IN THE SUPREME COURT OF THE STATE OF NEVADA

FRED NASSIRI, an individual; NASSIRI LIVING TRUST, a trust formed under Nevada law,

Appellants,

VS.

STATE OF NEVADA, on relation of its Department of Transportation,

Respondent.

Supreme Court No. 76 Electronically Filed
Sep 05 2018 08:26 a.m.
Eighth Judicial District Elizabeth A. Brown
Case No. A-12-672841 Clerk of Supreme Court

DOCKETING STATEMENT CIVIL APPEALS

GENERAL INFORMATION

All appellants not in proper person must complete this docketing statement. NRAP 14(a). The purpose of the docketing statement is to assist the Supreme Court in screening jurisdiction, classifying cases for en banc, panel, or expedited treatment, compiling statistical information and identifying parties and their counsel.

WARNING

This statement must be completed fully, accurately and on time. NRAP 14(c). The Supreme Court may impose sanctions on counsel or appellant if it appears that the information provided is incomplete or inaccurate. *Id.* Failure to fill out the statement completely or to file it in a timely manner constitutes grounds for the imposition of sanctions, including a fine and/or dismissal of the appeal.

A complete list of the documents that must be attached appears as Question 26 on this docketing statement. Failure to attach all required documents will result in the delay of your appeal and may result in the imposition of sanctions.

This court has noted that when attorneys do not take seriously their obligations under NRAP 14 to complete the docketing statement properly and conscientiously, they waste the valuable judicial resources of this court, making the imposition of sanctions appropriate. See KDI Sylvan Pools v. Workman, 107 Nev. 340, 344, 810 P.2d 1217, 1220 (1991). Please use tab dividers to separate any attached documents.

1.	Judicial Dist	trict	Eighth	Department: XXVI					
	County	Clarl	ζ	Judge: <u>Hon. Gloria Sturman</u>					
	District Ct. (Case No	o. A-12-672841-0						
2.	Attorney fil	ing this	s docketing stater	nent:					
	Attorney	Eric	R. Olsen/Dylan T	. Ciciliano Telephone (725) 777-3000					
	Firm Address	650 \\ Las \	MAN TURNER White Drive, Suite Vegas, NV 89119	e 100					
	Client(s)		Appellants / Cross-Respondents FRED NASSIRI, NASSIRI LIVING						
			it by multiple appellar	nts, add the names and addresses of other counsel and the name apanied by a certification that they concur in the filing of thi					
3.	Attorney(s)	repres	enting responden	its(s):					
	Attorney	Willi	iam L. Coulthard,	Eric M. Pepperman, Mona Kaveh					
	Telephone	<u>(702)</u>	385-6000						
	Firm Address: Email:	3800 Las V	Vegas, NV 89169	Parkway, 17th Floor nes.com, e.pepperman@kempjones.com,					
	Client(s)	Respondents / Cross-Appellants State of Nevada, on relation of its Department of Transportation							
	Attorney	Adar	n Paul Laxalt, Dei	nnis Vincent Gallagher, Joseph Vadala, Janet Merril					
	Telephone	<u>(702</u>)	730-3400						
	Firm Address: Email:	5301 Las V	ce of the Attorney 4 W. Charleston I Vegas, NV 89102 hlt@ag.nv.gov						
	Client(s)		ondents / Cross- artment of Transpo	-Appellants State of Nevada, on relation of its					

4.	Natu	re of disposition below (check all that a	apply)	:
		Judgment after bench trial		Dismissal
		Judgment after jury verdict		☐ Lack of jurisdiction
		Summary judgment		☐ Failure to state a claim
		Default judgment		☐ Failure to prosecute
		Grant/Denial of NRCP 60(b) relief		Other (specify):
		Grant/Denial of injunction		Divorce Decree
		Grant/Denial of declaratory relief		☐ Original ☐ Modification
		Review of agency determination		Other disposition (specify): Award of Attorneys' Fees and Costs.
5.	Does	this appeal raise issues concerning any	y of th	e following? No.
		Child Custody		
		Venue		
		Termination of parental rights		
6.	all ap	ling and prior proceedings in this cour opeals or original proceedings presently of elated to this appeal: Dep't of Transportation v. Eighth Judici	r previ	ously pending before this court which
7.	Pend of all	ling and prior proceedings in other conpending and prior proceedings in other cuptcy, consolidated or bifurcated proceed	urts. I	List the case name, number and court which are related to this appeal (e.g.,
	None			
8.	Natu	re of the action. Briefly describe the na	ture of	the action and the result below:
	Depa at the prope	This matter arises out of a breach of th Judicial District Court claiming breach artment of Transportation failed to disclose the Blue Diamond Road / Interstate 15 intersty. During litigation, the State petition and the district court to grant the State's results.	ch of one that a crehan	contract when the State of Nevada's a flyover bridge would be constructed ge, thus substantially devaluating his is Court for a writ of mandamus to

