#### IN THE SUPREME COURT OF THE STATE OF NEVADA

MDB TRUCKING, LLC,

Appellant/Cross-Respondent,

VS.

VERSA PRODUCTS COMPANY, INC.,

Respondent/Cross-Appellant.

Supreme Court Case No. 75022

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[District Court Case Nos.: CV15-02349, CV16-00976 and CV16-01914]

#### **JOINT APPENDIX VOLUME 18 OF 18**

Consolidated Appeals from the Second Judicial District Court, Orders Granting Motion to Strike Cross-Claim and Orders Denying Attorneys' Fees and Granting Reduced Costs, The Honorable Judge Elliott A. Sattler, District Court Judge

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# IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEWSALDON # 6719068 IN AND FOR THE COUNTY OF WASHOE

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ERNEST BRUCE FITZSIMMONS, et al.,

Plaintiffs,

Case No. CV15-02349

Dept. No. 10

MDB TRUCKING, LLC; et al.,

Defendants.

#### **ORDER**

Presently before the Court is the DEFENDANT/CROSS-DEFENDANT VERSA
PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS
PURSUANT TO NRCP 37 AND NRCP 68 ("the Motion for Fees") filed by Defendant/Cross-Defendant VERSA PRODUCTS, INC. ("Versa") on January 5, 2018. Versa contemporaneously filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S
VERIFIED MEMORANDUM OF COSTS ("the Memorandum of Costs"). Versa filed the
ERRATA TO DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S
MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68
("the Errata") on January 10, 2018. The Errata changes the total amount of fees from \$213,988.00
to \$228,500.50.\(^1\) Cross-Claimant MDB TRUCKING, LLC ("MDB") filed the CROSS-

<sup>&</sup>lt;sup>1</sup> The Motion for Fees lists attorneys' fees in the amount of \$228,500.50. The Motion for Fees, 13:14, 16:15. The incorrect figure of \$213,988.00 appears in the AFFIDAVIT OF JOSH COLE AICKLEN, ESQ. IN SUPPORT OF DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS'

CLAIMANT MDB TRUCKING LLC'S OPPOSITION TO CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 ("the Opposition to the Motion for Fees") on January 25, 2018. Versa filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S REPLY TO MDB'S OPPOSITION TO ITS MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 ("the Reply in Support of the Motion for Fees") on February 5, 2018, and contemporaneously submitted the matter for the Court's consideration.

Also before the Court is the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS ("the Motion to Retax") filed by MDB on January 16, 2018. Versa filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S OPPOSITION TO CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX COSTS ("the Opposition to the Motion to Retax") on February 2, 2018. MDB filed the CROSS-CLAIMANT MDB TRUCKING LLC'S REPLY IN SUPPORT OF MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS ("the Reply in Support of the Motion to Retax") on February 12, 2018, and contemporaneously submitted the matter for the Court's consideration. The Court heard oral argument on the Motion for Fees and the Motion to Retax on April 6, 2018, at which time the Court took the matters under advisement.

FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68. The Errata does not provide a reason for the discrepancy.

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This case arises from a personal injury action. A COMPLAINT ("the Complaint") was filed by the Plaintiffs Ernest Bruce Fitzsimmons and Carol Fitzsimmons, on December 4, 2015. Numerous other plaintiffs were joined into the Fitzsimmons case. It is alleged on July 7, 2014, the Defendant Daniel Anthony Koski ("Koski"), while driving a truck for MDB, negligently spilled a load of gravel into the roadway. The spilled gravel caused the driving Plaintiffs to lose control of their vehicles and numerous accidents occurred. The Plaintiffs sustained physical and emotional injuries as a result of the accidents. In response to the Complaint, MDB filed a THIRD-PARTY COMPLAINT ("the MDB Cross-Claim") June 15, 2016. The MDB Cross-Claim had two causes of action relative to Versa: Implied Indemnification and Contribution.<sup>2</sup> MDB alleges it was not Koski's negligence that caused the gravel to spill; rather, the spill was caused by the "unreasonably dangerous and defective" design and manufacture of the trailer that held the gravel. The MDB Cross-Claim, 3:5-7. Therefore, MDB brought the Cross-Claim against the manufacturers of the trailer and its components, including Versa. MDB avers Versa produced a solenoid valve which would, "activate inadvertently allowing the gates to open and release the load [of gravel] carried by the trailer." The MDB Cross-Claim, 3:10-11. MDB also claims there were safer alternatives available to Versa; the solenoid valve was unreasonably dangerous and defective; and Versa failed to provide appropriate safety mechanisms regarding the solenoid valve. The MDB Cross-Claim, 3:12-18.

The Court entered an ORDER ("the December Order") on December, 8, 2017, granting the DEFENDANT/CROSS-CLAIMANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION TO STRIKE DEFENDANT/CROSS-CLAIMANT/CROSS-DEFENDANT MDB

<sup>&</sup>lt;sup>2</sup> Versa filed CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S MOTION TO DISMISS CROSS-CLAIMANT, MDB TRUCKING, LLC'S THIRD CAUSE OF ACTION FOR IMPLIED INDEMNITY PURSUANT TO NRCP 12(B)(5) ("the MTD") on June 27, 2016. The Court granted the MTD on October 19, 2016.

TRUCKING, LLC'S CROSS-CLAIM PURSUANT TO NRCP 35; OR IN THE ALTERNATIVE, FOR AN ADVERSE JURY INSTRUCTION ("the Motion to Strike"). The Court found MDB's disposal of the electrical systems that control the solenoid which operated the Versa valve crippled Versa's ability to present its case. The December Order, 13:11-12. As a result, the Court dismissed MDB's sole remaining cross-claim against Versa.

The Court finds Versa is not entitled to an award of attorneys' fees. In general, a district court may not award "attorney fees... unless authorized to do so by a statute, rule or contract."

U.S. Design & Constr. v. I.B.W.W. Local 357, 118 Nev. 458, 462, 50 P.3d 170, 173 (2002). NRCP 68 provides:

- (a) The Offer. At any time more than 10 days before trial, any party may serve an offer in writing to allow judgment to be taken in accordance with its terms and conditions.
- (f) Penalties for Rejection of Offer. If the offeree rejects an offer and fails to obtain a more favorable judgment,
  - (1) the offeree cannot recover any costs or attorney's fees and shall not recover interest for the period after the service of the offer and before the judgment; and
  - (2) the offeree shall pay the offeror's post-offer costs, applicable interest on the judgment from the time of the offer to the time of entry of the judgment and reasonable attorney's fees, if any be allowed, actually incurred by the offeror from the time of the offer....

An award of attorney's fees and costs pursuant to NRCP 68 requires an evaluation of the following factors:

(1) whether the plaintiff's claim was brought in good faith; (2) whether the defendants' offer of judgment was reasonable and in good faith in both its timing and amount; (3) whether the plaintiff's decision to reject the offer and proceed to trial was grossly unreasonable or in bad faith; and (4) whether the fees sought by the offeror are reasonable and justified in amount.

Beattie v. Thomas, 99 Nev. 579, 588–89, 668 P.2d 268, 274 (1983). A court may only award reasonable attorney's fees. The following factors are to be examined in determining whether the fees sought are reasonable:

(1) the qualities of the advocate: his ability, his training, education, experience, professional standing and skill; (2) the character of the work to be done: its difficulty, its intricacy, its importance, time and skill required, the responsibility imposed and the prominence and character of the parties where they affect the importance of the litigation; (3) the work actually performed by the lawyer: the skill, time and attention given to the work; (4) the result: whether the attorney was successful and what benefits were derived.

Brunzell v. Golden Gate Nat. Bank, 85 Nev. 345, 349, 455 P.2d 31, 33 (1969).

Versa served MDB with an offer of judgment for \$1,000.00 per plaintiff ("the Initial Offer") on May 4, 2017. The Motion for Fees, Exhibit 1. The following day, the parties attended mediation. The Motion for Fees, 6:20-21. At mediation, MDB demanded \$175,000.00 from Versa and another cross-defendant, RMC LAMAR HOLDING, INC. ("Ranco"), the manufacturer of the trailer. TRANSCRIPT OF PROCEEDINGS, HEARING ON MOTION FOR ATTORNEY FEES AND COSTS AND MOTION TO RETAX, April 6, 2018 ("Transcript"), 10:4-10. Versa offered \$100,000.00, and Ranco offered \$50,000.00 ("the Mediation Offer"). MDB rejected the Mediation Offer, and indicated MDB would settle for no less than \$175,000.00 from Versa and Ranco.

Transcript, 10:13-15. The Motion for Fees alleges Versa telephoned MDB approximately two business days later offering to settle for \$175,000.00 ("the Final Offer"). The Motion for Fees, 7:2-3. At oral argument the Court queried MDB about the Final Offer. The Court took a brief recess to allow counsel for MDB to call co-counsel for details on the specifics of the Final Offer. Transcript, 31:7-14. MDB conceded Versa made the Final Offer, and that it was made "in close proximity" to the mediation. Transcript, 32:2-15. MDB contends the Final Offer was not for \$175,000.00, although co-counsel could not recall the specific amount. Transcript, 32:3-8.

Versa is not entitled to an award of attorneys' fees pursuant to NRCP 68. MDB's claim was brought in good faith. Further, the Court finds it was not unreasonable for MDB to reject the Initial Offer. The Opposition to the Motion for Fees argues the Initial Offer was unreasonable because it "amounted to less than one half of one percent (0.005) of the total settlement amount MDB paid to plaintiffs...." The Opposition to the Motion for Fees, 7:2-3. The Court agrees. The fact Versa made an offer of \$100,000.00 one day later and was willing to meet MDB's full demand two business days later clearly demonstrates the Initial Offer of \$1,000.00 per plaintiff was unreasonable and not made in good faith. MDB's decision to reject the Mediation Offer and especially the Final Offer were unreasonable, but those rejections cannot be the basis for awarding Versa attorneys' fees. NRCP 68 applies to written offers. The Court has been presented with no document evincing the Mediation Offer or the Final Offer were reduced to writing. An analysis of the first three Beattie factors leads to the conclusion Versa is not entitled to fees pursuant to NRCP 68; therefore, a Brunzell analysis of the reasonableness of the fees requested is unnecessary.<sup>3</sup>

The Motion for Fees avers Versa is entitled to attorneys' fees pursuant to NRCP 37 because the December Order issued case-concluding sanctions against MDB. NRCP 37 provides:

- (b) Failure to Comply With Order.
  - (2) Sanctions--Party. If a party or an officer, director, or managing agent of a party or a person designated under Rule 30(b)(6) or 31(a) to testify on behalf of a party fails to obey an order to provide or permit discovery, including an order made under subdivision (a) of this rule or Rule 35, or if a party fails to obey an order entered under Rules 16, 16.1, and 16.2 the court in which the action is pending may make such orders in regard to the failure as are just, and among others the following:

<sup>&</sup>lt;sup>3</sup> The Court would conclude, should it be necessary, the fees requested were reasonable and would satisfy the *Brunzell* factors.

(C) An order striking out pleadings or parts thereof, or staying further proceedings until the order is obeyed, or dismissing the action or proceeding or any part thereof, or rendering a judgment by default against the disobedient party;

In lieu of any of the foregoing orders or in addition thereto, the court shall require the party failing to obey the order or the attorney advising that party or both to pay the reasonable expenses, including attorney's fees, caused by the failure, unless the court finds that the failure was substantially justified or that other circumstances make an award of expenses unjust.

The Court finds an award of attorneys' fees would be unjust. Case-concluding sanctions against MDB was a windfall for Versa. The Motion for Fees argues, "there is no substantial justification for MDB's failure to preserve the evidence other than to obstruct discovery and frustrate the progress of this litigation." The Motion for Fees, 8:23-25. However, the December Order made clear "the Court does not find MDB intentionally disposed of the components in order to harm Versa, nor were MDB's employees acting with any malevolence...." The December Order, 8:20-22. MDB did not intend to "obstruct discovery and frustrate the progress of this litigation" as the Motion suggests. Although dismissal of MDB's claim against Versa was warranted, it was a severe sanction. Further sanctions would be unjust.

The Court now turns to the issue of costs. The Court finds the costs supported by justifying documentation to be reasonable; however, the costs award is reduced because some of the claimed costs are not properly supported in the Memorandum of Costs. District Courts have "wide, but not unlimited, discretion to award costs to prevailing parties." *Cadle Co. v. Woods & Erickson, LLP*, 131 Nev. Adv. Op. 15, 345 P.3d 1049, 1054 (2015), *recently upheld by Golightly & Vannah, PLLC v. TJ Allen, LLC*, 132 Nev. Adv. Op. 41, 373 P.3d 103, 107 (2016). Costs awarded "must be reasonable, necessary, and actually incurred." *Id.* NRS 18.020 explains a prevailing party may, as a matter of course, recover costs from an adverse party against whom judgment is rendered in certain actions. These actions include those for recovery of money or damages exceeding

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\$2,500.00, and those that involve the title or boundaries of real estate. NRS 18.020(3); NRS 18.020(5). The specific costs that may be recovered by a prevailing party are enumerated in the statute. In pertinent part, costs allowed are as follows: "Reporters' fees for depositions, including a reporter's fee for one copy of each deposition," NRS 18.005(2); "Fees for... deposing witnesses, unless the court finds that the witness was called without reason or necessity," Id. at (4); "Reasonable fees of not more than five expert witnesses in an amount not more than \$1,500.00 for each witness, unless the court allows a larger fee after determining the circumstances surrounding the expert's testimony were of such a necessity as to require a larger fee," Id. at (5); "The fee of any sheriff or licensed process server for the delivery of service of any summons or subpoena used in the action, unless the court determines that the service was not necessary," Id. at (7); "Reasonable costs for photocopies," Id. at (12); "Any other reasonable and necessary expense incurred in connection with the action, including reasonable and necessary expenses for computerized services for legal research." Id. at (17). It is within a court's sound discretion to allow a reasonable award of either part or all of the prevailing party's costs, and to apportion the costs between the parties. NRS 18.050; see also Bergmann v. Boyce, 109 Nev. 670, 679, 856 P.2d 560, 566 (1993); Cadle Co., 131 Nev. Adv. Op. 15, 345 P.3d at 1054. However, statutes that allow recovery of costs must be strictly construed. Bergmann, 109 Nev. at 679, 856 P.2d at 566. Accordingly, a court's discretion should be "sparingly exercised" when it considers whether or not to award expenses that are "not specifically allowed by statute and precedent." Bergman, 109 Nev. at 679, 856 P.2d at 566.

In order for a court to make an award of costs, the party seeking costs must file with the clerk and serve upon the adverse party a verified memorandum of costs. NRS 18.110(1). Beyond the memorandum of costs, the prevailing party must also provide the court with evidence, or

"justifying documentation," which demonstrates how the costs being sought were "reasonable, necessary, and actually incurred" in the action. *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. Accordingly, appropriate "justifying documentation must mean something more than a memorandum of costs." *Id.* Without such documentation, a court may not award costs. *Id.* If the party against whom costs are sought wishes to dispute the costs, they must make a motion to the court within three days of the memorandum's filing. NRS 18.110(4). Once in receipt of that motion, the Court will be allowed to settle the costs. *Id.* 

The Motion for Fees requests expert witness fees in the amount of \$13,706.49. The Motion for Fees, 15:13-17. The Motion to Retax argues the amount of expert fees requested is unreasonable for the following reasons: the expert, Garrick Mitchell, M.S., P.E. ("Mitchell"), had no useful opinions; Mitchell's testimony would not aid the trier of fact, and was merely repetitive of other experts; Mitchell conducted no independent testing; and Mitchell is a mechanical engineer who does not possess the requisite level of expertise to make determinations better suited for an electrical engineer. The Motion to Retax, 9:3-26.

This action involved millions of dollars in claimed damages. Versa's defense rested entirely upon disproving MDB's theory that the valve manufactured by Versa malfunctioned. The only way Versa could accomplish this was through the use of an expert witness. The Motion to Retax argues Mitchell did not offer a viable opinion about the cause of the spill, but this does not discredit Mitchell's value as an expert because Versa did not necessarily have to prove what was responsible for the incident. Given Versa's potential exposure, it was not unreasonable for Versa to retain Mitchell to perform extensive analysis and evaluation, which required two site inspections. The Court finds the amount of expert fees requested is reasonable and necessary.

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justifying documentation pertaining to certain costs. The Motion to Retax, 3:4-5. The failure to support a memorandum of costs leaves the court and the party against whom costs are sought with nothing upon which a determination of reasonableness can be made. It may be that the party against whom costs are sought assesses a memorandum of costs and determines the costs are reasonable and a motion to retax would be unnecessary. If the party against whom costs are sought does not file a motion to retax, the court still cannot award costs without evidence or justifying documentation. Cadle Co. places the burden upon the party seeking costs to affirmatively demonstrate the costs are reasonable, necessary, and actually incurred when the motion is filed. The failure to provide justifying documentation at the outset results in additional work for the Court as well as the parties. At oral argument counsel for Versa informed the Court it is their common practice to attach a self-created "disbursement diary" to the memorandum of costs, and to only "dig up" documentation if there is a controversy. Transcript, 26:22-24. While this may be counsel's common practice, is does not comport with the requirements set forth by the Supreme Court of Nevada. The Motion to Retax argues \$16,774.78 in costs are unsupported in the Memorandum of Costs and should therefore be denied. The Motion to Retax, 6:3-4. The Court agrees. The remainder of the costs are supported with the requisite justifying documentation.

