100 W LIBERTY ST 10<sup>TH</sup> FL
PO BOX 2670
11 RENO NV 89505-2670

12 MARK S SERTIC ESQ SERTIC LAW LTD 13 5975 HOME GARDENS DR RENO NV 89502

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DATED

SIGNED: Janey X. Shewood

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b Workers , Suite 208 (775) 684-7555 Suite 230 (702) 486-2830

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Case No. 15 OC 00092 1B

Dept. No. II

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REC'D & FILED 2017 APR 12 PM 2: 44

SUSAN MERRIWETHER

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

CITY OF RENO,

Petitioner,

VS.

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

Respondents.

### CITY OF RENO'S OPPOSITION TO MOTION FOR STAY

The City of Reno respectfully submits the following Points and Authorities in Opposition of the Claimant's Motion for Stay.

### ARGUMENT

### 1. Introduction

The Claimant's stay motion seeks to stay that portion of the Court's Decision that concluded Ms. Demaranville was not entitled to payment of death benefits. The Claimant's motion should be denied because she has not established that she is likely to prevail on the merits of her appeal or that she will suffer irreparable harm in absence of a stay.

### 2. Standard for Granting a Stay Order.

NRS 233B.140 sets forth the procedure for obtaining a stay order in a proceeding seeking judicial review of a decision in a contested administrative proceeding. NRS 233B.140 provides:

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- A petitioner who applies for a stay of the final decision in a contested case shall file and serve a written motion for the stay on the agency and all parties of record to the proceeding at the time of filing the petition for judicial review.
- In determining whether to grant a stay, the court shall consider the same 2. factors as are considered for a preliminary injunction under Rule 65 of the Nevada Rules of Civil Procedure.
- 3. In making a ruling, the court shall:
  - Give deference to the trier of fact: and (a)
  - (b) Consider the risk to the public, if any, of staying the administrative decision.

Thus, the same factors applicable to an injunction under NRCP 65 will apply to the analysis of the Petitioner's request for a temporary stay order. NRCP 65 does not set forth specific factors for consideration of a motion for preliminary injunction. However, case law identifies the factors that should be considered by a court in analyzing a request for preliminary injunction seeking to enjoin a final decision of an administrative agency. In Labor Commissioner v. Littlefield, 123 Nev. 35, 153 P.3d 26 (2007), the Nevada Supreme Court set forth those factors: "In exercising its discretion, the district court must determine whether the moving party has shown a likelihood of success on the merits and that the non-moving party's conduct should continue, would cause irreparable harm, for which there is no adequate legal remedy," Id., 153 P.3d 26 at p. 28. An analysis of those factors in this case demonstrates that this court should deny the Motion for Stay.

### Ms. Demaranville Has Not Demonstrated She is Likely to Prevail on the 2. Merits of Her Appeal.

The Claimant's Motion for Stay seeks to stay that portion of the Court's Order that determined the Claimant was not entitled to payment of death benefits because Mr. Demaranville was not earning any wages from the City of Reno at the time of his death. In the underlying administrative appeal 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 contended the appeals officer decision was erroneous as a matter of law. This Court agreed. That Decision is correct for two reasons.

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First, existing applicable regulations require any benefits due to be based on the average monthly wage earned in the employment in which the industrial injury or occupational disease occurs. See NAC 616C.435 and, specifically, NAC 616C.435(9). Here, the widow'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.

Despite the clear wording and intent of NAC 616C.435, the Appeals Officer Decision ignored the regulation 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 clearly erroneous because it ignores NAC 616C.435(9) which requires benefits to be based on the average monthly wage earned in the employment causing the occupational disease.

Second, existing Nevada case law requires that benefits be determined as of the date disability. See Mirage v. Nevada Department of Administration, 110 Nev. 257, 871 P.2d 317 (1994). In Howard v. City of Las Vegas, 121 Nev. 691, 120 P.3d 410 (2005) the Nevada Supreme Court applied the requirements of the Mirage case to situation in which a retired firefighter sought benefits for temporary total disability. The court determined Howard was not entitled to benefits because he was not earning wages at the time he became disabled. The same rationale applied to this case. The Claimant 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 was zero. Since death benefits are based on the calculation of average monthly wage, death benefits would not be payable.