of Transportation v. Eighth Judicial Dist. Court, Case No. 70098. This Court issued a writ of mandamus, 133 Nev., Adv. Op. 70, 402 P.3d 677 (2017), and the district court subsequently granted the State's motion for summary judgment.

Subsequently, the State moved for attorneys' costs and fees. After briefing and argument, the district court granted the State's motion in part, reducing the State's requested attorneys' fees paid to outside counsel from \$1,092,756.02 to \$983,480.42, and reducing the State's fees incurred by the Office of the Attorney General from \$178,947.90 to \$0.00. The district court further reduced the State's requested costs from \$119,727.99 to \$73,095.40. Appellants appealed and Respondents cross-appealed the district court's award.

- **9. Issues on appeal.** State concisely the principal issue(s) in this appeal (attach separate sheets as necessary):
 - a) Whether the district court improperly awarded the State attorneys' fees and costs when there were duplicate charges, significant block billing, insufficient evidence supporting the amounts awarded; and
 - b) Whether the district court improperly awarded attorneys' fees and costs against the Nassiri Living Trust when the Trust was not a party to the action below.

Appellants may add to or abandon the foregoing issues on appeal as his counsel further reviews the record.

10. Pending proceedings in this court raising the same or similar issues. If you are aware of any proceedings presently pending before this court which raises the same or similar issues raised in this appeal, list the case name and docket numbers and identify the same or similar issue raised:

	None	
11.	Constitutional issues. If this appeal challenges the constitutionality of a statute, and the state, any state agency, or any officer or employee thereof is not a party to this appeal, has you notified the clerk of this court and the attorney general in accordance with NRAP and NRS 30.130?	ve
	⊠ N/A	
	Yes	
	□ No	
	If not, explain:	
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12.	Other issues. Does this appeal involve any of the following issues?
	Reversal of well-settled Nevada precedent (identify the case(s))
	An issue arising under the United States and/or Nevada Constitutions
	A substantial issue of first impression
	An issue of public policy
	An issue where en banc consideration is necessary to maintain uniformity of this court's decisions
	A ballot question
	If so, explain:
13.	Trial. If this action proceeded to trial, how many days did the trial last? N/A
	Was it a bench or jury trial? N/A
14.	Judicial Disqualification. Do you intend to file a motion to disqualify or have a justice recuse him/herself from participation in this appeal? No. If so, which Justice? N/A.
	TIMELINESS OF NOTICE OF APPEAL
15.	Date of entry of written judgment or order appealed from:
	 Notice of Entry of Findings of Fact, Conclusions of Law, and Order Granting in Part: (1) the State of Nevada's Motion for Award of Attorneys' Fees, Costs, and Interest; and (2) Nassiri's Motion to Retax Memorandum of Costs; and Judgment: July 9, 2018.
16.	Date of entry of written judgment or order was served:
	 i. Notice of Entry of Findings of Fact, Conclusions of Law, and Order Granting in Part: (1) the State of Nevada's Motion for Award of Attorneys' Fees, Costs, and Interest; and (2) Nassiri's Motion to Retax Memorandum of Costs; and Judgment: July 9, 2018.
	Was service by:
	Delivery
	Mail/electronic/fax
17.	Date of Written notice of entry of judgment or order was served:
	 Notice of Entry of Findings of Fact, Conclusions of Law, and Order Granting in Part: (1) the State of Nevada's Motion for Award of Attorneys' Fees, Costs, and Interest; and (2) Nassiri's Motion to Retax Memorandum of Costs; and Judgment: July 9, 2018.