The Motion to Retax points out the Memorandum of Costs is devoid of evidence or

The Motion to Retax argues for a reduction in the costs award on several other grounds: costs related to the Plaintiffs' claims<sup>4</sup>; costs incurred subsequent to Versa's offer of judgment; expert witness costs exceeding \$1,500.00; and costs not specifically provided for in NRS 18.005. The Court finds these arguments are without merit. First, Versa had a right to defend against the

<sup>&</sup>lt;sup>4</sup> The Plaintiffs asserted negligence claims against MDB and strict liability claims against Ranco and Versa. FIRST AMENDED COMPLAINT FOR DAMAGES filed August 23, 2016.

Plaintiffs' claims underlying MDB's claim for contribution. Second, Versa is entitled to recover costs incurred prior to the offer of judgment. The Reply in Support of the Motion to Retax concedes an award of costs is not limited to those incurred after an offer of judgment; rather, it argues the Opposition to the Motion to Retax contradicts the Memorandum of Costs and the Motion for Fees. The Reply in Support of the Motion to Retax, 5:22-26. It alleges the Memorandum of Costs and the Motion for Fees indicate the only costs sought are those incurred subsequent to the offer of judgment. The Court finds no such contradiction warranting the retaxing of costs on this basis. Third, as discussed *supra*, Versa is entitled to recover their expert witness costs. Finally, the courier fees for delivery of depositions, the compact disc fees, and exhibit fees are reasonable and necessary expenses in the litigation, and are therefore recoverable pursuant to NRS 18.005(17).

It is hereby **ORDERED** the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 is **GRANTED IN PART AND DENIED IN PART.** Versa's request for attorneys' fees is denied. MDB shall pay Versa's costs as set forth below.

It is **FURTHER ORDERED** the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS is **GRANTED IN PART AND DENIED IN PART.** The amount of costs requested in the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S VERIFIED MEMORANDUM OF COSTS is reduced by \$16,774.78. MDB is ordered to pay costs in the amount of \$41,998.28.

DATED this \_\_\_\_\_\_ day of June, 2018.

ELLIOTT A. SATTLER

District Judge

#### **CERTIFICATE OF MAILING**

Pursuant to NRCP 5(b), I certify that I am an employee of the Second Judicial District Court of the State of Nevada, County of Washoe; that on this \_\_\_\_\_ day of June, 2018, I deposited in the County mailing system for postage and mailing with the United States Postal Service in Reno, Nevada, a true copy of the attached document addressed to:

#### CERTIFICATE OF ELECTRONIC SERVICE

JOSH AICKLEN, ESQ.

NICHOLAS M. WIECZOREK, ESQ. COLLEEN E. McCARTY, ESQ.

Sheila Mansfield Judicial Assistan

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Jacqueline Bryant
Clerk of the Court
Transaction # 6719088

## IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF WASHOE

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GENEVA M. REMMERDE,

Plaintiff,

Case No. CV16-00976

Dept. No. 10

VS.

MDB TRUCKING, LLC; et al.,

Defendants.

#### <u>ORDER</u>

Presently before the Court is the THIRD-PARTY DEFENDANT VERSA PRODUCTS
COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP
37 AND NRCP 68 ("the Motion for Fees") filed by Third-Party Defendant VERSA PRODUCTS,
INC. ("Versa") on February 9, 2018. Versa contemporaneously filed the THIRD-PARTY
DEFENDANT VERSA PRODUCTS COMPANY, INC.'S VERIFIED MEMORANDUM OF
COSTS ("the Memorandum of Costs"). Cross-Claimant MDB TRUCKING, LLC ("MDB") filed
the CROSS-CLAIMANT MDB TRUCKING LLC'S OPPOSITION TO CROSS-DEFENDANT
VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS
PURSUANT TO NRCP 37 AND NRCP 68 ("the Opposition to the Motion for Fees") on March 1,
2018. Versa filed the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S

-1-

REPLY TO MDB'S OPPOSITION TO ITS MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 ("the Reply in Support of the Motion for Fees") on March 12, 2018, and contemporaneously submitted the matter for the Court's consideration.

Also before the Court is the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS ("the Motion to Retax") filed by MDB on February 20, 2018. Versa filed the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S OPPOSITION TO THIRD-PARTY PLAINTIFF MDB TRUCKING LLC'S MOTION TO RETAX COSTS ("the Opposition to the Motion to Retax") on March 8, 2018. MDB filed the REPLY TO OPPOSITION TO MOTION TO RETAX COSTS ("the Reply in Support of the Motion to Retax") on March 19, 2018, and contemporaneously submitted the matter for the Court's consideration. The Court heard oral argument on the Motion for Fees and the Motion to Retax on April 6, 2018, at which time the Court took the matters under advisement.

This case arises from a personal injury action. A COMPLAINT ("the Complaint") was filed by plaintiffs Ernest Bruce Fitzsimmons and Carol Fitzsimmons, on December 4, 2015 ("the Fitzsimmons Action"). The Fitzsimmons Action was assigned Second Judicial District Court case number CV15-02349. Numerous other plaintiffs were joined into the Fitzsimmons Action. Two additional cases were filed and prosecuted outside of the Fitzsimmons Action: the instant case and JAMES BIBLE V. MDB TRUCKING, LLC et al., CV16-01914 ("the Bible Action"). The instant action was filed on May 2, 2016. The Bible Action was filed September 20, 2016. It is alleged in all three actions that on July 7, 2014, Defendant Daniel Anthony Koski ("Koski"), while driving a truck for MDB, negligently spilled a load of gravel into the roadway. The spilled gravel caused the driving plaintiffs to lose control of their vehicles and numerous accidents occurred. The plaintiffs

sustained physical and emotional injuries as a result of the accidents. In response to the Complaint, MDB filed a THIRD-PARTY COMPLAINT ("the MDB Cross-Claim") June 22, 2016. The MDB Cross-Claim had two causes of action relative to Versa: Implied Indemnification and Contribution. MDB alleges it was not Koski's negligence that caused the gravel to spill; rather, the spill was caused by the "unreasonably dangerous and defective" design and manufacture of the trailer that held the gravel. The MDB Cross-Claim, 3:5-7. Therefore, MDB brought the Cross-Claim against the manufacturers of the trailer and its components, including Versa. MDB avers Versa produced a solenoid valve which would, "activate inadvertently allowing the gates to open and release the load [of gravel] carried by the trailer." The MDB Cross-Claim, 3:10-11. MDB also claims there were safer alternatives available to Versa; the solenoid valve was unreasonably dangerous and defective; and Versa failed to provide appropriate safety mechanisms regarding the solenoid valve. The MDB Cross-Claim, 3:12-18.

The Court entered an ORDER ("the January Order") on January 22, 2018, granting the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION TO STRIKE DEFENDANT/THIRD-PARTY PLAINTIFF MDB TRUCKING, LLC'S THIRD-PARTY COMPLAINT PURSUANT TO NRCP 35; OR IN THE ALTERNATIVE, FOR AN ADVERSE JURY INSTRUCTION ("the Motion to Strike").2 The Court found MDB's disposal of the electrical systems that control the solenoid which operated the Versa valve crippled Versa's ability to present its case. As a result, the Court dismissed MDB's sole remaining claim against Versa.

<sup>1</sup> Versa filed THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY INC.'S MOTION TO DISMISS THIRD-PARTY PLAINTIFF, MDB TRUCKING, LLC'S THIRD CAUSE OF ACTION FOR IMPLIED INDEMNITY PURSUANT TO NRCP 12(B)(5) ("the MTD") on July 19, 2016. The Court granted the MTD on October 19, 2016.

<sup>&</sup>lt;sup>2</sup> The Court incorporated by reference the ORDER entered December 22, 2017 ("the December Order"), on identical issues in the Fitzsimmons Action.

The Court finds Versa is not entitled to an award of attorneys' fees. In general, a district court may not award "attorney fees... unless authorized to do so by a statute, rule or contract."

U.S. Design & Constr. v. I.B.W.W. Local 357, 118 Nev. 458, 462, 50 P.3d 170, 173 (2002). NRCP 68 provides:

- (a) The Offer. At any time more than 10 days before trial, any party may serve an offer in writing to allow judgment to be taken in accordance with its terms and conditions.
- (f) Penalties for Rejection of Offer. If the offeree rejects an offer and fails to obtain a more favorable judgment,
  - (1) the offeree cannot recover any costs or attorney's fees and shall not recover interest for the period after the service of the offer and before the judgment; and
  - (2) the offeree shall pay the offeror's post-offer costs, applicable interest on the judgment from the time of the offer to the time of entry of the judgment and reasonable attorney's fees, if any be allowed, actually incurred by the offeror from the time of the offer....

An award of attorney's fees and costs pursuant to NRCP 68 requires an evaluation of the following factors:

(1) whether the plaintiff's claim was brought in good faith; (2) whether the defendants' offer of judgment was reasonable and in good faith in both its timing and amount; (3) whether the plaintiff's decision to reject the offer and proceed to trial was grossly unreasonable or in bad faith; and (4) whether the fees sought by the offeror are reasonable and justified in amount.

Beattie v. Thomas, 99 Nev. 579, 588–89, 668 P.2d 268, 274 (1983). A court may only award reasonable attorney's fees. The following factors are to be examined in determining whether the fees sought are reasonable:

(1) the qualities of the advocate: his ability, his training, education, experience, professional standing and skill; (2) the character of the work to be done: its difficulty, its intricacy, its importance, time and skill required, the responsibility imposed and the prominence and

character of the parties where they affect the importance of the litigation; (3) the work actually performed by the lawyer: the skill, time and attention given to the work; (4) the result: whether the attorney was successful and what benefits were derived.

Brunzell v. Golden Gate Nat. Bank, 85 Nev. 345, 349, 455 P.2d 31, 33 (1969).

Versa served MDB with an offer of judgment for \$1,000.00 per plaintiff ("the Initial Offer") on May 4, 2017. The Motion for Fees, Exhibit 1. The following day, the parties attended mediation. The Motion for Fees, 6:20-21. At mediation, MDB demanded \$175,000.00 from Versa and another cross-defendant, RMC LAMAR HOLDING, INC. ("Ranco"), the manufacturer of the trailer. TRANSCRIPT OF PROCEEDINGS, HEARING ON MOTION FOR ATTORNEY FEES AND COSTS AND MOTION TO RETAX, April 6, 2018 ("Transcript"), 10:4-10. Versa offered \$100,000.00, and Ranco offered \$50,000.00 ("the Mediation Offer"). MDB rejected the Mediation Offer, and indicated MDB would settle for no less than \$175,000.00 from Versa and Ranco. Transcript, 10:13-15. The Motion for Fees alleges Versa telephoned MDB approximately two business days later offering to settle for \$175,000.00 ("the Final Offer"). The Motion for Fees, 7:2-3. At oral argument the Court queried MDB about the Final Offer. The Court took a brief recess to allow counsel for MDB to call co-counsel for details on the specifics of the Final Offer. Transcript, 31:7-14. MDB conceded Versa made the Final Offer, and that it was made "in close proximity" to the mediation. Transcript, 32:2-15. MDB contends the Final Offer was not for \$175,000.00, although co-counsel could not recall the specific amount. Transcript, 32:3-8.

Versa is not entitled to an award of attorneys' fees pursuant to NRCP 68. MDB's claim was brought in good faith. Further, the Court finds it was not unreasonable for MDB to reject the Initial Offer. The Opposition to the Motion for Fees argues the Initial Offer was unreasonable because it "amounted to less than one half of one percent (0.005) of the total settlement amount MDB paid to plaintiffs...." The Opposition to the Motion for Fees, 7:2-3. The Court agrees. The fact Versa

made an offer of \$100,000.00 one day later and was willing to meet MDB's full demand two business days later clearly demonstrates the Initial Offer of \$1,000.00 per plaintiff was unreasonable and not made in good faith. MDB's decision to reject the Mediation Offer and especially the Final Offer were unreasonable, but those rejections cannot be the basis for awarding Versa attorneys' fees. NRCP 68 applies to *written* offers. The Court has been presented with no document evincing the Mediation Offer or the Final Offer were reduced to writing. An analysis of the first three *Beattie* factors leads to the conclusion Versa is not entitled to fees pursuant to NRCP 68; therefore, a *Brunzell* analysis of the reasonableness of the fees requested is unnecessary.<sup>3</sup>

The Motion for Fees avers Versa is entitled to attorneys' fees pursuant to NRCP 37 because the December Order issued case-concluding sanctions against MDB. NRCP 37 provides:

(b) Failure to Comply With Order.

(2) Sanctions--Party. If a party or an officer, director, or managing agent of a party or a person designated under Rule 30(b)(6) or 31(a) to testify on behalf of a party fails to obey an order to provide or permit discovery, including an order made under subdivision (a) of this rule or Rule 35, or if a party fails to obey an order entered under Rules 16, 16.1, and 16.2 the court in which the action is pending may make such orders in regard to the failure as are just, and among others the following:

(C) An order striking out pleadings or parts thereof, or staying further proceedings until the order is obeyed, or dismissing the action or proceeding or any part thereof, or rendering a judgment by default against the disobedient party;

<sup>3</sup> The Court would conclude, should it be necessary, the fees requested were reasonable and would satisfy the *Brunzell* factors.

In lieu of any of the foregoing orders or in addition thereto, the court shall require the party failing to obey the order or the attorney advising that party or both to pay the reasonable expenses, including attorney's fees, caused by the failure, unless the court finds that the failure was substantially justified or that other circumstances make an award of expenses unjust.

The Court finds an award of attorneys' fees would be unjust. Case-concluding sanctions against MDB was a windfall for Versa. The Motion for Fees argues, "there is no substantial justification for MDB's failure to preserve the evidence other than to obstruct discovery and frustrate the progress of this litigation." The Motion for Fees, 8:26-28. However, the December Order made clear "the Court does not find MDB intentionally disposed of the components in order to harm Versa, nor were MDB's employees acting with any malevolence...." The December Order, 8:20-22. MDB did not intend to "obstruct discovery and frustrate the progress of this litigation" as the Motion suggests. Although dismissal of MDB's claim against Versa was warranted, it was a severe sanction. Further sanctions would be unjust.

The Court finds the amount of costs requested is reasonable. District Courts have "wide, but not unlimited, discretion to award costs to prevailing parties." *Cadle Co. v. Woods & Erickson, LLP*, 131 Nev. Adv. Op. 15, 345 P.3d 1049, 1054 (2015), *recently upheld by Golightly & Vannah, PLLC v. TJ Allen, LLC*, 132 Nev. Adv. Op. 41, 373 P.3d 103, 107 (2016). Costs awarded "must be reasonable, necessary, and actually incurred." *Id.* NRS 18.020 explains a prevailing party may, as a matter of course, recover costs from an adverse party against whom judgment is rendered in certain actions. These actions include those for recovery of money or damages exceeding \$2,500.00, and those that involve the title or boundaries of real estate. NRS 18.020(3); NRS 18.020(5). The specific costs that may be recovered by a prevailing party are enumerated in the statute. In pertinent part, costs allowed are as follows: "Reporters' fees for depositions, including a reporter's fee for one copy of each deposition," NRS 18.005(2); "Fees for... deposing witnesses,

unless the court finds that the witness was called without reason or necessity," *Id.* at (4);

"Reasonable fees of not more than five expert witnesses in an amount not more than \$1,500.00 for each witness, unless the court allows a larger fee after determining the circumstances surrounding the expert's testimony were of such a necessity as to require a larger fee," *Id.* at (5); "The fee of any sheriff or licensed process server for the delivery of service of any summons or subpoena used in the action, unless the court determines that the service was not necessary," *Id.* at (7); "Reasonable costs for photocopies," *Id.* at (12); "Any other reasonable and necessary expense incurred in connection with the action, including reasonable and necessary expenses for computerized services for legal research." *Id.* at (17). It is within a court's sound discretion to allow a reasonable award of either part or all of the prevailing party's costs, and to apportion the costs between the parties. NRS 18.050; *see also Bergmann v. Boyce*, 109 Nev. 670, 679, 856 P.2d 560, 566 (1993); *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. However, statutes that allow recovery of costs must be strictly construed. *Bergmann*, 109 Nev. at 679, 856 P.2d at 566. Accordingly, a court's discretion should be "sparingly exercised" when it considers whether or not to award expenses that are "not specifically allowed by statute and precedent." *Bergman*, 109 Nev. at 679, 856 P.2d at 566.

In order for a court to make an award of costs, the party seeking costs must file with the clerk and serve upon the adverse party a verified memorandum of costs. NRS 18.110(1). Beyond the memorandum of costs, the prevailing party must also provide the court with evidence, or "justifying documentation," which demonstrates how the costs being sought were "reasonable, necessary, and actually incurred" in the action. *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. Accordingly, appropriate "justifying documentation must mean something more than a memorandum of costs." *Id.* Without such documentation, a court may not award costs. *Id.* If the

party against whom costs are sought wishes to dispute the costs, they must make a motion to the court within three days of the memorandum's filing. NRS 18.110(4). Once in receipt of that motion, the Court will be allowed to settle the costs. *Id*.