The Claimant's Stay Motion presents no statute or regulation contradicting NAC 616C.435 or supporting the proposition that the Claimant's benefits are to be based on wages earned 25 years after retirement from the covered employment. The stay motion does not distinguish Howard in any significant way and offers nothing new to the arguments presented in the Petition for Judicial Review. Thus, the Claimant is not likely to prevail on the merits of the appeal because their contentions ignore the requirements of NAC 616C.435 and the rationale expressed in the Howard decision.

### 4. Ms. Demaranville Will Not Suffer Irreparable Harm in Absence of a Stay.

Admittedly, the District Court's Order resolving the dispute in this case stops the payment of death benefits to Ms. Demaranville. However, the loss of those benefits while the appeal is pending is not irreparable. In the event Ms. Demaranville prevails in the appeal, benefits would be reinstated and unpaid back benefits would be paid. Thus, in the event Ms. Demaranville prevails in the appeal, all benefits to which she is entitled will ultimately be paid. That is not the case with respect to the City of Reno's loss in this case.

The City has already been irreparably harmed by the Appeals Officer's Decision. In Ransier v. State Industrial Insurance System, 104 Nev. 742, 756 P.2d 274 (1988), the Nevada Supreme Court held that the State Industrial Insurance System could not recoup benefits paid to an injured employee during a pending an appeal which benefits were later found to be inappropriate as a result of the Appeal. In Wyphoski v. Sparks Nugget, Inc., 112 Nev. 413, 915 P.2d 261 (1996), the Nevada Supreme Court extended this analysis to self-insured employers like the City of Reno.

As a result of the Appeals Officer's Decision and her denial of the City's stay motion, the City has paid death benefits to Ms. Demaranville that cannot be recouped. The amount of those benefits paid to date is \$137,086.20.

If this Court enters an order which stays enforcement of its Decision, the payment of death benefits will continue pending resolution of the appeal. However, if the City prevails in the appeal, benefits paid before the resolution of the appeal cannot be recouped. *Ransier*, *Id*. Thus, as a matter of law, the loss suffered by the City if a stay is granted is irreparable.

### **CONCLUSION**

The Court's Decision is this matter on the issue of the amount of death benefits due the Claimant should not be stayed because it is not supported by substantial evidence and not affected by error of law. Because the City is likely to prevail in the appeal with respect to this issue and will suffer irreparable harm in the absence of a stay, the City respectfully requests the Court to deny Ms. Demaranville's Motion for Stay.

///

Dated this 12 day of April, 2017.

MCDONALD CARANO LLP

By<u>:</u>

P.O. Box 2670 Reno, NV 89505-2670
Attorneys for the City of Reno

# McDONALD (M. CARANO 100 WEST LIBERTY 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 on the Area day of April, 2017, I served the preceding CITY OF RENO'S OPPOSITION TO MOTION FOR STAY on the following party via Reno Carson Messenger Service:

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

Mark Sertic, Esq. Sertic Law Ltd. 5975 Home Gardens Dr. Reno, NV 89502

Carole Davis

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EVAN BEAVERS, ESO. Nevada Bar No. 3399 Nevada Attorney for Injured Workers 1000 E. William Street, Suite 208 Carson City, NV 89701 (775) 684-7555 Attorneys for Respondent, Laura DeMaranville

REC'D & FILED 2017 APR 19 PM 3: 17 SUSAN MERRIMETHER

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

CITY OF RENO.

Petitioner.

vs.

CASE NO. 15 OC 00092 1B

DEPT. NO. II

DANIEL DEMARANVILLE, (deceased), EMPLOYER'S INSURANCE COMPANY OF NEVADA, and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER,

Respondents.

REPLY TO CITY OF RENO'S OPPOSITION TO MOTION FOR STAY

Comes now Laura DeMaranville, as Respondent and surviving spouse of Daniel DeMaranville, deceased, by and through her attorney, Evan Beavers, Esq, and the office of the Nevada Attorney for Injured Workers, and hereby replies to the opposition filed by the City of Reno in response to Respondent's motion for stay.

This reply brief is based upon the points and authorities which follow, all pleadings and papers on file herein, and the arguments to be offered and evidence to be adduced at a hearing on the motion for stay, if such a hearing is required by the court.

### POINTS AND AUTHORITIES

Respondent Laura DeMaranville filed with the court her motion to stay the enforcement of the Order Granting in Part and Denying in Part Petition for Judicial Review filed March 9, 2017, as she seeks review of that decision in the Nevada Supreme Court. In response the City of Reno has timely filed its opposition to the motion alleging the respondent is unlikely to prevail on the merits of her appeal and that she cannot show irreparable harm if the stay is denied.