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18.	If the time for filing the notice of appeal was tolled by a post-judgment motion (NRCF 50(b), 52(b), or 59).							
	(a)	Specify date of	* -	otion, t	the date and method of service of the motion, and	the		
			NRCP 50(b)	Date	e of filing N/A			
			NRCP 52(b)	Date	e of filing N/A			
			NRCP 59	Date	e of filing N/A			
	NOTE: Motions made pursuant to NRCP 60 or motions for rehearing or reconsideration may toll the time for filing a notice of appeal. See <u>AA Primo</u> <u>Builders v. Washington</u> , 126 Nev. 578, 245 P.3d 1190 (2010).							
	(b)	Date of	entry of writte	en ordei	er resolving tolling motion: N/A			
	(c)	(c) Date written notice of entry of order resolving tolling motion was served: N/A						
		Was service by:						
			Delivery					
		_	Mail (electronic	c)				
19.	Date	notice of	appeal filed	Notice	te of Appeal was filed August 7, 2018.			
					d from the judgment or order, list the date each no name the party filing the notice of appeal:	tice		
20.	_	ify statut P 4(a) or	_	erning	g the time limit for filing the notice of appeal, e	.g.,		
	NRAP 4(a)(1)							
			SUBST	CANTI	IVE APPEALABILITY			
21.	_	•	atute or other order appealed		ority granting this court jurisdiction to review	the		
	(a)							
		NRA	P 3A(b)(1)		NRS 38.205			
		NRA	P 3A(b)(2)		NRS 233B.150			
		NRA	P 3A(b)(3)		NRS 703.376			

	Other (specify) NRAP 3A(b)(8)
(b)	Explain how each authority provides a basis for appeal from the judgment or order An appeal may be taken from "[a] special order entered after final judgment' NRAP 3A(b)(8). An order awarding attorneys' fees and costs is a special order entered after final judgment and is thus appealable under NRAP 3A(b)(8). See Thomas v. City of N. Las Vegas, 122 Nev. 82, 90 n.5, 157 P.3d 1057, 1063 n.5 (2006).
List al	Il parties involved in the action or consolidated actions in the district court:
(a)	Parties:
	Plaintiff: Fred Nassiri, individually and as trustee of the Nassiri Living Trust
	Defendant: State of Nevada on relation of its Department of Transportation.
(b)	If all parties in the district court are not parties to this appeal, explain in detail why those parties are not involved in this appeal, e.g., formally dismissed, not served or other:
	N/A
	brief description (3 to 5 words) of each party's separate claims, counterclaims claims, or third-party claims and the date of formal disposition of each claim.
(a)	Plaintiff's claims: Plaintiff originally alleged Inverse Condemnation, Breach of Contract, Breach of Covenant of Good Faith and Fair Dealing (Contractual and Tortious), Negligent Misrepresentation, and Intentional Misrepresentation. These were disposed on by the Court in <i>State Dep't of Transp. v. Eighth Judicial Dist Court</i> , 133 Nev., Adv. Op. 70, 402 P.3d 677, 682 (2017), and the District Court's FFCL and Order Granting Summary Judgment, and the Order Vacating Previous Orders Denying Summary, entered January 2, 2018. The issue before the Court is the District Court's FFCL and Order re. Motions for Fees and to Retax, entered or August 1, 2018.
(b)	Defendant's counterclaims: None.
	ne judgment or order appealed from adjudicate ALL the claims alleged below ne rights and liabilities of ALL the parties to the action or consolidated actions?
Ye	s 🔀 No
If you	answered "No" to question 24, complete the following:
(a)	Specify the claims remaining pending below: None.

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	(b)	Specify the parties remaining be	elow: None.
	(c)	Did the district court certify judgment pursuant to NRCP 54	the judgment or order appealed from as a final (b)?
		⊠ Yes □ No	
	(d)		express determination, pursuant to NRCP 54(b), that and an express direction for the entry of judgment?
		☐ Yes ⊠ No	
26.		answered "No" to any part of q (e.g., order is independently app	uestion 25, explain the basis for seeking appellate bealable under NRAP 3A(b)):
27.	Attach	n file-stamped copies of the follow	wing documents:
	•		als formally resolving each claim, counterclaims, claims asserted in the action or consolidated action opeal appeal
		VERIF	FICATION
infori know	mation ledge, i	provided in this docketing sta	have read this docketing statement, that the tement is true and complete to the best of my t I have attached all required documents to this
		and the Nassiri Living Trust	Eric R. Olsen/Dylan T. Ciciliano
Name	of appe	ellant(s)	Name of counsel of record
Septe	mber 4,	2018	/s/ Eric R. Olsen
Date			Signature of counsel of record
<u>Clark</u>	County	, Nevada	
State	and cou	nty where signed	