The Motion to Retax argues Versa should not be permitted to recover costs incurred subsequent to Versa's offer of judgment. This argument is without merit. The Reply in Support of the Motion to Retax concedes an award of costs is not limited to those incurred after an offer of judgment; rather, it argues the Opposition to the Motion to Retax contradicts the Memorandum of Costs and the Motion for Fees. The Reply in Support of the Motion to Retax, 5:22-26. It alleges the Memorandum of Costs and the Motion for Fees indicate the only costs sought are those incurred subsequent to the offer of judgment. The Court finds no such contradiction warranting the retaxing of costs on this basis.

It is hereby **ORDERED** the THIRD-PARTY DEFENDANT VERSA PRODUCTS

COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO

NRCP 37 AND NRCP 68 is **GRANTED IN PART AND DENIED IN PART.** Versa's request for attorneys' fees is denied. MDB shall pay Versa's costs as set forth below.

It is **FURTHER ORDERED** the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS is **DENIED**. MDB is ordered to pay costs in the amount of \$413.00.

DATED this \_\_\_\_\_\_ day of June, 2018.

ELLIOTT A. SATTLER

District Judge

#### **CERTIFICATE OF MAILING**

Pursuant to NRCP 5(b), I certify that I am an employee of the Second Judicial District Court of the State of Nevada, County of Washoe; that on this \_\_\_\_ day of June, 2018, I deposited in the County mailing system for postage and mailing with the United States Postal Service in Reno, Nevada, a true copy of the attached document addressed to: **CERTIFICATE OF ELECTRONIC SERVICE** I hereby certify that I am an employee of the Second Judicial District Court of the State of Nevada, in and for the County of Washoe; that on the \_\_\_\_\_\_ day of June, 2018, I electronically filed the foregoing with the Clerk of the Court by using the ECF system which will send a notice of electronic filing to the following: JOSH AICKLEN, ESQ. NICHOLAS M. WIECZOREK, ESQ. COLLEEN E. McCARTY, ESQ. 

Judicial Assistant

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2018-06-07 04:41:43 PM
Jacqueline Bryant
Clerk of the Court
Transaction # 6719106

### IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF WASHOE

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JAMES BIBLE,

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Case No. CV16-01914

Dept. No. 10

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ll vs.

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MDB TRUCKING, LLC; et al.,

Plaintiff,

Defendants.

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**ORDER** 

Presently before the Court is the CROSS-DEFENDANT VERSA PRODUCTS

COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP

37 AND NRCP 68 ("the Motion for Fees") filed by Cross-Defendant VERSA PRODUCTS, INC.

("Versa") on February 9, 2018. Versa contemporaneously filed the CROSS-DEFENDANT

VERSA PRODUCTS COMPANY, INC.'S VERIFIED MEMORANDUM OF COSTS ("the

Memorandum of Costs"). Cross-Claimant MDB TRUCKING, LLC ("MDB") filed the CROSS
CLAIMANT MDB TRUCKING LLC'S OPPOSITION TO CROSS-DEFENDANT VERSA

PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS

PURSUANT TO NRCP 37 AND NRCP 68 ("the Opposition to the Motion for Fees") on March 1,

2018. Versa filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY,

INC.'S REPLY TO MDB'S OPPOSITION TO ITS MOTION FOR ATTORNEYS' FEES AND

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COSTS PURSUANT TO NRCP 37 AND NRCP 68 ("the Reply in Support of the Motion for Fees") on March 12, 2018, and contemporaneously submitted the matter for the Court's consideration.

Also before the Court is the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS ("the Motion to Retax") filed by MDB on February 20, 2018. Versa filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S OPPOSITION TO CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX COSTS ("the Opposition to the Motion to Retax") on March 8, 2018. MDB filed the REPLY TO OPPOSOTION TO MOTION TO RETAX COSTS ("the Reply in Support of the Motion to Retax") on March 19, 2018, and contemporaneously submitted the matter for the Court's consideration. The Court heard oral argument on the Motion for Fees and the Motion to Retax on April 6, 2018, at which time the Court took the matters under advisement.

This case arises from a personal injury action. A COMPLAINT ("the Complaint") was filed by plaintiffs Ernest Bruce Fitzsimmons and Carol Fitzsimmons, on December 4, 2015 ("the Fitzsimmons Action"). The Fitzsimmons Action was assigned Second Judicial District Court case number CV15-02349. Numerous other plaintiffs were joined into the Fitzsimmons Action. Two additional cases were filed and prosecuted outside of the Fitzsimmons Action: the instant case and GENEVA M. REMMERDE V. MDB TRUCKING, LLC et al., CV16-00976 ("the Remmerde Action"). The instant action was filed September 20, 2016. The Remmerde Action was filed May 2, 2016. It is alleged in all three actions that on July 7, 2014, Defendant Daniel Anthony Koski ("Koski"), while driving a truck for MDB, negligently spilled a load of gravel into the roadway. The spilled gravel caused the driving plaintiffs to lose control of their vehicles and numerous

accidents occurred. The plaintiffs sustained physical and emotional injuries as a result of the accidents. In response to the Complaint, MDB filed a THIRD-PARTY COMPLAINT ("the MDB Cross-Claim") June 22, 2016. The MDB Cross-Claim had two causes of action relative to Versa: Implied Indemnification and Contribution. MDB alleges it was not Koski's negligence that caused the gravel to spill; rather, the spill was caused by the "unreasonably dangerous and defective" design and manufacture of the trailer that held the gravel. The MDB Cross-Claim, 3:5-7.

Therefore, MDB brought the Cross-Claim against the manufacturers of the trailer and its components, including Versa. MDB avers Versa produced a solenoid valve which would, "activate inadvertently allowing the gates to open and release the load [of gravel] carried by the trailer." The MDB Cross-Claim, 3:10-11. MDB also claims there were safer alternatives available to Versa; the solenoid valve was unreasonably dangerous and defective; and Versa failed to provide appropriate safety mechanisms regarding the solenoid valve. The MDB Cross-Claim, 3:12-18.

The Court entered an ORDER ("the January Order") on January 22, 2018, granting the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION TO STRIKE DEFENDANT/THIRD-PARTY PLAINTIFF MDB TRUCKING, LLC'S THIRD-PARTY COMPLAINT PURSUANT TO NRCP 35; OR IN THE ALTERNATIVE, FOR AN ADVERSE JURY INSTRUCTION ("the Motion to Strike").<sup>2</sup> The Court found MDB's disposal of the electrical systems that control the solenoid which operated the Versa valve crippled Versa's ability to present its case. As a result, the Court dismissed MDB's sole remaining claim against Versa.

Versa filed THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY INC.'S MOTION TO DISMISS THIRD-PARTY PLAINTIFF, MDB TRUCKING, LLC'S THIRD CAUSE OF ACTION FOR IMPLIED INDEMNITY PURSUANT TO NRCP 12(B)(5) ("the MTD") on July 19, 2016. The Court granted the MTD on October 19, 2016.

<sup>&</sup>lt;sup>2</sup> The Court incorporated by reference the ORDER entered December 22, 2017 ("the December Order"), on identical issues in the Fitzsimmons Action.

The Court finds Versa is not entitled to an award of attorneys' fees. In general, a district court may not award "attorney fees... unless authorized to do so by a statute, rule or contract."

U.S. Design & Constr. v. I.B.W.W. Local 357, 118 Nev. 458, 462, 50 P.3d 170, 173 (2002). NRCP 68 provides:

- (a) The Offer. At any time more than 10 days before trial, any party may serve an offer in writing to allow judgment to be taken in accordance with its terms and conditions.
- (f) Penalties for Rejection of Offer. If the offeree rejects an offer and fails to obtain a more favorable judgment,
  - (1) the offeree cannot recover any costs or attorney's fees and shall not recover interest for the period after the service of the offer and before the judgment; and
  - (2) the offeree shall pay the offeror's post-offer costs, applicable interest on the judgment from the time of the offer to the time of entry of the judgment and reasonable attorney's fees, if any be allowed, actually incurred by the offeror from the time of the offer....

An award of attorney's fees and costs pursuant to NRCP 68 requires an evaluation of the following factors:

(1) whether the plaintiff's claim was brought in good faith; (2) whether the defendants' offer of judgment was reasonable and in good faith in both its timing and amount; (3) whether the plaintiff's decision to reject the offer and proceed to trial was grossly unreasonable or in bad faith; and (4) whether the fees sought by the offeror are reasonable and justified in amount.

Beattie v. Thomas, 99 Nev. 579, 588–89, 668 P.2d 268, 274 (1983). A court may only award reasonable attorney's fees. The following factors are to be examined in determining whether the fees sought are reasonable:

(1) the qualities of the advocate: his ability, his training, education, experience, professional standing and skill; (2) the character of the work to be done: its difficulty, its intricacy, its importance, time and skill required, the responsibility imposed and the prominence and

character of the parties where they affect the importance of the litigation; (3) the work actually performed by the lawyer: the skill, time and attention given to the work; (4) the result: whether the attorney was successful and what benefits were derived.

Brunzell v. Golden Gate Nat. Bank, 85 Nev. 345, 349, 455 P.2d 31, 33 (1969).

Versa served MDB with an offer of judgment for \$1,000.00 per plaintiff ("the Initial Offer") on May 4, 2017. The Motion for Fees, Exhibit 1. The following day, the parties attended mediation. The Motion for Fees, 6:20-21. At mediation, MDB demanded \$175,000.00 from Versa and another cross-defendant, RMC LAMAR HOLDING, INC. ("Ranco"), the manufacturer of the trailer. TRANSCRIPT OF PROCEEDINGS, HEARING ON MOTION FOR ATTORNEY FEES AND COSTS AND MOTION TO RETAX, April 6, 2018 ("Transcript"), 10:4-10. Versa offered \$100,000.00, and Ranco offered \$50,000.00 ("the Mediation Offer"). MDB rejected the Mediation Offer, and indicated MDB would settle for no less than \$175,000.00 from Versa and Ranco.

Transcript, 10:13-15. The Motion for Fees alleges Versa telephoned MDB approximately two business days later offering to settle for \$175,000.00 ("the Final Offer"). The Motion for Fees, 7:2-3. At oral argument the Court queried MDB about the Final Offer. The Court took a brief recess to allow counsel for MDB to call co-counsel for details on the specifics of the Final Offer. Transcript, 31:7-14. MDB conceded Versa made the Final Offer, and that it was made "in close proximity" to the mediation. Transcript, 32:2-15. MDB contends the Final Offer was not for \$175,000.00, although co-counsel could not recall the specific amount. Transcript, 32:3-8.

Versa is not entitled to an award of attorneys' fees pursuant to NRCP 68. MDB's claim was brought in good faith. Further, the Court finds it was not unreasonable for MDB to reject the Initial Offer. The Opposition to the Motion for Fees argues the Initial Offer was unreasonable because it "amounted to less than one half of one percent (0.005) of the total settlement amount MDB paid to plaintiffs...." The Opposition to the Motion for Fees, 7:2-3. The Court agrees. The fact Versa

made an offer of \$100,000.00 one day later and was willing to meet MDB's full demand two business days later clearly demonstrates the Initial Offer of \$1,000.00 per plaintiff was unreasonable and not made in good faith. MDB's decision to reject the Mediation Offer and especially the Final Offer were unreasonable, but those rejections cannot be the basis for awarding Versa attorneys' fees. NRCP 68 applies to *written* offers. The Court has been presented with no document evincing the Mediation Offer or the Final Offer were reduced to writing. An analysis of the first three *Beattie* factors leads to the conclusion Versa is not entitled to fees pursuant to NRCP 68; therefore, a *Brunzell* analysis of the reasonableness of the fees requested is unnecessary.<sup>3</sup>

The Motion for Fees avers Versa is entitled to attorneys' fees pursuant to NRCP 37 because the December Order issued case-concluding sanctions against MDB. NRCP 37 provides:

(b) Failure to Comply With Order.

(2) Sanctions--Party. If a party or an officer, director, or managing agent of a party or a person designated under Rule 30(b)(6) or 31(a) to testify on behalf of a party fails to obey an order to provide or permit discovery, including an order made under subdivision (a) of this rule or Rule 35, or if a party fails to obey an order entered under Rules 16, 16.1, and 16.2 the court in which the action is pending may make such orders in regard to the failure as are just, and among others the following:

(C) An order striking out pleadings or parts thereof, or staying further proceedings until the order is obeyed, or dismissing the action or proceeding or any part thereof, or rendering a judgment by default against the disobedient party;

<sup>3</sup> The Court would conclude, should it be necessary, the fees requested were reasonable and would satisfy the *Brunzell* factors.

In lieu of any of the foregoing orders or in addition thereto, the court shall require the party failing to obey the order or the attorney advising that party or both to pay the reasonable expenses, including attorney's fees, caused by the failure, unless the court finds that the failure was substantially justified or that other circumstances make an award of expenses unjust.

The Court finds an award of attorneys' fees would be unjust. Case-concluding sanctions against MDB was a windfall for Versa. The Motion for Fees argues, "there is no substantial justification for MDB's failure to preserve the evidence other than to obstruct discovery and frustrate the progress of this litigation." The Motion for Fees, 8:26-28. However, the December Order made clear "the Court does not find MDB intentionally disposed of the components in order to harm Versa, nor were MDB's employees acting with any malevolence...." The December Order, 8:20-22. MDB did not intend to "obstruct discovery and frustrate the progress of this litigation" as the Motion suggests. Although dismissal of MDB's claim against Versa was warranted, it was a severe sanction. Further sanctions would be unjust.

The Court finds the amount of costs requested is reasonable. District Courts have "wide, but not unlimited, discretion to award costs to prevailing parties." *Cadle Co. v. Woods & Erickson, LLP*, 131 Nev. Adv. Op. 15, 345 P.3d 1049, 1054 (2015), *recently upheld by Golightly & Vannah, PLLC v. TJ Allen, LLC*, 132 Nev. Adv. Op. 41, 373 P.3d 103, 107 (2016). Costs awarded "must be reasonable, necessary, and actually incurred." *Id.* NRS 18.020 explains a prevailing party may, as a matter of course, recover costs from an adverse party against whom judgment is rendered in certain actions. These actions include those for recovery of money or damages exceeding \$2,500.00, and those that involve the title or boundaries of real estate. NRS 18.020(3); NRS 18.020(5). The specific costs that may be recovered by a prevailing party are enumerated in the statute. In pertinent part, costs allowed are as follows: "Reporters' fees for depositions, including a reporter's fee for one copy of each deposition," NRS 18.005(2); "Fees for... deposing witnesses,

unless the court finds that the witness was called without reason or necessity," *Id.* at (4); "Reasonable fees of not more than five expert witnesses in an amount not more than \$1,500.00 for each witness, unless the court allows a larger fee after determining the circumstances surrounding the expert's testimony were of such a necessity as to require a larger fee," *Id.* at (5); "The fee of any sheriff or licensed process server for the delivery of service of any summons or subpoena used in the action, unless the court determines that the service was not necessary," *Id.* at (7); "Reasonable costs for photocopies," *Id.* at (12); "Any other reasonable and necessary expense incurred in connection with the action, including reasonable and necessary expenses for computerized services for legal research." *Id.* at (17). It is within a court's sound discretion to allow a reasonable award of either part or all of the prevailing party's costs, and to apportion the costs between the parties. NRS 18.050; *see also Bergmann v. Boyce*, 109 Nev. 670, 679, 856 P.2d 560, 566 (1993); *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. However, statutes that allow recovery of costs must be strictly construed. *Bergmann*, 109 Nev. at 679, 856 P.2d at 566. Accordingly, a court's discretion should be "sparingly exercised" when it considers whether or not to award expenses that are "not specifically allowed by statute and precedent." *Bergman*, 109 Nev. at 679, 856 P.2d at 566.

In order for a court to make an award of costs, the party seeking costs must file with the clerk and serve upon the adverse party a verified memorandum of costs. NRS 18.110(1). Beyond the memorandum of costs, the prevailing party must also provide the court with evidence, or "justifying documentation," which demonstrates how the costs being sought were "reasonable, necessary, and actually incurred" in the action. *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. Accordingly, appropriate "justifying documentation must mean something more than a memorandum of costs." *Id.* Without such documentation, a court may not award costs. *Id.* If the

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party against whom costs are sought wishes to dispute the costs, they must make a motion to the court within three days of the memorandum's filing. NRS 18.110(4). Once in receipt of that motion, the Court will be allowed to settle the costs. *Id*.

First, the Motion to Retax argues \$198.00 of the claimed costs should not be awarded because they are unsupported with the required justifying documentation. For the reasons set forth on the same issue in the ORDER entered contemporaneously herewith in the Fitzsimmons action, the Court agrees. The costs award will be reduced by \$198.00.

The Motion to Retax argues for a reduction in the costs award on several other grounds: costs related to the plaintiffs' claims underlying the MDB Cross-Claim against Versa; costs incurred subsequent to Versa's offer of judgment; and costs not specifically provided for in NRS 18.005. The Court finds these arguments are without merit. First, Versa had a right to defend against the claims underlying MDB's claim for contribution. Second, Versa is entitled to recover costs incurred prior to the offer of judgment. The Reply in Support of the Motion to Retax concedes an award of costs is not limited to those incurred after an offer of judgment; rather, it argues the Opposition to the Motion to Retax contradicts the Memorandum of Costs and the Motion for Fees. The Reply in Support of the Motion to Retax, 4:21-25. It alleges the Memorandum of Costs and the Motion for Fees indicate the only costs sought are those incurred subsequent to the offer of judgment. The Court finds no such contradiction warranting the retaxing of costs on this basis. Finally, the authorization and shipping fees for medical and tax records are reasonable and necessary expenses in the litigation, and are therefore recoverable pursuant to NRS 18.005(17).