### Likelihood of Success on the Merits

The City of Reno argues in its opposition to the stay motion that because Daniel DeMaranville was not earning wages from the City of Reno at the time of his death his surviving spouse is not entitled to death benefits from the City.

According to the City, applicable regulations require using the wage the City was paying at the date of death and because that wage was zero the benefit owing the surviving spouse is zero.

It is not accurate to state the appeals officer ignored NAC 616C.435 when she based the death benefit owed to Ms.

DeMaranville on the wage Mr. DeMaranville was earning at the date of his death. The City of Reno presented that argument in closing. ROA 735-739. The appeals officer did not ignore it she simply chose not to use NAC 616C.435 because it does not fit the facts presented. NAC 616C.435(9) states "earnings" as used in that section means earnings received from the employment in which the injury occurs. Mr. DeMaranville did not die of injury resulting from industrial accident, a situation in which NAC 616C.435 might apply. Mr. DeMaranville died of industrial

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disease to which NAC616C.435 does not apply. There is no authority for the City to present to the Nevada Supreme Court for the proposition that a regulation for calculating average monthly wage for injury by accident relieves the City from owing a police officer's widow monthly benefits arising from occupational disease.

The regulation proffered by the City and relied upon by the district court will likely be determined inapposite by our State Supreme Court upon review. It is more likely the Court will find favor with NAC 616C.441 for calculating the average monthly wage of Daniel DeMaranville. That regulation refers specifically to occupational disease and requires that determining average monthly wage must take into consideration the claimant's earnings on the date he or she is no longer able to work. Daniel DeMaranville worked up until the date of his death, according to the appeals officer. ROA 24-30. The district court did not overturn that finding.

The City will be presenting to the State Supreme Court an argument similar to that presented to the Court by the employer in Mirage v. Nevada Dep't of Admin., 110 Nev. 257, 871 P.2d 317 (1994). In the Mirage case the employer argued the average monthly wage calculations for an occupational disease claim should be controlled by NRS chapter 616 and NAC chapter 616, statutes and regulations dealing with injuries by industrial accident. In its decision the Supreme Court specifically stated, "We note that although NRS Chapter 617 [the Occupational Diseases Act] does not contain a precise method for the calculation of disability benefits for occupational diseases, its provisions

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provide sufficient guidance for determining the date of eligibility for such benefits." Mirage at 260. The Supreme Court concluded that an employee seeking benefits under the Act becomes eligible when the employee is no longer able to continue working because of the disease. <u>Id.</u> at 258. The date Daniel DeMaranville could no longer continue working because of heart disease was the date of his death. ROA 24-30. It is likely the State Supreme Court will review Ms. DeMaranville's appeal in a manner consistent with its holding in Mirage.

The City also relies on Howard v. City of Las Vegas, 121 Nev. 691, 120 P.3d 410 (2005), to argue that Laura DeMaranville is not entitled to death benefits under the Occupational Diseases Act because at the date of her husband's death he was not earning a wage from the City of Reno. The City's position misinterprets Howard. The Supreme Court specifically stated that "under NRS 617.420 [determining average monthly wage for occupational disease ], when a retired claimant becomes eligible for occupational disease benefits, the claimant is entitled to receive medical benefits but may not receive any disability compensation if the claimant is not earning any wages." 693-694 (Emphasis added). Like Mr. Howard, Mr. DeMaranville was an intended beneficiary of Nevada's heart/lung statutes and he was retired from the employer responsible for heart/lung benefits. Unlike Mr. Howard, Mr. DeMaranville was still earning a wage at the time his claim for occupational disease became compensable. The italicized language in the quote above excludes the DeMaranville case from the Howard rule. It is likely the State Supreme Court will limit the Howard rule to the facts in

a new rule for the DeMaranville appeal.

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### Irreparable Harm if Stay is Not Granted

that case and less likely the Court will extrapolate from Howard

The City of Reno posits that Ms. DeMaranville will suffer no harm if stay is denied because if she wins on appeal the benefits she loses during the appeal process will be paid back to her.1 It took more than two years from the time her husband died for Laura DeMaranville to secure the order of the appeals officer entitling her to benefits. ROA 24-30. The order of the court reducing those payments to zero should be stayed while Ms. DeMaranville tests the City's novel application of NAC Cutting off her monthly benefits now, for an 616C.435(9). undetermined period during the appeal process, simply adds to the harm she suffered getting the City to pay her benefits initially. The Legislature understood the harm to the survivors of deceased injured workers when it enacted NRS 616C.505. The district court here is encouraged to recognize that harm, as well.