CERTIFICATE OF SERVICE

	-	on the 4th day of September, 201 n all counsel of record:	8, I served a copy of this completed Docketing
		By personally serving it upon him	n/her; or
		sufficient postage prepaid to the	apreme Court; email and/or first class mail with following address(es): (NOTE: If all names and list names below and attach a separate sheet with
Willia w.cou Eric M e.pepp 3800 Las V	nm L. C lthard@ M. Pepp permand Howard egas, N	ES & COULTHARD, LLP oulthard, Esq. kempjones.com erman, Esq. kempjones.com Hughes Parkway, 17th Floor levada 89169 for the State of Nevada	OFFICE OF THE ATTORNEY GENERAL Adam Paul Laxalt Attorney General Dennis V. Gallagher Chief Deputy Attorney General Joe Vadala Special Counsel Janet L. Merrill Senior Deputy Attorney General 53014 West Charleston Blvd., Suite 150 Las Vegas, NV 89102 (702) 730-3400 Attorneys for the State of Nevada, on relation to its Department of Transportation
			An employee of GARMAN TURNER GORDON LLP

1 WILLIAM L. COULTHARD, ESO. (#3927) w.coulthard@kempjones.com 2 ERIC M. PEPPERMAN, ESQ. (#11679) e.pepperman@kempjones.com 3 MONA KAVEH, ESQ. (#11825) m.kaveh@kempjones.com 4 KEMP, JONES & COULTHARD, LLP 3800 Howard Hughes Parkway, 17th Flr. 5 Las Vegas, Nevada 89169 Telephone: (702) 385-6000 Facsimile: (702) 385-6001 6 7 ADAM PAUL LAXALT, ESQ. Attorney General 8 DENNIS V. GALLAGHER, ESQ. (#955) Chief Deputy Attorney General 9 JOE VADALA, ESQ. (#5158) Special Counsel JANET L. MERRILL, ESQ. (#10736) 10 Senior Deputy Attorney General 11 OFFICE OF THE ATTORNEY GENERAL 53014 West Charleston Blvd., Suite 150 12 Las Vegas, Nevada 89102 Telephone: (702) 730-3400 13 Attorneys for the State of Nevada, on relation to its Department of Transportation 14 15

Electronically Filed
7/9/2018 10:51 AM
Steven D. Grierson
CLERK OF THE COURT

DISTRICT COURT

CLARK COUNTY, NEVADA

FRED NASSIRI, individually and as trustee of the NASSIRI LIVING TRUST, a trust formed under Nevada law,

Plaintiffs.

 $|v_{\rm vs.}|$

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STATE OF NEVADA, on relation of its Department of Transportation; DOE GOVERNMENT AGENCIES I-X, inclusive; DOE INDIVIDUALS I-X; and DOE ENTITIES 1-10, inclusive.

Defendants.

Case No.: A-12-672841-C

Dept. No.: XXVI

NOTICE OF ENTRY OF FINDINGS OF FACT, CONCLUSIONS OF LAW, AND ORDER GRANTING IN PART: (1) THE STATE OF NEVADA'S MOTION FOR AWARD OF ATTORNEYS' FEES, COSTS, AND INTEREST; AND (2) NASSIRI'S MOTION TO RETAX MEMORANDUM OF COSTS; AND JUDGMENT

Hearing Date: February 27, 2018

May 24, 2018

Hearing Time: 9:00 a.m. / 10:30 a.m.

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Page 1 of 3

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KEMP, JONES & COULTHARD, LLP) Howard Hughes Park	Seventeenth Floor	Las Vegas, Nevada 89169	(702) 385-6000 • Fax (702) 385-6001	kic@kempiones.com	1: 1: 1: 1: 1: 1: 1: 2: 2:	4
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	PLEASE TAKE NOTICE that the FINDINGS OF FACT, CONCLUSIONS OF LAW,
	AND ORDER GRANTING IN PART: (1) THE STATE OF NEVADA'S MOTION FOR
	AWARD OF ATTORNEYS' FEES, COSTS, AND INTEREST; AND (2) NASSIRI'S
	MOTION TO RETAX MEMORANDUM OF COSTS; AND JUDGMENT was entered in this
	matter on July 6, 2018, a copy of which is attached hereto.
i	

Dated this 9th day of July, 2018.