It is hereby **ORDERED** the CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 is **GRANTED IN PART AND DENIED IN PART.** Versa's request for attorneys' fees is denied. MDB shall pay Versa's costs as set forth below.

It is **FURTHER ORDERED** the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS is **GRANTED IN PART AND DENIED IN PART.** The amount of costs requested in the CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S VERIFIED MEMORANDUM OF COSTS is reduced by \$198.00. MDB is ordered to pay costs in the amount of \$1,076.74.

DATED this \_\_\_\_\_ day of June, 2018.

ELLIOTT A. SATTLER District Judge

### **CERTIFICATE OF MAILING**

Pursuant to NRCP 5(b), I certify that I am an employee of the Second Judicial District Court of the State of Nevada, County of Washoe; that on this \_\_\_\_\_ day of June, 2018, I deposited in the County mailing system for postage and mailing with the United States Postal Service in Reno, Nevada, a true copy of the attached document addressed to:

## CERTIFICATE OF ELECTRONIC SERVICE

I hereby certify that I am an employee of the Second Judicial District Court of the State of Nevada, in and for the County of Washoe; that on the \_\_\_\_\_\_ day of June, 2018, I electronically filed the foregoing with the Clerk of the Court by using the ECF system which will send a notice of electronic filing to the following:

JOSH AICKLEN, ESQ.

NICHOLAS M. WIECZOREK, ESQ. COLLEEN E. McCARTY, ESQ.

Sheila Mansfield Judicial Assistant

-11-

FILED 59 AM ant ourt 25963

			CV15-02349 2018-06-13 09:02:5 Jacqueline Brya	
1 2	JOSH COLE AICKLEN Nevada Bar No. 007254 Josh.aicklen@lewisbrisbois.com		Clerk of the Co Transaction # 672	
3	DAVID B. AVAKIAN Nevada Bar No. 009502			
4	David.avakian@lewisbrisbois.com PAIGE S. SHREVE			
5	Nevada Bar No. 013773 Paige.Shreve@lewisbrisbois.com			
6	LEWIS BRISBOIS BISGAARD & SMITH LLP 6385 S. Rainbow Boulevard, Suite 600 Las Vegas, Nevada 89118			
7	702.893.3383 FAX: 702.893.3789			
8	Attorneys for Defendant/Cross-Claimant VERSA PRODUCTS COMPANY, INC.			
9	IN THE SECOND JUDICIAL DISTRICT COURT			
10	WASHOE COUNTY, NEVADA			
11 12	ERNEST BRUCE FITZIMMONS and CAROL FITZSIMMONS, Husband and	Case No. CV15-02349		
13	Wife,	Dept. 10		
14	Plaintiffs,	NOTICE OF ENTRY		
15	VS.			
16	MDB TRUCKING, LLC, et. al.			
17	Defendants.			
18	AND ALL RELATED CASES.			
19				
20				
21	TO: ALL INTERESTED PARTIES:			
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23				
<ul><li>24</li><li>25</li></ul>				
26				
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LEWIS BRISBOIS BISGAARD & SMITH LLP ATTORNIEYS AT LAW

4844-6345-0968.1

AA003034

PLEASE TAKE NOTICE that the Order was entered by the above-entitled Court on 1 the 7<sup>th</sup> day of June, 2018, a copy of which is attached hereto as Exhibit 1 and made a part 3 hereof. **AFFIRMATION** 4 Pursuant to NRS 239B.030, the undersigned hereby affirms that this document 5 filed in this court does not contain the social security number of any person 6 DATED this 13<sup>th</sup> day of June, 2018 7 8 Respectfully Submitted, 9 LEWIS BRISBOIS BISGAARD & SMITH LLP 10 11 12 /s/ Josh Cole Aicklen By JOSH COLE AICKLEN 13 Nevada Bar No. 007254 DAVID B. AVAKIAN 14 Nevada Bar No. 009502 PAIGE S. SHREVE 15 Nevada Bar No. 013773 6385 S. Rainbow Boulevard, Suite 600 16 Las Vegas, Nevada 89118 17 Attorneys for Defendant/Cross-Claimant VERSA PRODUCTS COMPANY, INC. 18 19 20 21 22 23 24 25 26 27 28

# LIST OF EXHIBITS

2 Exhibit 1 Order

BRISBOIS
BISGAARD
& SMITH LLP
ATTORNEYS AT LAW

4844-6345-0968.1 3 **AA003036** 

### CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of LEWIS BRISBOIS BISGAARD & SMITH LLP, and that on this 13<sup>th</sup> day of June, 2018, I did cause a true copy of the foregoing NOTICE OF ENTRY to be served via the electronic filing system with the Court and addressed as follows:

Matthew C. Addison, Esq. Jessica L. Woelfel, Esq. McDONALD CARANO WILSON LLP 100 W. Liberty St., 10<sup>th</sup> Floor Reno, NV 89501 RMC LAMAR HOLDINGS, INC.

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4844-6345-0968.1

Nicholas M. Wieczorek, Esq. Jeremy J. Thompson, Ésq. CLARK HILL PLLC 3800 Howard Hughes Pkwy, Ste. 500 Las Vegas, NV 89169 Attorneys for MDB TRUCKING, LLC and DANIEL ANTHONY KOSKI

/s/ Susan Kingsbury

LEWIS BRISBOIS BISGAARD & SMITH LLP

An Employee of

FILED
Electronically
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2018-06-13 09:02:59 AM
Jacqueline Bryant
Clerk of the Court
Transaction # 6725963

# **EXHIBIT 1**

4845-3057-6394.1

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2018-06-07 04:29:37 PM
Jacqueline Bryant
Clerk of the Court
IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEWSALVON # 6719068

## IN AND FOR THE COUNTY OF WASHOE

\*\*\*

ERNEST BRUCE FITZSIMMONS, et al.,

Plaintiffs,

Case No. CV15-02349

Dept. No. 10

MDB TRUCKING, LLC; et al.,

VS.

Defendants.

#### **ORDER**

Presently before the Court is the DEFENDANT/CROSS-DEFENDANT VERSA
PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS
PURSUANT TO NRCP 37 AND NRCP 68 ("the Motion for Fees") filed by Defendant/Cross-Defendant VERSA PRODUCTS, INC. ("Versa") on January 5, 2018. Versa contemporaneously filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S
VERIFIED MEMORANDUM OF COSTS ("the Memorandum of Costs"). Versa filed the
ERRATA TO DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S
MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68
("the Errata") on January 10, 2018. The Errata changes the total amount of fees from \$213,988.00
to \$228,500.50.¹ Cross-Claimant MDB TRUCKING, LLC ("MDB") filed the CROSS-

The Motion for Fees lists attorneys' fees in the amount of \$228,500.50. The Motion for Fees, 13:14, 16:15. The incorrect figure of \$213,988.00 appears in the AFFIDAVIT OF JOSH COLE AICKLEN, ESQ. IN SUPPORT OF DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS'

CLAIMANT MDB TRUCKING LLC'S OPPOSITION TO CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 ("the Opposition to the Motion for Fees") on January 25, 2018. Versa filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S REPLY TO MDB'S OPPOSITION TO ITS MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 ("the Reply in Support of the Motion for Fees") on February 5, 2018, and contemporaneously submitted the matter for the Court's consideration.

Also before the Court is the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS ("the Motion to Retax") filed by MDB on January 16, 2018. Versa filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S OPPOSITION TO CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX COSTS ("the Opposition to the Motion to Retax") on February 2, 2018. MDB filed the CROSS-CLAIMANT MDB TRUCKING LLC'S REPLY IN SUPPORT OF MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS ("the Reply in Support of the Motion to Retax") on February 12, 2018, and contemporaneously submitted the matter for the Court's consideration. The Court heard oral argument on the Motion for Fees and the Motion to Retax on April 6, 2018, at which time the Court took the matters under advisement.

FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68. The Errata does not provide a reason for the discrepancy.

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This case arises from a personal injury action. A COMPLAINT ("the Complaint") was filed by the Plaintiffs Ernest Bruce Fitzsimmons and Carol Fitzsimmons, on December 4, 2015. Numerous other plaintiffs were joined into the Fitzsimmons case. It is alleged on July 7, 2014, the Defendant Daniel Anthony Koski ("Koski"), while driving a truck for MDB, negligently spilled a load of gravel into the roadway. The spilled gravel caused the driving Plaintiffs to lose control of their vehicles and numerous accidents occurred. The Plaintiffs sustained physical and emotional injuries as a result of the accidents. In response to the Complaint, MDB filed a THIRD-PARTY COMPLAINT ("the MDB Cross-Claim") June 15, 2016. The MDB Cross-Claim had two causes of action relative to Versa: Implied Indemnification and Contribution.<sup>2</sup> MDB alleges it was not Koski's negligence that caused the gravel to spill; rather, the spill was caused by the "unreasonably dangerous and defective" design and manufacture of the trailer that held the gravel. The MDB Cross-Claim, 3:5-7. Therefore, MDB brought the Cross-Claim against the manufacturers of the trailer and its components, including Versa. MDB avers Versa produced a solenoid valve which would, "activate inadvertently allowing the gates to open and release the load [of gravel] carried by the trailer." The MDB Cross-Claim, 3:10-11. MDB also claims there were safer alternatives available to Versa; the solenoid valve was unreasonably dangerous and defective; and Versa failed to provide appropriate safety mechanisms regarding the solenoid valve. The MDB Cross-Claim, 3:12-18.

The Court entered an ORDER ("the December Order") on December, 8, 2017, granting the DEFENDANT/CROSS-CLAIMANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION TO STRIKE DEFENDANT/CROSS-CLAIMANT/CROSS-DEFENDANT MDB

<sup>&</sup>lt;sup>2</sup> Versa filed CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S MOTION TO DISMISS CROSS-CLAIMANT, MDB TRUCKING, LLC'S THIRD CAUSE OF ACTION FOR IMPLIED INDEMNITY PURSUANT TO NRCP 12(B)(5) ("the MTD") on June 27, 2016. The Court granted the MTD on October 19, 2016.

TRUCKING, LLC'S CROSS-CLAIM PURSUANT TO NRCP 35; OR IN THE ALTERNATIVE, FOR AN ADVERSE JURY INSTRUCTION ("the Motion to Strike"). The Court found MDB's disposal of the electrical systems that control the solenoid which operated the Versa valve crippled Versa's ability to present its case. The December Order, 13:11-12. As a result, the Court dismissed MDB's sole remaining cross-claim against Versa.

The Court finds Versa is not entitled to an award of attorneys' fees. In general, a district court may not award "attorney fees... unless authorized to do so by a statute, rule or contract."

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An award of attorney's fees and costs pursuant to NRCP 68 requires an evaluation of the following factors:

(1) whether the plaintiff's claim was brought in good faith; (2) whether the defendants' offer of judgment was reasonable and in good faith in both its timing and amount; (3) whether the plaintiff's decision to reject the offer and proceed to trial was grossly unreasonable or in bad faith; and (4) whether the fees sought by the offeror are reasonable and justified in amount.

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(1) the qualities of the advocate: his ability, his training, education, experience, professional standing and skill; (2) the character of the work to be done: its difficulty, its intricacy, its importance, time and skill required, the responsibility imposed and the prominence and character of the parties where they affect the importance of the litigation; (3) the work actually performed by the lawyer: the skill, time and attention given to the work; (4) the result: whether the attorney was successful and what benefits were derived.

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The Motion for Fees avers Versa is entitled to attorneys' fees pursuant to NRCP 37 because the December Order issued case-concluding sanctions against MDB. NRCP 37 provides:

- (b) Failure to Comply With Order.
  - (2) Sanctions--Party. If a party or an officer, director, or managing agent of a party or a person designated under Rule 30(b)(6) or 31(a) to testify on behalf of a party fails to obey an order to provide or permit discovery, including an order made under subdivision (a) of this rule or Rule 35, or if a party fails to obey an order entered under Rules 16, 16.1, and 16.2 the court in which the action is pending may make such orders in regard to the failure as are just, and among others the following:

<sup>&</sup>lt;sup>3</sup> The Court would conclude, should it be necessary, the fees requested were reasonable and would satisfy the *Brunzell* factors.

(C) An order striking out pleadings or parts thereof, or staying further proceedings until the order is obeyed, or dismissing the action or proceeding or any part thereof, or rendering a judgment by default against the disobedient party;

In lieu of any of the foregoing orders or in addition thereto, the court shall require the party failing to obey the order or the attorney advising that party or both to pay the reasonable expenses, including attorney's fees, caused by the failure, unless the court finds that the failure was substantially justified or that other circumstances make an award of expenses unjust.

The Court finds an award of attorneys' fees would be unjust. Case-concluding sanctions against MDB was a windfall for Versa. The Motion for Fees argues, "there is no substantial justification for MDB's failure to preserve the evidence other than to obstruct discovery and frustrate the progress of this litigation." The Motion for Fees, 8:23-25. However, the December Order made clear "the Court does not find MDB intentionally disposed of the components in order to harm Versa, nor were MDB's employees acting with any malevolence...." The December Order, 8:20-22. MDB did not intend to "obstruct discovery and frustrate the progress of this litigation" as the Motion suggests. Although dismissal of MDB's claim against Versa was warranted, it was a severe sanction. Further sanctions would be unjust.

The Court now turns to the issue of costs. The Court finds the costs supported by justifying documentation to be reasonable; however, the costs award is reduced because some of the claimed costs are not properly supported in the Memorandum of Costs. District Courts have "wide, but not unlimited, discretion to award costs to prevailing parties." *Cadle Co. v. Woods & Erickson, LLP*, 131 Nev. Adv. Op. 15, 345 P.3d 1049, 1054 (2015), *recently upheld by Golightly & Vannah, PLLC v. TJ Allen, LLC*, 132 Nev. Adv. Op. 41, 373 P.3d 103, 107 (2016). Costs awarded "must be reasonable, necessary, and actually incurred." *Id.* NRS 18.020 explains a prevailing party may, as a matter of course, recover costs from an adverse party against whom judgment is rendered in certain actions. These actions include those for recovery of money or damages exceeding

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18.020(5). The specific costs that may be recovered by a prevailing party are enumerated in the statute. In pertinent part, costs allowed are as follows: "Reporters' fees for depositions, including a reporter's fee for one copy of each deposition," NRS 18.005(2); "Fees for... deposing witnesses, unless the court finds that the witness was called without reason or necessity," *Id.* at (4); "Reasonable fees of not more than five expert witnesses in an amount not more than \$1,500.00 for each witness, unless the court allows a larger fee after determining the circumstances surrounding the expert's testimony were of such a necessity as to require a larger fee," Id. at (5); "The fee of any sheriff or licensed process server for the delivery of service of any summons or subpoena used in the action, unless the court determines that the service was not necessary," Id. at (7); "Reasonable costs for photocopies," Id. at (12); "Any other reasonable and necessary expense incurred in connection with the action, including reasonable and necessary expenses for computerized services for legal research." Id. at (17). It is within a court's sound discretion to allow a reasonable award of either part or all of the prevailing party's costs, and to apportion the costs between the parties. NRS 18.050; see also Bergmann v. Boyce, 109 Nev. 670, 679, 856 P.2d 560, 566 (1993); Cadle Co., 131 Nev. Adv. Op. 15, 345 P.3d at 1054. However, statutes that allow recovery of costs must be strictly construed. Bergmann, 109 Nev. at 679, 856 P.2d at 566. Accordingly, a court's discretion should be "sparingly exercised" when it considers whether or not to award expenses that are "not specifically allowed by statute and precedent." Bergman, 109 Nev. at 679, 856 P.2d at 566.

In order for a court to make an award of costs, the party seeking costs must file with the clerk and serve upon the adverse party a verified memorandum of costs. NRS 18.110(1). Beyond the memorandum of costs, the prevailing party must also provide the court with evidence, or

"justifying documentation," which demonstrates how the costs being sought were "reasonable, necessary, and actually incurred" in the action. *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. Accordingly, appropriate "justifying documentation must mean something more than a memorandum of costs." *Id.* Without such documentation, a court may not award costs. *Id.* If the party against whom costs are sought wishes to dispute the costs, they must make a motion to the court within three days of the memorandum's filing. NRS 18.110(4). Once in receipt of that motion, the Court will be allowed to settle the costs. *Id.* 

The Motion for Fees requests expert witness fees in the amount of \$13,706.49. The Motion for Fees, 15:13-17. The Motion to Retax argues the amount of expert fees requested is unreasonable for the following reasons: the expert, Garrick Mitchell, M.S., P.E. ("Mitchell"), had no useful opinions; Mitchell's testimony would not aid the trier of fact, and was merely repetitive of other experts; Mitchell conducted no independent testing; and Mitchell is a mechanical engineer who does not possess the requisite level of expertise to make determinations better suited for an electrical engineer. The Motion to Retax, 9:3-26.