Consideration of the City's harm in paying benefits during the appeal is not controlling. Our State Supreme Court has determined that as a self-insurer the City assumes the risk of paying benefits which might later be determined erroneous. Ransier v. SIIS, 104 Nev. 742,746, 766 P.2d 274 (1988) (quoting Dep't Ind. Relations v. Circus Circus, 101 Nev. 405, 411-412, 705 P.2d 645, 649 (1985) (with the benefits of self-insurance comes the burden as employer of paying benefits and then seeking

<sup>&#</sup>x27;That portion of the City's brief at page 4, lines 15-17, regarding amounts paid to date should not be considered. Nothing in the record on appeal supports the statement. Factual contentions are to be presented only upon affidavit.

recovery later if the payment is in error)).

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Conclusion

The City of Reno on appeal will be seeking a policy determination that municipalities should enjoy a limit to the exposure created by the heart/lung statutes by limiting the calculation of benefit payments to wages paid directly to the beneficiary at the date of disability. State statute and case law do not directly support the City of Reno's legal position. The benefits owing to Laura DeMaranville should not be interrupted while the City's policy argument is tested.

The undersigned affirms, pursuant to NAC 616C.303, that no personal identifying information appears in this document.

Submitted this 19th day of April, 2017.

NEVADA/ATZORNEY FOR INJURED WORKERS

Evan Bedvers, Esq. Nevada Bar No. 3399

Attorneys for Respondent, Laura DeMaranville

CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of the State of Nevada, Nevada Attorney for Injured Workers, and that on this date I deposited for mailing at Carson City, Nevada, a true and correct copy of the within and foregoing REPLY TO CITY OF RENO'S OPPOSITION TO MOTION FOR STAY addressed to:

7 TIMOTHY E ROWE ESO MCDONALD CARANO WILSON 100 W LIBERTY ST 10TH FL PO BOX 2670 RENO NV 89505-2670

> MARK S SERTIC ESO SERTIC LAW LTD 5975 HOME GARDENS DR **RENO NV 89502**

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April 19, 2017

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NEVADA ATTORNEY FOR INJURED WORKERS

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Evan Beavers, Esq. REC'D & FILED Nevada Bar No. 3399 Nevada Attorney for Injured Workers 2017 APR 19 PM 3: 17 1000 East William Street, Suite 208 Carson City, Nevada 89701 SUSAN MERRIWETHER Attorneys for Laura DeMaranville 4 5 IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 6 IN AND FOR CARSON CITY 7 8 CITY OF RENO, 9 10 Petitioner, 11 CASE NO. 15 OC 00092 1B VS. DANIEL DEMARANVILLE, (Deceased); DEPT. NO. 2 12 EMPLOYER'S INSURANCE COMPANY OF 13 NEVADA; and NEVADA DEPARTMENT OF ADMINISTRATION APPEALS OFFICER, 14 Respondents. 15 16 REQUEST FOR SUBMISSION OF MOTION FOR STAY 17 It is requested that the Motion for Stay which was 18 filed on the 29th day of March, 2017, in the above-entitled 19 matter be submitted to the court for decision. 20 (775) 684-7555 Suite 230 (702) 486-2830 The undersigned attorney certifies that a copy of this 21 request has been mailed to all counsel of record. 22 DATED this 19th day of April, 2017. 23 NEVADA ATTORNEY FOR INJURED WORKERS Carson City, NV 89701 2200 South Rancho Drive, Las Vegas, NV 89102 24 25 Evan Beavers, Esq. 26 Nevada Bar No. 3399 1000 East William Street, Suite 208

1000 East William Street,

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Carson City, Nevada 89701

Attorneys for Laura DeMaranville

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### CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee

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of the State of Nevada, Nevada Attorney for Injured Workers, and that on this date I deposited for mailing at Carson City, Nevada, a true and correct copy of the within and foregoing REQUEST FOR SUBMISSION OF MOTION FOR STAY addressed to:

TIMOTHY E ROWE ESQ MCDONALD CARANO WILSON 100 W LIBERTY ST 10TH FL PO BOX 2670 RENO NV 89505-2670

MARK S SERTIC ESO SERTIC LAW LTD 5975 HOME GARDENS DR **RENO NV 89502** 

DATED:

April 19, 2017

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SUSAH MERRIWETHER

CLERK

DEPUTY

IN THE FIRST JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA

IN AND FOR CARSON CITY

CITY OF RENO.