Respectfully submitted by:

William L. Coulthard, Esq. (#3927)

Eric M. Pepperman, Esq. (#11679)

Mona Kaveh, Esq. (#11825) KEMP, JONES & COULTHARD, LLP 3800 Howard Hughes Parkway, 17th Flr.

Las Vegas, Nevada 89169 -and-

Attorney General Adam Paul Laxalt, Esq.

Dennis V. Gallagher, Esq. (#955)

Joe Vadala, Esq. (#5158) Janet L. Merrill, Esq. (#10736)

OFFICE OF THE ATTORNEY GENERAL

555 E. Washington Avenue, Suite 3900

Las Vegas, Nevada 89101

Attorneys for the State of Nevada, on relation of its Department of Transportation

CERTIFICATE OF SERVICE

I hereby certify that on the 9th day July, 2018, I served a true and correct copy of the
above and foregoing NOTICE OF ENTRY OF FINDINGS OF FACT, CONCLUSIONS
OF LAW, AND ORDER GRANTING IN PART: (1) THE STATE OF NEVADA'S
MOTION FOR AWARD OF ATTORNEYS' FEES, COSTS, AND INTEREST; AND (2)
NASSIRI'S MOTION TO RETAX MEMORANDUM OF COSTS; AND JUDGMENT to
all parties, via the Court's e-filing service.
Eric R. Olsen, Esq.
Dylan T. Ciciliano, Esq.
CADMAN TUDNED CODDON LLD

Dylan T. Ciciliano, Esq.
GARMAN TURNER GORDON, LLP
650 White Drive, Suite 100
Las Vegas, Nevada 89119
Attorneys for Fred Nassiri,
individually and as trustee of the
Nassiri Living Trust

An employee of Kemp, Jones & Coulthard, LLP

Electronically Filed 7/6/2018 11:15 AM Steven D. Grierson

(702) 385-6000 • Fax (702) 385-6001 kic@kempiones.com (collectively, "Nassiri") Motion to Retax Memorandum of Costs, on the 27th day of February, 2018, at 9:00 a.m., and on the 24th day of May 2018, at 10:30 a.m., with Nassiri being represented by Eric R. Olsen, Esq. and Dylan T. Ciciliano, Esq. of the law firm Garman Turner Gordon LLP, and the State being represented by William L. Coulthard, Esq. and Mona Kaveh, Esq. of the law firm Kemp, Jones & Coulthard, LLP. The Court having reviewed the pleadings and papers on file herein and having heard the arguments of counsel made at the hearing; and with good cause appearing and there being no just reason for delay, the Court hereby makes the following findings of fact, conclusions of law, and order:

I.

FINDINGS OF FACT

- 1. On September 27, 2017, the Nevada Supreme Court issued an Opinion and Writ of Mandamus directing summary judgment in favor of the State on all of Nassiri's claims for relief.
- 2. On January 2, 2018, this Court entered both its Findings of Fact, Conclusions of Law, and Order Granting Summary Judgment in Favor of the State on Each of Plaintiffs' Claims; and Vacating Previous Orders Denying the State's Motions for Summary Judgment.
- 3. On January 9, 2018, the State filed its Verified Memorandum of Costs and Disbursements Pursuant to NRS 18.005 and 18.110 asserting costs in the amount of \$119,727.99.
- 4. On January 16, 2018, Nassiri filed his Motion to Retax Memorandum of Costs, followed by the State's Opposition on February 8, 2018, and Nassiri's Reply on February 20, 2018.
- 5. The State filed its Motion for Award of Attorneys' Fees, Costs, and Interest on January 22, 2018, followed by the State's Errata on January 25, 2018, Nassiri's Opposition on February 8, 2018, and the State's Reply on February 20, 2018. The State requested fees in the amount of \$1,271,703.92, which encompassed fees in the amount of \$1,092,756.02 paid to Kemp, Jones & Coulthard, LLP ("KJC") by the State, and fees in the amount of \$178,947.90 for time spent by the Office of the Attorney General on this matter. The State sought attorneys'

fees based upon § 2.18 of the parties' Settlement Agreement and Release of All Claims, dated April 29, 2005 (the "2005 Settlement Agreement"), which provides:

- 2.18 <u>Attorney's Fees</u>. If any action is commenced to enforce the terms of this Agreement, the prevailing party shall be entitled to recover all of its expenses related to such action, including but not limited to, its reasonable attorney's fees and costs.
- 6. The Court heard oral argument on the Motion to Retax Memorandum of Costs and the Motion for Award of Attorneys' Fees, Costs, and Interest on February 27, 2018. After the Court heard oral argument from both parties on both motions, it took the Motion to Retax Memorandum of Costs under advisement and requested that the State supplement its Motion for Award of Attorneys' Fees, Costs, and Interest with additional billing records by March 16, 2018. The Court provided Nassiri with an opportunity to file a supplemental opposition and for the State to file a supplemental reply.
- 7. The State filed its Supplement Brief in Support of its Motion for Award of Attorneys' Fees, Costs, and Interest on March 16, 2018, and attached additional billing records. Nassiri filed his Supplemental Opposition on April 3, 2018, and the State filed its Supplemental Reply on April 23, 2018.
- 8. The Court heard oral argument on the supplemental pleadings on May 24, 2018, at 10:30 a.m.

II.

CONCLUSIONS OF LAW

Attorneys' Fees

- 9. The State is the prevailing party in this action. Thus, the Court finds that the State is entitled to an award of attorneys' fees pursuant to § 2.18 of the 2005 Settlement Agreement.
- 10. "In general, a district court may not award 'attorney fees... unless authorized to do so by a statute, rule or contract." Davis v. Beling, 278 P.3d 501, 515 (Nev. 2012), quoting U.S. Design & Constr. v. I.B.E.W. Local 357, 50 P.3d 170, 173 (Nev. 2002). With respect to the Court's contractual authority to award attorneys' fees, it is well-settled that "[p]arties are

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free to provide for attorneys' fees by express contractual provisions." Davis, 278 P.3d at 515 (citations omitted). Whenever the language of a contractual attorneys' fees provision is clear and unambiguous, it must be enforced as written. Id.

- 11. "When determining the amount of fees to award, the district court has great discretion, to be 'tempered only by reason and fairness.'" Albios v. Horizon Communities, Inc., 132 P.3d 1022, 1034 (Nev. 2006), quoting Shuette, 124 P.3d at 548-49. "The district court is not limited in its approach for determining the amount of attorneys' fees to award, but it must conduct its analysis in light of the Brunzell v. Golden Gate National Bank factors." Albios, 132 P.3d at 1034 (citations omitted). These factors include:
 - (i) The qualities of the advocate: his ability, training, education, experience, professional standing and skills; (ii) the character of the work to be done: its difficulty, intricacy, importance, time and skill required, the responsibility imposed and the prominence and character of the parties where they affect the importance of the litigation; (iii) the work actually performed by the lawyer: the skill, time and attention given to the work; and (iv) the result: whether the attorney was successful and what benefits were derived. Brunzell v. Golden Gate National Bank, 455 P.2d 31, 33 (Nev. 1969).

The Court's order awarding attorneys' fees must reference its findings with respect to each of these factors. Albios, 132 P.3d at 1034 (citations omitted).

Under Nevada law, when an award of fees is not authorized on every single 12. claim, the decision whether to apportion the fees between such claims is within the trial court's discretion. See Mayfield v. Koroghli, 184 P.3d 362, 369 (Nev. 2008). In exercising its discretion, the court should consider "whether apportionment is rendered impracticable by the interrelationship of the claims [asserted]." Id. (adopting the reasoning set forth in Abdallah v. United Sav. Bank, 51 Cal.Rptr.2d 286 (Cal.App.Ct. 1996)). Whenever the claims are "so 'inextricably intertwined' as to make it 'impracticable, if not impossible, to separate the multitude of conjoined activities into compensable or noncompensable time units," the Court should not apportion any award of fees. Mayfield, 184 P.3d at 369, quoting Abdallah, 51 Cal.Rptr.2d at 293. "The district court must, however, attempt to apportion the [fees] before determining that apportionment is impracticable." Id. Under Mayfield, when it elects not to apportion attorneys' fees, "the district court must make specific findings, either on the record

kic@kempiones.com

during oral proceedings or in its order, with regard to the circumstances of the case before it that render apportionment impracticable." 184 P.3d at 369.