This action involved millions of dollars in claimed damages. Versa's defense rested entirely upon disproving MDB's theory that the valve manufactured by Versa malfunctioned. The only way Versa could accomplish this was through the use of an expert witness. The Motion to Retax argues Mitchell did not offer a viable opinion about the cause of the spill, but this does not discredit Mitchell's value as an expert because Versa did not necessarily have to prove what was responsible for the incident. Given Versa's potential exposure, it was not unreasonable for Versa to retain Mitchell to perform extensive analysis and evaluation, which required two site inspections. The Court finds the amount of expert fees requested is reasonable and necessary.

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The Motion to Retax points out the Memorandum of Costs is devoid of evidence or justifying documentation pertaining to certain costs. The Motion to Retax, 3:4-5. The failure to support a memorandum of costs leaves the court and the party against whom costs are sought with nothing upon which a determination of reasonableness can be made. It may be that the party against whom costs are sought assesses a memorandum of costs and determines the costs are reasonable and a motion to retax would be unnecessary. If the party against whom costs are sought does not file a motion to retax, the court still cannot award costs without evidence or justifying documentation. Cadle Co. places the burden upon the party seeking costs to affirmatively demonstrate the costs are reasonable, necessary, and actually incurred when the motion is filed. The failure to provide justifying documentation at the outset results in additional work for the Court as well as the parties. At oral argument counsel for Versa informed the Court it is their common practice to attach a self-created "disbursement diary" to the memorandum of costs, and to only "dig up" documentation if there is a controversy. Transcript, 26:22-24. While this may be counsel's common practice, is does not comport with the requirements set forth by the Supreme Court of Nevada. The Motion to Retax argues \$16,774.78 in costs are unsupported in the Memorandum of Costs and should therefore be denied. The Motion to Retax, 6:3-4. The Court agrees. The remainder of the costs are supported with the requisite justifying documentation.

The Motion to Retax argues for a reduction in the costs award on several other grounds: costs related to the Plaintiffs' claims<sup>4</sup>; costs incurred subsequent to Versa's offer of judgment; expert witness costs exceeding \$1,500.00; and costs not specifically provided for in NRS 18.005. The Court finds these arguments are without merit. First, Versa had a right to defend against the

<sup>&</sup>lt;sup>4</sup> The Plaintiffs asserted negligence claims against MDB and strict liability claims against Ranco and Versa. FIRST AMENDED COMPLAINT FOR DAMAGES filed August 23, 2016.

Plaintiffs' claims underlying MDB's claim for contribution. Second, Versa is entitled to recover costs incurred prior to the offer of judgment. The Reply in Support of the Motion to Retax concedes an award of costs is not limited to those incurred after an offer of judgment; rather, it argues the Opposition to the Motion to Retax contradicts the Memorandum of Costs and the Motion for Fees. The Reply in Support of the Motion to Retax, 5:22-26. It alleges the Memorandum of Costs and the Motion for Fees indicate the only costs sought are those incurred subsequent to the offer of judgment. The Court finds no such contradiction warranting the retaxing of costs on this basis. Third, as discussed *supra*, Versa is entitled to recover their expert witness costs. Finally, the courier fees for delivery of depositions, the compact disc fees, and exhibit fees are reasonable and necessary expenses in the litigation, and are therefore recoverable pursuant to NRS 18.005(17).

It is hereby **ORDERED** the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 is **GRANTED IN PART AND DENIED IN PART.** Versa's request for attorneys' fees is denied. MDB shall pay Versa's costs as set forth below.

It is **FURTHER ORDERED** the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS is **GRANTED IN PART AND DENIED IN PART.** The amount of costs requested in the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S VERIFIED MEMORANDUM OF COSTS is reduced by \$16,774.78. MDB is ordered to pay costs in the amount of \$41,998.28.

DATED this \_\_\_\_\_ day of June, 2018.

ELLIOTT A. SATTLER

District Judge

### **CERTIFICATE OF MAILING**

Pursuant to NRCP 5(b), I certify that I am an employee of the Second Judicial District Court of the State of Nevada, County of Washoe; that on this \_\_\_\_\_ day of June, 2018, I deposited in the County mailing system for postage and mailing with the United States Postal Service in Reno, Nevada, a true copy of the attached document addressed to:

### CERTIFICATE OF ELECTRONIC SERVICE

I hereby certify that I am an employee of the Second Judicial District Court of the State of Nevada, in and for the County of Washoe; that on the \_\_\_\_\_\_ day of June, 2018, I electronically filed the foregoing with the Clerk of the Court by using the ECF system which will send a notice of electronic filing to the following:

JOSH AICKLEN, ESQ.

NICHOLAS M. WIECZOREK, ESQ. COLLEEN E. McCARTY, ESQ.

Sheila Mansfield

-12-

FILED Electronically CV16-00976

1 2 3 4 5 6 7 8	JOSH COLE AICKLEN Nevada Bar No. 007254 Josh.aicklen@lewisbrisbois.com DAVID B. AVAKIAN Nevada Bar No. 009502 David.avakian@lewisbrisbois.com PAIGE S. SHREVE Nevada Bar No. 013773 Paige.shreve@lewisbrisbois.com LEWIS BRISBOIS BISGAARD & SMITH LLP 6385 S. Rainbow Boulevard, Suite 600 Las Vegas, Nevada 89118 702.893.3383 FAX: 702.893.3789 Attorneys for Third-Party Defendant VERSA PRODUCTS COMPANY, INC.		2018-06-13 09:03:55 AN Jacqueline Bryant Clerk of the Court Transaction # 6725968	
10	DISTRICT COURT			
11	WASHOE COUNTY, NEVÁDA			
12	GENEVA M. REMMERDE,	Case No. CV16-00976		
13	Plaintiff,	Dept. 10		
14	VS.	NOTICE OF ENTRY		
15 16	DANIEL ANTHONY KOSKI; MDB TRUCKING, LLC; DOES I-X and ROE I-V,			
17	Defendants.			
18	AND ALL RELATED CASES.			
19				
20				
21	TO: ALL INTERESTED PARTIES:			
22	111			
23	111			
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25				
26				
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LEWIS BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW

4810-9078-7930.1

AA003051

PLEASE TAKE NOTICE that the Order was entered by the above-entitled Court on 1 the 7<sup>th</sup> day of June, 2018, a copy of which is attached hereto as Exhibit 1 and made a part 2 3 hereof. **AFFIRMATION** 4 Pursuant to NRS 239B.030, the undersigned hereby affirms that this document 5 filed in this court does not contain the social security number of any person. 6 DATED this 13th day of June, 2018 7 Respectfully Submitted, 8 9 LEWIS BRISBOIS BISGAARD & SMITH LLP 10 11 /s/ Josh Cole Aicklen 12 By JOSH COLE AICKLEN Nevada Bar No. 007254 13 DAVID B. AVAKIAN Nevada Bar No. 009502 14 PAIGE S. SHREVE 15 Nevada Bar No. 013773 6385 S. Rainbow Boulevard, Suite 600 Las Vegas, Nevada 89118 16 Attorneys for Defendant/Cross-Defendant VERSA PRODUCTS COMPANY, INC. 17 18 19 20 21 22 23 24 25 26 27 28

## <u>LIST OF EXHIBITS</u>

3 Exhibit 1 Order

1	CERTIFICATE OF SERVICE				
2	I hereby certify that on this 13 <sup>th</sup> day of June, 2018 a true and correct copy				
3	of NOTICE OF ENTRY was served via the Court's electronic e-filing system addressed				
4	as follows:				
5	Matthew C. Addison, Esq.				
6	McDONALD CARANO WILSON LLP 100 W. Liberty St., 10 <sup>th</sup> Floor				
7	Reno, NV 89501 RMC LAMAR HOLDINGS, INC.				
8					
9	Jeremy J. Thompson, Esq. CLARK HILL PLLC 3800 Howard Hughes Pkwy, Ste. 500				
10	Las Vegas, NV 89169 Attorneys for MDB TRUCKING, LLC and				
11	DANIEL ANTHONY KOSKI				
12					
13	/s/ Susan Kingsbury				
14	An Employee of LEWIS BRISBOIS BISGAARD & SMITH LLP				
15	LEWIS BRISBOIS BISGAARD & SWITTI LLI				
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Jacqueline Bryant
Clerk of the Court
Transaction # 6725968

# **EXHIBIT 1**

4845-3057-6394.1

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2018-06-07 04:35:09 PM
Jacqueline Bryant
Clerk of the Court
Transaction # 6719088

# IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF WASHOE

\*\*\*

GENEVA M. REMMERDE,

MDB TRUCKING, LLC; et al.,

vs.

Plaintiff,

Defendants.

Case No. CV16-00976

Dept. No. 10

ORDER

Presently before the Court is the THIRD-PARTY DEFENDANT VERSA PRODUCTS

COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP

37 AND NRCP 68 ("the Motion for Fees") filed by Third-Party Defendant VERSA PRODUCTS,

INC. ("Versa") on February 9, 2018. Versa contemporaneously filed the THIRD-PARTY

DEFENDANT VERSA PRODUCTS COMPANY, INC.'S VERIFIED MEMORANDUM OF

COSTS ("the Memorandum of Costs"). Cross-Claimant MDB TRUCKING, LLC ("MDB") filed

the CROSS-CLAIMANT MDB TRUCKING LLC'S OPPOSITION TO CROSS-DEFENDANT

VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS

PURSUANT TO NRCP 37 AND NRCP 68 ("the Opposition to the Motion for Fees") on March 1,

2018. Versa filed the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S

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 REPLY TO MDB'S OPPOSITION TO ITS MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 ("the Reply in Support of the Motion for Fees") on March 12, 2018, and contemporaneously submitted the matter for the Court's consideration.

Also before the Court is the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS ("the Motion to Retax") filed by MDB on February 20, 2018. Versa filed the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S OPPOSITION TO THIRD-PARTY PLAINTIFF MDB TRUCKING LLC'S MOTION TO RETAX COSTS ("the Opposition to the Motion to Retax") on March 8, 2018. MDB filed the REPLY TO OPPOSITION TO MOTION TO RETAX COSTS ("the Reply in Support of the Motion to Retax") on March 19, 2018, and contemporaneously submitted the matter for the Court's consideration. The Court heard oral argument on the Motion for Fees and the Motion to Retax on April 6, 2018, at which time the Court took the matters under advisement.

This case arises from a personal injury action. A COMPLAINT ("the Complaint") was filed by plaintiffs Ernest Bruce Fitzsimmons and Carol Fitzsimmons, on December 4, 2015 ("the Fitzsimmons Action"). The Fitzsimmons Action was assigned Second Judicial District Court case number CV15-02349. Numerous other plaintiffs were joined into the Fitzsimmons Action. Two additional cases were filed and prosecuted outside of the Fitzsimmons Action: the instant case and JAMES BIBLE V. MDB TRUCKING, LLC et al., CV16-01914 ("the Bible Action"). The instant action was filed on May 2, 2016. The Bible Action was filed September 20, 2016. It is alleged in all three actions that on July 7, 2014, Defendant Daniel Anthony Koski ("Koski"), while driving a truck for MDB, negligently spilled a load of gravel into the roadway. The spilled gravel caused the driving plaintiffs to lose control of their vehicles and numerous accidents occurred. The plaintiffs

 sustained physical and emotional injuries as a result of the accidents. In response to the Complaint, MDB filed a THIRD-PARTY COMPLAINT ("the MDB Cross-Claim") June 22, 2016. The MDB Cross-Claim had two causes of action relative to Versa: Implied Indemnification and Contribution.\(^1\) MDB alleges it was not Koski's negligence that caused the gravel to spill; rather, the spill was caused by the "unreasonably dangerous and defective" design and manufacture of the trailer that held the gravel. The MDB Cross-Claim, 3:5-7. Therefore, MDB brought the Cross-Claim against the manufacturers of the trailer and its components, including Versa. MDB avers Versa produced a solenoid valve which would, "activate inadvertently allowing the gates to open and release the load [of gravel] carried by the trailer." The MDB Cross-Claim, 3:10-11. MDB also claims there were safer alternatives available to Versa; the solenoid valve was unreasonably dangerous and defective; and Versa failed to provide appropriate safety mechanisms regarding the solenoid valve. The MDB Cross-Claim, 3:12-18.

The Court entered an ORDER ("the January Order") on January 22, 2018, granting the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION TO STRIKE DEFENDANT/THIRD-PARTY PLAINTIFF MDB TRUCKING, LLC'S THIRD-PARTY COMPLAINT PURSUANT TO NRCP 35; OR IN THE ALTERNATIVE, FOR AN ADVERSE JURY INSTRUCTION ("the Motion to Strike"). The Court found MDB's disposal of the electrical systems that control the solenoid which operated the Versa valve crippled Versa's ability to present its case. As a result, the Court dismissed MDB's sole remaining claim against Versa.

Versa filed THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY INC.'S MOTION TO DISMISS THIRD-PARTY PLAINTIFF, MDB TRUCKING, LLC'S THIRD CAUSE OF ACTION FOR IMPLIED INDEMNITY PURSUANT TO NRCP 12(B)(5) ("the MTD") on July 19, 2016. The Court granted the MTD on October 19, 2016.

<sup>&</sup>lt;sup>2</sup> The Court incorporated by reference the ORDER entered December 22, 2017 ("the December Order"), on identical issues in the Fitzsimmons Action.

The Court finds Versa is not entitled to an award of attorneys' fees. In general, a district court may not award "attorney fees... unless authorized to do so by a statute, rule or contract."

U.S. Design & Constr. v. I.B.W.W. Local 357, 118 Nev. 458, 462, 50 P.3d 170, 173 (2002). NRCP 68 provides:

(a) The Offer. At any time more than 10 days before trial, any party may serve an offer in writing to allow judgment to be taken in accordance with its terms and conditions.

(f) Penalties for Rejection of Offer. If the offeree rejects an offer and fails to obtain a more favorable judgment,

- (1) the offeree cannot recover any costs or attorney's fees and shall not recover interest for the period after the service of the offer and before the judgment; and
- (2) the offeree shall pay the offeror's post-offer costs, applicable interest on the judgment from the time of the offer to the time of entry of the judgment and reasonable attorney's fees, if any be allowed, actually incurred by the offeror from the time of the offer....

An award of attorney's fees and costs pursuant to NRCP 68 requires an evaluation of the following factors:

(1) whether the plaintiff's claim was brought in good faith; (2) whether the defendants' offer of judgment was reasonable and in good faith in both its timing and amount; (3) whether the plaintiff's decision to reject the offer and proceed to trial was grossly unreasonable or in bad faith; and (4) whether the fees sought by the offeror are reasonable and justified in amount.

Beattie v. Thomas, 99 Nev. 579, 588–89, 668 P.2d 268, 274 (1983). A court may only award reasonable attorney's fees. The following factors are to be examined in determining whether the fees sought are reasonable:

(1) the qualities of the advocate: his ability, his training, education, experience, professional standing and skill; (2) the character of the work to be done: its difficulty, its intricacy, its importance, time and skill required, the responsibility imposed and the prominence and

 character of the parties where they affect the importance of the litigation; (3) the work actually performed by the lawyer: the skill, time and attention given to the work; (4) the result: whether the attorney was successful and what benefits were derived.

Brunzell v. Golden Gate Nat. Bank, 85 Nev. 345, 349, 455 P.2d 31, 33 (1969).

Versa served MDB with an offer of judgment for \$1,000.00 per plaintiff ("the Initial Offer") on May 4, 2017. The Motion for Fees, Exhibit 1. The following day, the parties attended mediation. The Motion for Fees, 6:20-21. At mediation, MDB demanded \$175,000.00 from Versa and another cross-defendant, RMC LAMAR HOLDING, INC. ("Ranco"), the manufacturer of the trailer. TRANSCRIPT OF PROCEEDINGS, HEARING ON MOTION FOR ATTORNEY FEES AND COSTS AND MOTION TO RETAX, April 6, 2018 ("Transcript"), 10:4-10. Versa offered \$100,000.00, and Ranco offered \$50,000.00 ("the Mediation Offer"). MDB rejected the Mediation Offer, and indicated MDB would settle for no less than \$175,000.00 from Versa and Ranco.

Transcript, 10:13-15. The Motion for Fees alleges Versa telephoned MDB approximately two business days later offering to settle for \$175,000.00 ("the Final Offer"). The Motion for Fees, 7:2-3. At oral argument the Court queried MDB about the Final Offer. The Court took a brief recess to allow counsel for MDB to call co-counsel for details on the specifics of the Final Offer. Transcript, 31:7-14. MDB conceded Versa made the Final Offer, and that it was made "in close proximity" to the mediation. Transcript, 32:2-15. MDB contends the Final Offer was not for \$175,000.00, although co-counsel could not recall the specific amount. Transcript, 32:3-8.