Petitioner,

VS.

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

Claimant.

ORDER DENYING MOTION FOR STAY

Respondent, Laura DeMaranville (Demaranville), seeks an order staying enforcement of this Court's Order Granting in Part and Denying in Part Petition for Judicial Review filed in this matter on March 9, 2017. Demaranville has appealed to the Nevda Supreme Court and requests a stay order pending appeal. Demaranville contends she is entitled to a stay order because she is likely to prevail on the merits of her appeal and will suffer irreparable harm and absence of a stay order. Both Petitioner the City of Reno (City), and Respondent Employer's Insurance Company of Nevada (EICN) have opposed DeMaranville's motion.

The Court has carefully reviewed DeMaranville's motion, the oppositions filed by the City and EICN and Demaranville's replies to both oppositions and concludes a stay

order is not warranted in this case. The Court finds DeMaranville has not establish the grounds necessary to support a stay order. In particular, the Court finds Demaranville has not demonstrated she will suffer irreparable harm in absence of a stay order, whereas, the City is likely to suffer irreparable harm if a stay order is granted. If the stay order is granted, the City will be required to continue the payment of benefits that cannot be recouped if the Court's order is upheld by the Nevada Supreme Court. See: Ransier v. State Industrial Insurance System, 104 Nev. 742, 756 P.2d 274 (1988). Accordingly, the motion for stay is denied.

Dated this 27 day of april , 2017.

DISTRICT JUDGE

Submitted by: TIMOTHY E. ROWE MCDONALD CARANO WILSON LLP 100 West Liberty St., 10<sup>th</sup> Floor Reno, Nevada 89501

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SUSAN MEDRIWETHER
CLERK

Attorneys for Respondents, CITY OF RENO and CCMSI

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

CITY OF RENO,

Petitioner,

vs.

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

Respondents.

Case No. 15 OC 00092 1B Dept. No. II

### NOTICE OF ENTRY OF ORDER

PLEASE TAKE NOTICE that on the 27th day of April, 2017, the Court entered its Order Denying Motion for Stay in the above-referenced matter. A true and correct copy of the Order is attached hereto as Exhibit "1".

The undersigned hereby affirms that this document does not contain the social security number of any person.

DATED this \_\_\_\_\_\_ day of May, 2017.

McDONALD CARANO WILSON LLP

Timothy E. Rowe, Esq

P.O. Box 2670/ Reno, NV 89505-2670

Attorneys for City of Reno and CCMSI

### **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 And day of May, 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 Dathi
Carole Davis

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## **EXHIBIT 1**

**EXHIBIT 1** 

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Case No. 15 OC 00092 1B
Dept. II

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SUSAM MERRIWETHER CLERK

DEPUTO

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

\* \* \* \* \*

CITY OF RENO,

Petitioner,

VS.

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

Claimant.

### ORDER DENYING MOTION FOR STAY

Respondent, Laura DeMaranville (Demaranville), seeks an order staying enforcement of this Court's Order Granting in Part and Denying in Part Petition for Judicial Review filed in this matter on March 9, 2017. Demaranville has appealed to the Nevda Supreme Court and requests a stay order pending appeal. Demaranville contends she is entitled to a stay order because she is likely to prevail on the merits of her appeal and will suffer irreparable harm and absence of a stay order. Both Petitioner the City of Reno (City), and Respondent Employer's Insurance Company of Nevada (EICN) have opposed DeMaranville's motion.

The Court has carefully reviewed DeMaranville's motion, the oppositions filed by the City and EICN and Demaranville's replies to both oppositions and concludes a stay

order is not warranted in this case. The Court finds DeMaranville has not establish the grounds necessary to support a stay order. In particular, the Court finds Demaranville has not demonstrated she will suffer irreparable harm in absence of a stay order, whereas, the City is likely to suffer irreparable harm if a stay order is granted. If the stay order is granted, the City will be required to continue the payment of benefits that cannot be recouped if the Court's order is upheld by the Nevada Supreme Court. See: Ransier v. State Industrial Insurance System, 104 Nev. 742, 756 P.2d 274 (1988). Accordingly, the motion for stay is denied.

Dated this 27 day of april , 2017.

DISTRICT JUDGE

Submitted by: TIMOTHY E. ROWE MCDONALD CARANO WILSON LLP 100 West Liberty St., 10<sup>th</sup> Floor Reno, Nevada 89501

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