- 13. After reviewing the briefings and hearing oral argument from the parties, the State's requested attorneys' fees award for amounts paid to its outside counsel, KJC, is reasonable, subject to certain reductions, under the factors enumerated in *Brunzell*. Each of the factors are analyzed below and each analysis includes but is not limited to the following:
- a. The qualities of the advocate (his ability, training, education, experience, professional standing and skills): This Court is familiar with the qualities of the State's counsel over the several years that this litigation has been pending, as well as the countless other times that these attorneys have appeared before this Court. KJC is an AV rated firm under Martindale Hubbell's peer review process and has a lengthy history of practice before the Eighth Judicial District Court. The professional standing of KJC is beyond reproach. The State's lead trial counsel, William L. Coulthard, Esq., is well regarded in the legal community for his legal skill, ability, experience, and professional standing. Moreover, the involved associate attorneys are likewise skilled, experienced, and professionally competent. The qualities of the advocates weigh in favor of the State's attorneys' fees award for KJC.
- b. The character of the work to be done (its difficulty, intricacy, importance, time and skill required, the responsibility imposed and the prominence and character of the parties where they affect the importance of the litigation): The character of the work done in this case justifies an award of fees. The State argued that this case involved serious questions about the State's ability to engage in efficient, long-term highway improvement projects, including, but not limited, its authority to exchange surplus property as part of eminent domain settlements, its responsibility to preserve the view and visibility of exchanged property going forward, its compliance with federal and state public disclosure requirements, and its ability to negotiate and enter into arm's-length contracts with members of the public. This is buttressed by the fact that the Nevada Supreme Court entertained a writ of mandamus to address "an important issue of law and an important policy question." 133 Nev., Ad. Opinion 70, pg. 5 (Sep. 27, 2017).

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Moreover, eminent domain, and more particularly inverse condemnation, is an extraordinarily complex and important area of law. Eminent domain is rooted in the Constitution and implicates the delicate balance between the constitutional right to own property and the government's right to take private property for a public benefit. The character of legal work performed during the preparation, discovery, pretrial, trial, and appellate phases of this litigation all support the State's requested attorneys' fees award for its outside counsel, KJC.

c. The work actually performed by the lawyer (the skill, time and attention given to the work): This case proceeded through a year of discovery. The State's attorneys oversaw the review of thousands of documents and the production of nearly 20,000 pages worth of documents; they prepared for, conducted, and defended numerous depositions (some of which occurred outside Las Vegas); they prepared and defended multiple motions, including motions to dismiss and document-intensive motions for summary judgment; they prepared for and conducted a complex, six-day limited bench trial as to the State's statute of limitations defenses, where they marshalled the State's witnesses and evidence and drafted several bench briefs; they prepared this case for trial; they drafted, opposed, and argued several pretrial motions; and they prepared a comprehensive petition for writ of mandamus to the Nevada Supreme Court and participated in lengthy appellate proceedings, including en banc oral argument, which ultimately resulted in published precedent and the dismissal of Nassiri's remaining claims for relief.

This was a hard-fought case, against very skilled, polished opposing attorneys, that presented numerous hurdles and complicated legal issues. The State's attorneys vigorously defended this case over a substantial period of time and at the risk of a significantly adverse decision. Accordingly, the quality of work performed by KJC supports the State's requested award of attorneys' fees for its outside counsel, KJC.

d. The result (whether the attorney was successful and what benefits were derived): Although the road was long, the State ultimately succeeded in achieving a full and complete dismissal of Nassiri's claims. While Nassiri characterizes points of his case quite

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differently, the State contends that it successfully defended against tens of millions of dollars in potential liability, and successfully protected the State's ability to continue to engage in efficient, long-term highway improvement projects. The State believes the latter was especially significant in this case, as Nassiri challenged the State's policies and procedures for accepting design-build project proposals, for publicly disclosing proposed highway improvement plans, for exchanging surplus property as part of eminent domain settlements, and for entering into arm's-length contracts. To the State's further benefit, its attorneys' successful efforts are memorialized in a published opinion of the en banc Nevada Supreme Court.