Versa is not entitled to an award of attorneys' fees pursuant to NRCP 68. MDB's claim was brought in good faith. Further, the Court finds it was not unreasonable for MDB to reject the Initial Offer. The Opposition to the Motion for Fees argues the Initial Offer was unreasonable because it "amounted to less than one half of one percent (0.005) of the total settlement amount MDB paid to plaintiffs...." The Opposition to the Motion for Fees, 7:2-3. The Court agrees. The fact Versa

made an offer of \$100,000.00 one day later and was willing to meet MDB's full demand two business days later clearly demonstrates the Initial Offer of \$1,000.00 per plaintiff was unreasonable and not made in good faith. MDB's decision to reject the Mediation Offer and especially the Final Offer were unreasonable, but those rejections cannot be the basis for awarding Versa attorneys' fees. NRCP 68 applies to *written* offers. The Court has been presented with no document evincing the Mediation Offer or the Final Offer were reduced to writing. An analysis of the first three *Beattie* factors leads to the conclusion Versa is not entitled to fees pursuant to NRCP 68; therefore, a *Brunzell* analysis of the reasonableness of the fees requested is unnecessary.<sup>3</sup>

The Motion for Fees avers Versa is entitled to attorneys' fees pursuant to NRCP 37 because the December Order issued case-concluding sanctions against MDB. NRCP 37 provides:

(b) Failure to Comply With Order.

(2) Sanctions--Party. If a party or an officer, director, or managing agent of a party or a person designated under Rule 30(b)(6) or 31(a) to testify on behalf of a party fails to obey an order to provide or permit discovery, including an order made under subdivision (a) of this rule or Rule 35, or if a party fails to obey an order entered under Rules 16, 16.1, and 16.2 the court in which the action is pending may make such orders in regard to the failure as are just, and among others the following:

(C) An order striking out pleadings or parts thereof, or staying further proceedings until the order is obeyed, or dismissing the action or proceeding or any part thereof, or rendering a judgment by default against the disobedient party;

<sup>3</sup> The Court would conclude, should it be necessary, the fees requested were reasonable and would satisfy the *Brunzell* factors.

 In lieu of any of the foregoing orders or in addition thereto, the court shall require the party failing to obey the order or the attorney advising that party or both to pay the reasonable expenses, including attorney's fees, caused by the failure, unless the court finds that the failure was substantially justified or that other circumstances make an award of expenses unjust.

The Court finds an award of attorneys' fees would be unjust. Case-concluding sanctions against MDB was a windfall for Versa. The Motion for Fees argues, "there is no substantial justification for MDB's failure to preserve the evidence other than to obstruct discovery and frustrate the progress of this litigation." The Motion for Fees, 8:26-28. However, the December Order made clear "the Court does not find MDB intentionally disposed of the components in order to harm Versa, nor were MDB's employees acting with any malevolence...." The December Order, 8:20-22. MDB did not intend to "obstruct discovery and frustrate the progress of this litigation" as the Motion suggests. Although dismissal of MDB's claim against Versa was warranted, it was a severe sanction. Further sanctions would be unjust.

The Court finds the amount of costs requested is reasonable. District Courts have "wide, but not unlimited, discretion to award costs to prevailing parties." *Cadle Co. v. Woods & Erickson, LLP*, 131 Nev. Adv. Op. 15, 345 P.3d 1049, 1054 (2015), *recently upheld by Golightly & Vannah, PLLC v. TJ Allen, LLC*, 132 Nev. Adv. Op. 41, 373 P.3d 103, 107 (2016). Costs awarded "must be reasonable, necessary, and actually incurred." *Id.* NRS 18.020 explains a prevailing party may, as a matter of course, recover costs from an adverse party against whom judgment is rendered in certain actions. These actions include those for recovery of money or damages exceeding \$2,500.00, and those that involve the title or boundaries of real estate. NRS 18.020(3); NRS 18.020(5). The specific costs that may be recovered by a prevailing party are enumerated in the statute. In pertinent part, costs allowed are as follows: "Reporters' fees for depositions, including a reporter's fee for one copy of each deposition," NRS 18.005(2); "Fees for... deposing witnesses,

unless the court finds that the witness was called without reason or necessity," *Id.* at (4); "Reasonable fees of not more than five expert witnesses in an amount not more than \$1,500.00 for each witness, unless the court allows a larger fee after determining the circumstances surrounding the expert's testimony were of such a necessity as to require a larger fee," *Id.* at (5); "The fee of any sheriff or licensed process server for the delivery of service of any summons or subpoena used in the action, unless the court determines that the service was not necessary," *Id.* at (7); "Reasonable costs for photocopies," *Id.* at (12); "Any other reasonable and necessary expense incurred in connection with the action, including reasonable and necessary expenses for computerized services for legal research." *Id.* at (17). It is within a court's sound discretion to allow a reasonable award of either part or all of the prevailing party's costs, and to apportion the costs between the parties. NRS 18.050; *see also Bergmann v. Boyce*, 109 Nev. 670, 679, 856 P.2d 560, 566 (1993); *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. However, statutes that allow recovery of costs must be strictly construed. *Bergmann*, 109 Nev. at 679, 856 P.2d at 566. Accordingly, a court's discretion should be "sparingly exercised" when it considers whether or not to award expenses that are "not specifically allowed by statute and precedent." *Bergman*, 109 Nev. at 679, 856 P.2d at 566.

In order for a court to make an award of costs, the party seeking costs must file with the clerk and serve upon the adverse party a verified memorandum of costs. NRS 18.110(1). Beyond the memorandum of costs, the prevailing party must also provide the court with evidence, or "justifying documentation," which demonstrates how the costs being sought were "reasonable, necessary, and actually incurred" in the action. *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. Accordingly, appropriate "justifying documentation must mean something more than a memorandum of costs." *Id.* Without such documentation, a court may not award costs. *Id.* If the

party against whom costs are sought wishes to dispute the costs, they must make a motion to the court within three days of the memorandum's filing. NRS 18.110(4). Once in receipt of that motion, the Court will be allowed to settle the costs. *Id*.

The Motion to Retax argues Versa should not be permitted to recover costs incurred subsequent to Versa's offer of judgment. This argument is without merit. The Reply in Support of the Motion to Retax concedes an award of costs is not limited to those incurred after an offer of judgment; rather, it argues the Opposition to the Motion to Retax contradicts the Memorandum of Costs and the Motion for Fees. The Reply in Support of the Motion to Retax, 5:22-26. It alleges the Memorandum of Costs and the Motion for Fees indicate the only costs sought are those incurred subsequent to the offer of judgment. The Court finds no such contradiction warranting the retaxing of costs on this basis.

It is hereby **ORDERED** the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 is **GRANTED IN PART AND DENIED IN PART.** Versa's request for attorneys' fees is denied. MDB shall pay Versa's costs as set forth below.

It is **FURTHER ORDERED** the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS is **DENIED**. MDB is ordered to pay costs in the amount of \$413.00.

DATED this 7 day of June, 2018.

ELLIOTT A. SATTLER

District Judge

#### **CERTIFICATE OF MAILING**

Pursuant to NRCP 5(b), I certify that I am an employee of the Second Judicial District Court of the State of Nevada, County of Washoe; that on this \_\_\_\_\_ day of June, 2018, I deposited in the County mailing system for postage and mailing with the United States Postal Service in Reno, Nevada, a true copy of the attached document addressed to:

#### CERTIFICATE OF ELECTRONIC SERVICE

JOSH AICKLEN, ESQ.

ì

NICHOLAS M. WIECZOREK, ESQ. COLLEEN E. McCARTY, ESQ.

Sheila Mansfield Judicial Assistant

-10-

FILED Electronically CV16-01914 2018-06-13 09:08:47 AM Jacqueline Bryant Clerk of the Court Transaction # 6725986

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   Attorneys for Defendant/Cross-
    Claimant/Cross-Defendant VERSA
    PRODUCTS COMPANY, INC.
10
                                  DISTRICT COURT
11
                             WASHOE COUNTY, NEVADA
12
                                            Case No. CV16-01914
13
    JAMES BIBLE,
                                            Dept. 10
14
               Plaintiff,
15
                                            NOTICE OF ENTRY
          VS.
16
    MDB TRUCKING, LLC, et. al.
17
               Defendants.
    AND ALL RELATED CASES.
18
19
20
21
         ALL INTERESTED PARTIES:
   TO:
22
   111
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**BRISBOIS BISGAARD** & \$МЛНШР

4831-8898-8506.1

AA003066

PLEASE TAKE NOTICE that the Order was entered by the above-entitled Court on 1 the 7<sup>th</sup> day of June, 2018, a copy of which is attached hereto as Exhibit 1 and made a part 3 hereof. **AFFIRMATION** 4 Pursuant to NRS 239B.030, the undersigned hereby affirms that this document 5 filed in this court does not contain the social security number of any person. 6 DATED this 13th day of June, 2018 7 8 Respectfully Submitted, 9 LEWIS BRISBOIS BISGAARD & SMITH LLP 10 11 12 By /s/ Josh Cole Aicklen JOSH COLE AICKLEN 13 Nevada Bar No. 007254 DAVID B. AVAKIAN 14 Nevada Bar No. 009502 PAIGE S. SHREVE 15 Nevada Bar No. 013773 6385 S. Rainbow Boulevard, Suite 600 16 Las Vegas, Nevada 89118 Attorneys for Defendant/Cross-Defendant 17 VERSA PRODUCTS COMPANY, INC. 18 19 20 21 22 23 24 25 26 27 28

#### **LIST OF EXHIBITS**

3 Exhibit 1 Order

BISGAARD & SMITH LLP ATTORNEYS AT LAW

4831-8898-8506.1 3 **AA003068** 

j	
1	CERTIFICATE OF SERVICE
2	I hereby certify that on this 13 <sup>th</sup> day of June, 2018 a true and correct copy
3	of NOTICE OF ENTRY was served via the Court's electronic e-filing system addressed
4	as follows:
5	Matthew C. Addison, Esq. McDONALD CARANO WILSON LLP
6	100 W. Liberty St., 10 <sup>th</sup> Floor Reno, NV 89501
7	RMC LAMAR HOLDINGS, INC.
8	Nicholas M. Wieczorek, Esq.
9	Jeremy J. Thompson, Esq. CLARK HILL PLLC 3800 Howard Hughes Pkwy, Ste. 500
10	Las Vegas, NV 89169 Attorneys for MDB TRUCKING, LLC and
11	DANIEL ANTHONY KOSKI
12	
13	/s/ Susan Kingsbury
14	An Employee of LEWIS BRISBOIS BISGAARD & SMITH LLP
15	
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<ul><li>24</li><li>25</li></ul>	
26	
27	
28	

LEWIS BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW

4831-8898-8506.1 4 **AA003069** 

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2018-06-13 09:08:47 AM
Jacqueline Bryant
Clerk of the Court
Transaction # 6725986

## **EXHIBIT 1**

4845-3057-6394.1

FILED
Electronically
CV16-01914
2018-06-07 04:41:43 PM
Jacqueline Bryant
Clerk of the Court
Transaction # 6719106

# IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF WASHOE

\*\*\*

6 JAMES BIBLE,

VS.

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Plain

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MDB TRUCKING, LLC; et al.,

Defendants.

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Plaintiff, Case No. CV16-01914

Dept. No. 10

**ORDER** 

Presently before the Court is the CROSS-DEFENDANT VERSA PRODUCTS

COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP

37 AND NRCP 68 ("the Motion for Fees") filed by Cross-Defendant VERSA PRODUCTS, INC.

("Versa") on February 9, 2018. Versa contemporaneously filed the CROSS-DEFENDANT

VERSA PRODUCTS COMPANY, INC.'S VERIFIED MEMORANDUM OF COSTS ("the

Memorandum of Costs"). Cross-Claimant MDB TRUCKING, LLC ("MDB") filed the CROSS
CLAIMANT MDB TRUCKING LLC'S OPPOSITION TO CROSS-DEFENDANT VERSA

PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS

PURSUANT TO NRCP 37 AND NRCP 68 ("the Opposition to the Motion for Fees") on March 1,

2018. Versa filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY,

INC.'S REPLY TO MDB'S OPPOSITION TO ITS MOTION FOR ATTORNEYS' FEES AND

COSTS PURSUANT TO NRCP 37 AND NRCP 68 ("the Reply in Support of the Motion for Fees") on March 12, 2018, and contemporaneously submitted the matter for the Court's consideration.

Also before the Court is the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS ("the Motion to Retax") filed by MDB on February 20, 2018. Versa filed the DEFENDANT/CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S OPPOSITION TO CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX COSTS ("the Opposition to the Motion to Retax") on March 8, 2018. MDB filed the REPLY TO OPPOSOTION TO MOTION TO RETAX COSTS ("the Reply in Support of the Motion to Retax") on March 19, 2018, and contemporaneously submitted the matter for the Court's consideration. The Court heard oral argument on the Motion for Fees and the Motion to Retax on April 6, 2018, at which time the Court took the matters under advisement.

This case arises from a personal injury action. A COMPLAINT ("the Complaint") was filed by plaintiffs Ernest Bruce Fitzsimmons and Carol Fitzsimmons, on December 4, 2015 ("the Fitzsimmons Action"). The Fitzsimmons Action was assigned Second Judicial District Court case number CV15-02349. Numerous other plaintiffs were joined into the Fitzsimmons Action. Two additional cases were filed and prosecuted outside of the Fitzsimmons Action: the instant case and GENEVA M. REMMERDE V. MDB TRUCKING, LLC et al., CV16-00976 ("the Remmerde Action"). The instant action was filed September 20, 2016. The Remmerde Action was filed May 2, 2016. It is alleged in all three actions that on July 7, 2014, Defendant Daniel Anthony Koski ("Koski"), while driving a truck for MDB, negligently spilled a load of gravel into the roadway. The spilled gravel caused the driving plaintiffs to lose control of their vehicles and numerous

accidents occurred. The plaintiffs sustained physical and emotional injuries as a result of the accidents. In response to the Complaint, MDB filed a THIRD-PARTY COMPLAINT ("the MDB Cross-Claim") June 22, 2016. The MDB Cross-Claim had two causes of action relative to Versa: Implied Indemnification and Contribution. MDB alleges it was not Koski's negligence that caused the gravel to spill; rather, the spill was caused by the "unreasonably dangerous and defective" design and manufacture of the trailer that held the gravel. The MDB Cross-Claim, 3:5-7.

Therefore, MDB brought the Cross-Claim against the manufacturers of the trailer and its components, including Versa. MDB avers Versa produced a solenoid valve which would, "activate inadvertently allowing the gates to open and release the load [of gravel] carried by the trailer." The MDB Cross-Claim, 3:10-11. MDB also claims there were safer alternatives available to Versa; the solenoid valve was unreasonably dangerous and defective; and Versa failed to provide appropriate safety mechanisms regarding the solenoid valve. The MDB Cross-Claim, 3:12-18.

The Court entered an ORDER ("the January Order") on January 22, 2018, granting the THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION TO STRIKE DEFENDANT/THIRD-PARTY PLAINTIFF MDB TRUCKING, LLC'S THIRD-PARTY COMPLAINT PURSUANT TO NRCP 35; OR IN THE ALTERNATIVE, FOR AN ADVERSE JURY INSTRUCTION ("the Motion to Strike").<sup>2</sup> The Court found MDB's disposal of the electrical systems that control the solenoid which operated the Versa valve crippled Versa's ability to present its case. As a result, the Court dismissed MDB's sole remaining claim against Versa.

<sup>&</sup>lt;sup>1</sup> Versa filed THIRD-PARTY DEFENDANT VERSA PRODUCTS COMPANY INC.'S MOTION TO DISMISS THIRD-PARTY PLAINTIFF, MDB TRUCKING, LLC'S THIRD CAUSE OF ACTION FOR IMPLIED INDEMNITY PURSUANT TO NRCP 12(B)(5) ("the MTD") on July 19, 2016. The Court granted the MTD on October 19, 2016.

<sup>&</sup>lt;sup>2</sup> The Court incorporated by reference the ORDER entered December 22, 2017 ("the December Order"), on identical issues in the Fitzsimmons Action.

The Court finds Versa is not entitled to an award of attorneys' fees. In general, a district court may not award "attorney fees... unless authorized to do so by a statute, rule or contract."

U.S. Design & Constr. v. I.B.W.W. Local 357, 118 Nev. 458, 462, 50 P.3d 170, 173 (2002). NRCP 68 provides:

- (a) The Offer. At any time more than 10 days before trial, any party may serve an offer in writing to allow judgment to be taken in accordance with its terms and conditions.
- (f) Penalties for Rejection of Offer. If the offeree rejects an offer and fails to obtain a more favorable judgment,
  - (1) the offeree cannot recover any costs or attorney's fees and shall not recover interest for the period after the service of the offer and before the judgment; and
  - (2) the offeree shall pay the offeror's post-offer costs, applicable interest on the judgment from the time of the offer to the time of entry of the judgment and reasonable attorney's fees, if any be allowed, actually incurred by the offeror from the time of the offer....

An award of attorney's fees and costs pursuant to NRCP 68 requires an evaluation of the following factors:

(1) whether the plaintiff's claim was brought in good faith; (2) whether the defendants' offer of judgment was reasonable and in good faith in both its timing and amount; (3) whether the plaintiff's decision to reject the offer and proceed to trial was grossly unreasonable or in bad faith; and (4) whether the fees sought by the offeror are reasonable and justified in amount.

Beattie v. Thomas, 99 Nev. 579, 588–89, 668 P.2d 268, 274 (1983). A court may only award reasonable attorney's fees. The following factors are to be examined in determining whether the fees sought are reasonable:

(1) the qualities of the advocate: his ability, his training, education, experience, professional standing and skill; (2) the character of the work to be done: its difficulty, its intricacy, its importance, time and skill required, the responsibility imposed and the prominence and

 character of the parties where they affect the importance of the litigation; (3) the work actually performed by the lawyer: the skill, time and attention given to the work; (4) the result: whether the attorney was successful and what benefits were derived.

Brunzell v. Golden Gate Nat. Bank, 85 Nev. 345, 349, 455 P.2d 31, 33 (1969).

Versa served MDB with an offer of judgment for \$1,000.00 per plaintiff ("the Initial Offer") on May 4, 2017. The Motion for Fees, Exhibit 1. The following day, the parties attended mediation. The Motion for Fees, 6:20-21. At mediation, MDB demanded \$175,000.00 from Versa and another cross-defendant, RMC LAMAR HOLDING, INC. ("Ranco"), the manufacturer of the trailer. TRANSCRIPT OF PROCEEDINGS, HEARING ON MOTION FOR ATTORNEY FEES AND COSTS AND MOTION TO RETAX, April 6, 2018 ("Transcript"), 10:4-10. Versa offered \$100,000.00, and Ranco offered \$50,000.00 ("the Mediation Offer"). MDB rejected the Mediation Offer, and indicated MDB would settle for no less than \$175,000.00 from Versa and Ranco.

Transcript, 10:13-15. The Motion for Fees alleges Versa telephoned MDB approximately two business days later offering to settle for \$175,000.00 ("the Final Offer"). The Motion for Fees, 7:2-3. At oral argument the Court queried MDB about the Final Offer. The Court took a brief recess to allow counsel for MDB to call co-counsel for details on the specifics of the Final Offer. Transcript, 31:7-14. MDB conceded Versa made the Final Offer, and that it was made "in close proximity" to the mediation. Transcript, 32:2-15. MDB contends the Final Offer was not for \$175,000.00, although co-counsel could not recall the specific amount. Transcript, 32:3-8.

Versa is not entitled to an award of attorneys' fees pursuant to NRCP 68. MDB's claim was brought in good faith. Further, the Court finds it was not unreasonable for MDB to reject the Initial Offer. The Opposition to the Motion for Fees argues the Initial Offer was unreasonable because it "amounted to less than one half of one percent (0.005) of the total settlement amount MDB paid to plaintiffs...." The Opposition to the Motion for Fees, 7:2-3. The Court agrees. The fact Versa

made an offer of \$100,000.00 one day later and was willing to meet MDB's full demand two business days later clearly demonstrates the Initial Offer of \$1,000.00 per plaintiff was unreasonable and not made in good faith. MDB's decision to reject the Mediation Offer and especially the Final Offer were unreasonable, but those rejections cannot be the basis for awarding Versa attorneys' fees. NRCP 68 applies to written offers. The Court has been presented with no document evincing the Mediation Offer or the Final Offer were reduced to writing. An analysis of the first three Beattie factors leads to the conclusion Versa is not entitled to fees pursuant to NRCP 68; therefore, a Brunzell analysis of the reasonableness of the fees requested is unnecessary.<sup>3</sup>

The Motion for Fees avers Versa is entitled to attorneys' fees pursuant to NRCP 37 because the December Order issued case-concluding sanctions against MDB. NRCP 37 provides:

- (b) Failure to Comply With Order.
  - (2) Sanctions--Party. If a party or an officer, director, or managing agent of a party or a person designated under Rule 30(b)(6) or 31(a) to testify on behalf of a party fails to obey an order to provide or permit discovery, including an order made under subdivision (a) of this rule or Rule 35, or if a party fails to obey an order entered under Rules 16, 16.1, and 16.2 the court in which the action is pending may make such orders in regard to the failure as are just, and among others the following:
    - (C) An order striking out pleadings or parts thereof, or staying further proceedings until the order is obeyed, or dismissing the action or proceeding or any part thereof, or rendering a judgment by default against the disobedient party;

<sup>3</sup> The Court would conclude, should it be necessary, the fees requested were reasonable and would satisfy the *Brunzell* factors.

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In lieu of any of the foregoing orders or in addition thereto, the court shall require the party failing to obey the order or the attorney advising that party or both to pay the reasonable expenses, including attorney's fees, caused by the failure, unless the court finds that the failure was substantially justified or that other circumstances make an award of expenses unjust.

The Court finds an award of attorneys' fees would be unjust. Case-concluding sanctions against MDB was a windfall for Versa. The Motion for Fees argues, "there is no substantial justification for MDB's failure to preserve the evidence other than to obstruct discovery and frustrate the progress of this litigation." The Motion for Fees, 8:26-28. However, the December Order made clear "the Court does not find MDB intentionally disposed of the components in order to harm Versa, nor were MDB's employees acting with any malevolence...." The December Order, 8:20-22. MDB did not intend to "obstruct discovery and frustrate the progress of this litigation" as the Motion suggests. Although dismissal of MDB's claim against Versa was warranted, it was a severe sanction. Further sanctions would be unjust.

The Court finds the amount of costs requested is reasonable. District Courts have "wide, but not unlimited, discretion to award costs to prevailing parties." Cadle Co. v. Woods & Erickson, LLP, 131 Nev. Adv. Op. 15, 345 P.3d 1049, 1054 (2015), recently upheld by Golightly & Vannah, PLLC v. TJ Allen, LLC, 132 Nev. Adv. Op. 41, 373 P.3d 103, 107 (2016). Costs awarded "must be reasonable, necessary, and actually incurred." Id. NRS 18.020 explains a prevailing party may, as a matter of course, recover costs from an adverse party against whom judgment is rendered in certain actions. These actions include those for recovery of money or damages exceeding \$2,500.00, and those that involve the title or boundaries of real estate. NRS 18.020(3); NRS 18.020(5). The specific costs that may be recovered by a prevailing party are enumerated in the statute. In pertinent part, costs allowed are as follows: "Reporters' fees for depositions, including a reporter's fee for one copy of each deposition," NRS 18.005(2); "Fees for... deposing witnesses,

unless the court finds that the witness was called without reason or necessity," *Id.* at (4); "Reasonable fees of not more than five expert witnesses in an amount not more than \$1,500.00 for each witness, unless the court allows a larger fee after determining the circumstances surrounding the expert's testimony were of such a necessity as to require a larger fee," *Id.* at (5); "The fee of any sheriff or licensed process server for the delivery of service of any summons or subpoena used in the action, unless the court determines that the service was not necessary," *Id.* at (7); "Reasonable costs for photocopies," *Id.* at (12); "Any other reasonable and necessary expense incurred in connection with the action, including reasonable and necessary expenses for computerized services for legal research." *Id.* at (17). It is within a court's sound discretion to allow a reasonable award of either part or all of the prevailing party's costs, and to apportion the costs between the parties. NRS 18.050; *see also Bergmann v. Boyce*, 109 Nev. 670, 679, 856 P.2d 560, 566 (1993); *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. However, statutes that allow recovery of costs must be strictly construed. *Bergmann*, 109 Nev. at 679, 856 P.2d at 566. Accordingly, a court's discretion should be "sparingly exercised" when it considers whether or not to award expenses that are "not specifically allowed by statute and precedent." *Bergman*, 109 Nev. at 679, 856 P.2d at 566.

In order for a court to make an award of costs, the party seeking costs must file with the clerk and serve upon the adverse party a verified memorandum of costs. NRS 18.110(1). Beyond the memorandum of costs, the prevailing party must also provide the court with evidence, or "justifying documentation," which demonstrates how the costs being sought were "reasonable, necessary, and actually incurred" in the action. *Cadle Co.*, 131 Nev. Adv. Op. 15, 345 P.3d at 1054. Accordingly, appropriate "justifying documentation must mean something more than a memorandum of costs." *Id.* Without such documentation, a court may not award costs. *Id.* If the

 party against whom costs are sought wishes to dispute the costs, they must make a motion to the court within three days of the memorandum's filing. NRS 18.110(4). Once in receipt of that motion, the Court will be allowed to settle the costs. *Id*.

First, the Motion to Retax argues \$198.00 of the claimed costs should not be awarded because they are unsupported with the required justifying documentation. For the reasons set forth on the same issue in the ORDER entered contemporaneously herewith in the Fitzsimmons action, the Court agrees. The costs award will be reduced by \$198.00.

The Motion to Retax argues for a reduction in the costs award on several other grounds: costs related to the plaintiffs' claims underlying the MDB Cross-Claim against Versa; costs incurred subsequent to Versa's offer of judgment; and costs not specifically provided for in NRS 18.005. The Court finds these arguments are without merit. First, Versa had a right to defend against the claims underlying MDB's claim for contribution. Second, Versa is entitled to recover costs incurred prior to the offer of judgment. The Reply in Support of the Motion to Retax concedes an award of costs is not limited to those incurred after an offer of judgment; rather, it argues the Opposition to the Motion to Retax contradicts the Memorandum of Costs and the Motion for Fees. The Reply in Support of the Motion to Retax, 4:21-25. It alleges the Memorandum of Costs and the Motion for Fees indicate the only costs sought are those incurred subsequent to the offer of judgment. The Court finds no such contradiction warranting the retaxing of costs on this basis. Finally, the authorization and shipping fees for medical and tax records are reasonable and necessary expenses in the litigation, and are therefore recoverable pursuant to NRS 18.005(17).

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It is hereby **ORDERED** the CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S MOTION FOR ATTORNEYS' FEES AND COSTS PURSUANT TO NRCP 37 AND NRCP 68 is **GRANTED IN PART AND DENIED IN PART.** Versa's request for attorneys' fees is denied. MDB shall pay Versa's costs as set forth below.

It is **FURTHER ORDERED** the CROSS-CLAIMANT MDB TRUCKING LLC'S MOTION TO RETAX AND SETTLE CROSS-DEFENDANT VERSA PRODUCTS COMPANY INC.'S VERIFIED MEMORANDUM OF COSTS is **GRANTED IN PART AND DENIED IN PART.** The amount of costs requested in the CROSS-DEFENDANT VERSA PRODUCTS COMPANY, INC.'S VERIFIED MEMORANDUM OF COSTS is reduced by \$198.00. MDB is ordered to pay costs in the amount of \$1,076.74.

DATED this \_\_\_\_\_ day of June, 2018.

ELLIOTT A. SATTLER District Judge

#### CERTIFICATE OF MAILING

Pursuant to NRCP 5(b), I certify that I am an employee of the Second Judicial District Court of the State of Nevada, County of Washoe; that on this \_\_\_\_\_ day of June, 2018, I deposited in the County mailing system for postage and mailing with the United States Postal Service in Reno, Nevada, a true copy of the attached document addressed to:

#### CERTIFICATE OF ELECTRONIC SERVICE

I hereby certify that I am an employee of the Second Judicial District Court of the State of Nevada, in and for the County of Washoe; that on the \_\_\_\_\_ day of June, 2018, I electronically filed the foregoing with the Clerk of the Court by using the ECF system which will send a notice of electronic filing to the following:

JOSH AICKLEN, ESQ.

NICHOLAS M. WIECZOREK, ESQ. COLLEEN E. McCARTY, ESQ.

Sheila Mansfield
Judicial Assistant

-11-

FILED
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2018-07-13 12:26:00 PM
Jacqueline Bryant
Clerk of the Court
Transaction # 6775512 : cvera

1 \$2515 NICHOLAS M. WIECZOREK 2 Nevada Bar No. 6170 NWieczorek@clarkhill.com 3 JEREMY J. THOMPSON Nevada Bar No. 12503 JThompson@clarkhill.com 5 COLLEEN E. MCCARTY Nevada Bar No. 13186 6 CMcCarty@clarkhill.com CLARK HILL PLLC 3800 Howard Hughes Parkway, Suite 500 Las Vegas, Nevada 89169 Telephone: (702) 862-8300 Facsimile: (702) 862-8400 10 Attorneys for Cross-Claimant

MDB Trucking, LLC

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### SECOND JUDICIAL DISTRICT COURT WASHOE COUNTY, NEVADA

14	ERNEST BRUCE FITZSIMMONS and	Case No.: CV15-02349
7.5	CAROL FITZSIMMONS, Husband and Wife,	Dept. No.: 10
15	Plaintiffs,	[Consolidated Proceeding]
16	i idilitiis,	[Consolidated Froceeding]
17	vs.	NOTICE OF APPEAL
18	MDB TRUCKING, LLC, et al.,	
19	Defendants.	
20	AND ALL RELATED CASES.	

NOTICE IS HEREBY GIVEN that Cross-Claimant MDB Trucking, LLC ("MDB"), by and through its counsel of record Nicholas M. Wieczorek, Esq., Jeremy J. Thompson, Esq. and Colleen E. McCarty, Esq. of the law firm of Clark Hill PLLC, hereby appeals to the Supreme Court of Nevada from the Order Granting in Part and Denying in Part of Cross-Claimant MDB Trucking LLC's Motion To Retax And Settle Cross-Defendant Versa Products Company Inc.'s

1	Verified Memorandum of Costs entered in this action on the 13 <sup>th</sup> day of June, 2018.
2	DATED this 13th day of July, 2018.
3	day of sary, 2010.
4	
5	CLARK HILL PLLC
6	By: Alloan E. McCant
7	NICHOLAS M. WIECZOREK
8	Nevada Bar No. 6170 JEREMY J. THOMPSON
9	Nevada Bar No. 12503
10	COLLEEN E. MCCARTY
10	Nevada Bar No. 13186 3800 Howard Hughes Parkway, Suite 500
11	Las Vegas, Nevada 89169
12	Attorneys for Defendant/Cross-Claimant
13	MDB Trucking, LLC
14	
15	AFFIRMATION
	Pursuant to NRS 239B.030, the undersigned hereby affirms that this document filed in
16	this court does not contain the social security number of any person.
17	
18	DATED this 13th day of July, 2018.
19	
20	CLARK HILL PLLC
21	By: Polleen E. Mc ( get
22	NICHOLAS M. WIECZOREK
23	Nevada Bar No. 6170 JEREMY J. THOMPSON
24	Nevada Bar No. 12503
25	COLLEEN E. MCCARTY Nevada Bar No. 13186
26	3800 Howard Hughes Parkway, Suite 500
	Las Vegas, Nevada 89169 Attorneys for Defendant/Cross-Claimant
27	MDB Trucking, LLC
28	

#### **CERTIFICATE OF SERVICE**

6

I HEREBY CERTIFY that I am an employee of CLARK HILL PLLC, and on this 13<sup>th</sup> day of July 2018, a true and correct copy of the foregoing NOTICE OF APPEAL was served via electronic service upon the following:

JOSH COLE AICKLEN, ESQ.
DAVID B. AVAKIAN, ESQ.
PAIGE S. SHREVE, ESQ.
LEWIS BRISBOIS BISGAARD & SMITH LLP
6385 S. Rainbow Blvd., Suite 600
Las Vegas, Nevada 89118
Attorneys for Defendant
Versa Products Co., Inc.

An employee of Clark Hill PLLC

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Page 3 of 3

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ClarkHill\61211\362027\219867423.v1-6/26/18

FILED Electronically CV16-00976 2018-07-13 12:31:06 PM Jacqueline Bryant Clerk of the Court

1 \$2515 Transaction # 6775521 : cvera NICHOLAS M. WIECZOREK 2 Nevada Bar No. 6170 NWieczorek@clarkhill.com 3 JEREMY J. THOMPSON 4 Nevada Bar No. 12503 JThompson@clarkhill.com 5 COLLEEN E. MCCARTY Nevada Bar No. 13186 6 CMcCarty@clarkhill.com 7 **CLARK HILL PLLC** 3800 Howard Hughes Parkway, Suite 500 8 Las Vegas, Nevada 89169 Telephone: (702) 862-8300 Facsimile: (702) 862-8400 10 Attorneys for Cross-Claimant MDB Trucking, LLC 11 SECOND JUDICIAL DISTRICT COURT 12 WASHOE COUNTY, NEVADA 13 Case No.: CV16-00976 GENEVA M. REMMERDE 14 Dept. No.: 10 Plaintiff, 15 NOTICE OF APPEAL 16 VS. 17 MDB TRUCKING, LLC, et al 18 Defendants. 19 AND ALL RELATED CASES. 20 NOTICE IS HEREBY GIVEN that Cross-Claimant MDB Trucking, LLC ("MDB"), by 21 22 and through its counsel of record Nicholas M. Wieczorek, Esq., Jeremy J. Thompson, Esq. and 23 Colleen E. McCarty, Esq. of the law firm of Clark Hill PLLC, hereby appeals to the Supreme 24 Court of Nevada from the Order Granting in Part and Denying in Part of Cross-Claimant MDB 25 Trucking LLC's Motion To Retax And Settle Cross-Defendant Versa Products Company Inc.'s 26 27 28 111

Page 1 of 3

AA003085

1	Verified Memorandum of CostS entered in this action on the 13 <sup>th</sup> day of June, 2018.
2	DATED this 13th day of July, 2018.
3	billib and and of our, work.
4	
5	CLARK HILL PLLC
6	100 0 0
7	By: Collean E. in Control NICHOLAS M. WIECZOREK
8	Nevada Bar No. 6170
	JEREMY J. THOMPSON
9	Nevada Bar No. 12503
10	COLLEEN E. MCCARTY Nevada Bar No. 13186
	3800 Howard Hughes Parkway, Suite 500
11	Las Vegas, Nevada 89169
12	Attorneys for Defendant/Cross-Claimant
	MDB Trucking, LLC
13	
14	AFFIRMATION
15	Pursuant to NRS 239B.030, the undersigned hereby affirms that this document filed in
16	
	this court does not contain the social security number of any person.
17	
18	DATED this 13th day of July, 2018.
19	
20	CLARK HILL PLLC
21	By: Colleen E. McCart
22	NICHOLAS M. WIECZOREK
23	Nevada Bar No. 6170 JEREMY J. THOMPSON
24	Nevada Bar No. 12503
	COLLEEN E. MCCARTY Nevada Bar No. 13186
25	3800 Howard Hughes Parkway, Suite 500
26	Las Vegas, Nevada 89169
27	Attorneys for Defendant/Cross-Claimant
	MDB Trucking, LLC
00	

#### **CERTIFICATE OF SERVICE**

**4** 

I HEREBY CERTIFY that I am an employee of CLARK HILL PLLC, and on this 13<sup>th</sup> day of July 2018, a true and correct copy of the foregoing NOTICE OF APPEAL was served via electronic service upon the following:

JOSH COLE AICKLEN, ESQ.
DAVID B. AVAKIAN, ESQ.
PAIGE S. SHREVE, ESQ.
LEWIS BRISBOIS BISGAARD & SMITH LLP
6385 S. Rainbow Blvd., Suite 600
Las Vegas, Nevada 89118
Attorneys for Defendant
Versa Products Co., Inc.

An employee of Clark Hill PLLC

216829642.1

FILED Electronically CV16-01914 2018-07-13 12:33:17 PM Jacqueline Bryant Clerk of the Court

1 \$2515 Transaction # 6775530 : cvera NICHOLAS M. WIECZOREK 2 Nevada Bar No. 6170 NWieczorek@clarkhill.com 3 JEREMY J. THOMPSON 4 Nevada Bar No. 12503 JThompson@clarkhill.com 5 COLLEEN E. MCCARTY Nevada Bar No. 13186 6 CMcCarty@clarkhill.com 7 **CLARK HILL PLLC** 3800 Howard Hughes Parkway, Suite 500 8 Las Vegas, Nevada 89169 Telephone: (702) 862-8300 Facsimile: (702) 862-8400 10 Attorneys for Cross-Claimant MDB Trucking, LLC 11 SECOND JUDICIAL DISTRICT COURT 12 WASHOE COUNTY, NEVADA 13 Case No.: CV16-01914 JAMES BIBLE 14 Dept. No.: 10 Plaintiff, 15 16 VS. NOTICE OF APPEAL 17 MDB TRUCKING, LLC, et al 18 Defendants. 19 AND ALL RELATED CASES. 20 21 NOTICE IS HEREBY GIVEN that Cross-Claimant MDB Trucking, LLC ("MDB"), by 22 and through its counsel of record Nicholas M. Wieczorek, Esq., Jeremy J. Thompson, Esq. and 23 Colleen E. McCarty, Esq. of the law firm of Clark Hill PLLC, hereby appeals to the Supreme 24 25 Court of Nevada from the Order Granting in Part and Denying in Part of Cross-Claimant MDB 26 Trucking LLC's Motion To Retax And Settle Cross-Defendant Versa Products Company Inc.'s

Page 1 of 3

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1	Verified Memorandum of Costs entered in this action on the 13 <sup>th</sup> day of June, 2018.
2	DATED this 13th day of July, 2018.
3	Bill Bill III III III III III III III III III
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5	CLARK HILL PLLC
6	ADA CIO A
7	By:
8	Nevada Bar No. 6170
	JEREMY J. THOMPSON
9	Nevada Bar No. 12503
10	COLLEEN E. MCCARTY
	Nevada Bar No. 13186
11	3800 Howard Hughes Parkway, Suite 500 Las Vegas, Nevada 89169
12	Attorneys for Defendant/Cross-Claimant
13	MDB Trucking, LLC
14	AFFIRMATION
15	Pursuant to NRS 239B.030, the undersigned hereby affirms that this document filed in
16	this court does not contain the social security number of any person.
17	
18	DATED this 13th day of July, 2018.
19	
20	CLARK HILL PLLC
21	By: Collean E. M. at
22	NICHOLAS M. WIECZOREK
23	Nevada Bar No. 6170 JEREMY J. THOMPSON
24	Nevada Bar No. 12503
25	COLLEEN E. MCCARTY Nevada Bar No. 13186
26	3800 Howard Hughes Parkway, Suite 500
27	Las Vegas, Nevada 89169 Attorneys for Defendant/Cross-Claimant
28	MDB Trucking, LLC

#### **CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that I am an employee of CLARK HILL PLLC, and on this 13<sup>th</sup> day of July 2018, a true and correct copy of the foregoing **NOTICE OF APPEAL** was served via electronic service upon the following:

JOSH COLE AICKLEN, ESQ.
DAVID B. AVAKIAN, ESQ.
PAIGE S. SHREVE, ESQ.
LEWIS BRISBOIS BISGAARD & SMITH LLP
6385 S. Rainbow Blvd., Suite 600
Las Vegas, Nevada 89118
Attorneys for Defendant
Versa Products Co., Inc.

An employee of Clark Hill PLLC

216829642.1

Page 3 of 3

AA003090

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CV16-01914
2018-07-24 11:06:15 AM
Jacqueline Bryant
Clerk of the Court
Transaction # 6792220 : cvera

Nevada Bar No. 007254 Josh.aicklen@lewisbrisbois.com DAVID B. AVAKIAN 3 Nevada Bar No. 009502 David.avakian@lewisbrisbois.com PAIGE S. SHREVE Nevada Bar No. 013773 5 Paige.shreve@lewisbrisbois.com LEWIS BRISBOIS BISGAARD & SMITH LLP 6385 S. Rainbow Boulevard, Suite 600 Las Vegas, Nevada 89118 702.893.3383 FAX: 702.893.3789 8 Attorneys for Cross-Appellant/Respondent VERSA PRODUCTS COMPANY, INC. 9 10 DISTRICT COURT 11 WASHOE COUNTY, NEVADA 12 JAMES BIBLE, Case No. CV16-01914 13 Dept. 10 Plaintiff, 14 NOTICE OF CROSS-APPEAL VS. 15 MDB TRUCKING, LLC, et. al. 16 Defendants. 17 AND ALL RELATED CASES. 18 19

COMPANY, INC., by and through its attorneys of record, Josh Cole Aicklen, Esq., David B. Avakian, Esq. and Paige S. Shreve, Esq., of the law firm LEWIS BRISBOIS BISGAARD & SMITH LLP, appeals to the Nevada Supreme Court from the following

Notice is hereby given that Cross-Appellant/Respondent VERSA PRODUCTS

orders and judgment:

1

JOSH COLE AICKLEN

 Order Granting in Part and Denying in Part of Defendant/Cross-Claimant/Cross-Defendant VERSA PRODUCTS COMPANY, INC.'S Motion for Attorneys' Fees and Costs Pursuant to NRCP 37 and NRCP 68 entered in this action on the 13<sup>th</sup> day of June 2018; and

LEWIS
BRISBOIS
BISGAARD
& SMITH LLP
ATTORNEYS AT I AW

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4837-1565-3742.1 AA003091

- 1	
1	2. Order Granting in Part and Denying in Part of Cross-Claimant MDI
2	TRUCKING LLC'S Motion to Retax and Settle Cross-Defendant VERSA PRODUCTS
3	COMPANY, INC.'S Verified Memorandum of Costs entered in this action on the 13 <sup>th</sup> da
4	of June 2018.
5	3. All other orders and rulings relating to, underlying and/or affecting the
6	foregoing orders and judgment.
7	<u>AFFIRMATION</u>
8	Pursuant to NRS 239B.030, the undersigned hereby affirms that this documer
9	filed in this court does not contain the social security number of any person
10	DATED this 24th day of July, 2018
11	Respectfully submitted,
12	LEWIS BRISBOIS BISGAARD & SMITH LLP
13	
14	
15	By /s/ Josh Cole Aicklen
16	JOSH COLE AICKLEN Nevada Bar No. 007254
17	DAVID B. AVAKIAN Nevada Bar No. 009502
18	PAIGE S. SHREVE Nevada Bar No. 013773
19	6385 S. Rainbow Boulevard, Suite 600 Las Vegas, Nevada 89118
20	Attorneys for Cross-Appellant/Respondent VERSA PRODUCTS COMPANY, INC.
21	
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1	CERTIFICATE OF SERVICE
2	I hereby certify that on this 24th day of July, 2018, a true and correct copy
3	of NOTICE OF CROSS-APPEAL was served via U.S. Mail addressed as follows:
4	
5	Nicholas M. Wieczorek, Esq. Jeremy J. Thompson, Esq.
6	Colleen E. McCarty, Esq. MORRIS POLICH & PURDY LLP
7	3800 Howard Hughes Pkwy, Ste. 500 Las Vegas, NV 89169
8	Attorneys for MDB TRUCKING, LLC and DANIEL ANTHONY KOSKI
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12	/s/ Susan Kingsbury An Employee of
13	LEWIS BRISBOIS BISGAARD & SMITH LLP
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2018-07-24 11:03:18 AM
Jacqueline Bryant
Clerk of the Court
ransaction # 6792197 : cvera

1	JOSH COLE AICKLEN	Clerk o Transaction #
2	Nevada Bar No. 007254  Josh.aicklen@lewisbrisbois.com	
	DAVID B. AVĀKIAN	
3	Nevada Bar No. 009502	
4	David.avakian@lewisbrisbois.com PAIGE S. SHREVE	
	Nevada Bar No. 013773	
5	Paige.shreve@lewisbrisbois.com LEWIS BRISBOIS BISGAARD & SMITH LLP	
6	LEWIS BRISBOIS BISGAARD & SMITH LLP   6385 S. Rainbow Boulevard, Suite 600	
٥	Las Vegas, Nevada 89118	
7	702.893.3383	
	FAX: 702.893.3789	
8	Attorneys for Cross-Appellant/Respondent VERSA PRODUCTS COMPANY, INC.	
9	VERGATI ROBOUTO COMI AUTI, IIVO.	
اما	DICTRIC	T OOLIDT
10	DISTRIC	T COURT
1	WASHOE COL	JNTY, NEVADA
12	ERNEST BRUCE FITZIMMONS and	Case No. CV15-02349
13	CAROL FITZSIMMONS, Husband and	Dont 10
13	Wife,	Dept. 10
4	Plaintiffs,	NOTICE OF CROSS-APPEAL
15	vs.	
اءا	MDD TDUCKING LLC at al	
6	MDB TRUCKING, LLC, et. al.	
17	Defendants.	
18	AND ALL RELATED CASES.	
19		
ושו		

Notice is hereby given that Cross-Appellant/Respondent VERSA PRODUCTS COMPANY, INC., by and through its attorneys of record, Josh Cole Aicklen, Esq., David B. Avakian, Esq. and Paige S. Shreve, Esq., of the law firm LEWIS BRISBOIS BISGAARD & SMITH LLP, appeals to the Nevada Supreme Court from the following orders and judgment:

1. Order Granting in Part and Denying in Part of Defendant/Cross-Claimant/Cross-Defendant VERSA PRODUCTS COMPANY, INC.'S Motion for Attorneys' Fees and Costs Pursuant to NRCP 37 and NRCP 68 entered in this action on the 13<sup>th</sup> day of June 2018; and

LEWIS BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW 20

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4836-6401-1118.1 **AA003094** 

- 1	
1	2. Order Granting in Part and Denying in Part of Cross-Claimant MDE
2	TRUCKING LLC'S Motion to Retax and Settle Cross-Defendant VERSA PRODUCTS
3	COMPANY, INC.'S Verified Memorandum of Costs entered in this action on the 13th day
4	of June 2018.
5	3. All other orders and rulings relating to, underlying and/or affecting the
6	foregoing orders and judgment.
7	<u>AFFIRMATION</u>
8	Pursuant to NRS 239B.030, the undersigned hereby affirms that this documen
9	filed in this court does not contain the social security number of any person
10	DATED this 24th day of July, 2018
11	Respectfully submitted,
12	LEWIS BRISBOIS BISGAARD & SMITH LLP
13	
14	
15	By /s/ Josh Cole Aicklen
16	JOSH COLE AICKLEN Nevada Bar No. 007254 DAVID B. AVAKIAN
17	Nevada Bar No. 009502 PAIGE S. SHREVE
18	Nevada Bar No. 013773 6385 S. Rainbow Boulevard, Suite 600
19	Las Vegas, Nevada 89118
20	Attorneys for Cross-Appellant/Respondent VERSA PRODUCTS COMPANY, INC.
21	
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4836-6401-1118.1

1	CERTIFICATE OF SERVICE
2	I hereby certify that on this 24th day of July, 2018, a true and correct copy
3	of NOTICE OF CROSS-APPEAL was served via U.S. Mail addressed as follows:
4	Nicholas M. Wieczorek, Esq.
5	Jeremy J. Thompson, Esq. Colleen E. McCarty, Esq. MORRIS POLICH & PURDY LLP
6	13800 Howard Hughes Pkwy Ste 500
7	Las Vegas, NV 89169 Attorneys for MDB TRUCKING, LLC and DANIEL ANTHONY KOSKI
8	DANIEL ANTHONY KOSKI
9	
10	
11	/s/ Susan Kingshun/
12	/s/ Susan Kingsbury An Employee of
13	LEWIS BRISBOIS BISGAARD & SMITH LLP
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CV16-00976
2018-07-24 11:04:55 AM
Jacqueline Bryant
Clerk of the Court
Transaction # 6792207 : cvera

Nevada Bar No. 007254 Josh.aicklen@lewisbrisbois.com DAVID B. AVAKIAN 3 Nevada Bar No. 009502 David.avakian@lewisbrisbois.com PAIGE S. SHREVE Nevada Bar No. 013773 5 Paige.shreve@lewisbrisbois.com LEWIS BRISBOIS BISGAARD & SMITH LLP 6385 S. Rainbow Boulevard, Suite 600 Las Vegas, Nevada 89118 702.893.3383 7 FAX: 702.893.3789 8 Attorneys for Cross-Appellant/Respondent VERSA PRODUCTS COMPANY, INC. 9 10 DISTRICT COURT 11 WASHOE COUNTY, NEVADA 12 GENEVA M. REMMERDE, Case No. CV16-00976 13 Plaintiff, Dept. 10 14 NOTICE OF CROSS-APPEAL VS. 15 DANIEL ANTHONY KOSKI; MDB 16 TRUCKING, LLC; DOES I-X and ROE I-V, 17 Defendants. 18 AND ALL RELATED CASES. 19

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JOSH COLE AICKLEN

Notice is hereby given that Cross-Appellant/Respondent VERSA PRODUCTS COMPANY, INC., by and through its attorneys of record, Josh Cole Aicklen, Esq., David B. Avakian, Esq. and Paige S. Shreve, Esq., of the law firm LEWIS BRISBOIS BISGAARD & SMITH LLP, appeals to the Nevada Supreme Court from the following orders and judgment:

26

1. Order Granting in Part and Denying in Part of Third-Party Defendant VERSA PRODUCTS COMPANY, INC.'S Motion for Attorneys' Fees and Costs Pursuant to NRCP 37 and NRCP 68 entered in this action on the 13<sup>th</sup> day of June 2018; and

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4852-1157-8478.1 **AA003097** 



- 1	
1	2. Order Granting in Part and Denying in Part of Cross-Claimant MDI
2	TRUCKING LLC'S Motion to Retax and Settle Cross-Defendant VERSA PRODUCTS
3	COMPANY, INC.'S Verified Memorandum of Costs entered in this action on the 13 <sup>th</sup> day
4	of June 2018.
5	3. All other orders and rulings relating to, underlying and/or affecting the
6	foregoing orders and judgment.
7	<u>AFFIRMATION</u>
8	Pursuant to NRS 239B.030, the undersigned hereby affirms that this documen
9	filed in this court does not contain the social security number of any person
10	DATED this 24 <sup>th</sup> day of July, 2018
11	Respectfully submitted,
12	LEWIS BRISBOIS BISGAARD & SMITH LLP
13	
14	
15	By /s/ Josh Cole Aicklen
16	JOSH COLE AICKLEN Nevada Bar No. 007254 DAVID B. AVAKIAN
17	Nevada Bar No. 009502
18	PAIGE S. SHREVE Nevada Bar No. 013773
19	6385 S. Rainbow Boulevard, Suite 600 Las Vegas, Nevada 89118
20	Attorneys for Cross-Appellant/Respondent VERSA PRODUCTS COMPANY, INC.
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4852-1157-8478.1

1	CERTIFICATE OF SERVICE
2	I hereby certify that on this 24th day of July, 2018, a true and correct copy
3	of NOTICE OF CROSS-APPEAL was served via U.S. Mail addressed as follows:
4	Nicholas M. Wieczorek, Esq.
5	Jeremy J. Thompson, Esq. Colleen E. McCarty, Esq. MORRIS POLICH & PURDY LLP
6	13800 Howard Hughes Pkwy Ste 500
7	Las Vegas, NV 89169 Attorneys for MDB TRUCKING, LLC and DANIEL ANTHONY KOSKI
8	DANIEL ANTHONY KOSKI
9	
10	
11	/s/ Susan Kingshun/
12	/s/ Susan Kingsbury An Employee of
13	LEWIS BRISBOIS BISGAARD & SMITH LLP
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