- 14. After reviewing the State's billing records, reviewing the parties' briefings, and hearing oral argument, the Court concludes it is impracticable to apportion the State's attorneys' fees between Nassiri's claims and/or between Nassiri, individually, and as trustee under the Nassiri Living Trust:
- a. Nassiri's claims: Nassiri asserted that the State should be constitutionally prohibited from recovering fees under Section 22(7) of the Nevada Constitution and that the entire case arises from the prior eminent domain action or alternatively on Nassiri's present claims related to inverse condemnation. The Court finds that the action in part arises from the Settlement Agreement, which contains a prevailing party attorneys' fees provision. Moreover, to the extent that Nassiri brought claims arising from alleged inverse condemnation, the Court finds that the inverse condemnation claims and contract-based claims are so intertwined that it is impracticable to apportion the State's attorneys' fees between the two. The following circumstances support this finding: (i) these claims were based on the same factual assertion that Nassiri was harmed by the State's 2010 construction of the flyover; (ii) these claims sought identical damages; (iii) these claims involved the same discovery; and (iv) the Court is unable to separate the time spent on defending individual claims.
- Nassiri, individually, and as trustee under the Nassiri Living Trust: Apportioning the State's attorneys' fees between Nassiri, individually, and as trustee under the Nassiri Living Trust is impracticable because Nassiri and the Nassiri Living Trust, both Plaintiffs in this action, sued the State for breach of the 2005 Settlement Agreement. Paragraph

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one of the Amended Complaint defines the Trust, and Paragraph two defines Fred Nassiri individually; thereafter, they are referenced collectively as "Plaintiffs." 3/27/13 Amended Complaint. While Nassiri asserts that the Nassiri Living Trust is not a party to the 2005 Settlement Agreement, the 2005 Settlement Agreement states:

2.25. <u>Successors and Assigns</u>. This Agreement shall be binding and shall inure to the benefit of the Parties hereto and their respective heirs, executors, administrators, personal representatives, successors, or assigns, as the case may be.

Based upon the above reasons, the Court finds that the Nassiri Living Trust is also liable for attorneys' fees.

- 15. The State is entitled to an award of reasonable attorneys' fees for the amounts incurred and paid to KJC. NRCP 54(d)(3)(A)-(B). An award of attorneys' fees must be supported by substantial evidence. *Logan v. Abe*, 131 Nev. ____, ____, 350 P.3d 1139, 1143 (2015).
- 16. Upon reviewing the invoices from KJC, the Court notes that KJC's invoices are block billed. "If a district court encounters difficulty considering the character of the work done or the work actually performed because of block billing, then the district court may order additional briefing or discount the relevant block-billed time entry or entries by an appropriate amount." In re Margaret Mary Adams 2006 Trust, 2015 WL 1423378, *2 (Nev. Mar. 26, 2015). Under KJC's block billing, the Court could not determine the reasonableness of various entries that pertained to certain tasks, such as inter-office communications, and elects to discount the total fees incurred and paid to KJC by 10%.
- 17. Based on this 10% discount, the State is entitled to an attorneys' fees award of \$983,480.42 for fees incurred and paid to KJC.
- 18. Further, the State seeks fees related to time expended by the Office of the Attorney General. The Attorney General is a division of the State. Moreover, the State did not pay fees directly to the Attorney General. The Attorney General, however, did record the time its attorneys spent on the matter and estimated the approximate hourly cost of the Attorney General based on the annual Attorney General cost allocation to the Department of

Transportation.

19. After review of the invoices submitted by the Attorney General, the Court determines that the time expended by the Attorney General is best classified as overhead and therefore not recoverable as attorneys' fees.

Costs

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- 20. NRS 18.020 states that "[c]osts must be allowed of course to the prevailing party against any adverse party against whom judgment is rendered . . . in an action for the recovery of money or damages, where the plaintiff seeks to recover more than \$2,500." Although the court has discretion to determine allowable costs, statutes permitting the recovery of costs are to be strictly construed because they are in derogation of common law. Berosini v. People for the Ethical Treatment of Animals, 971 P.2d 383, 385 (Nev. 1998) (citing Gibellini v. Klindt, 885 P.2d 540, 543 (Nev. 1994)).
- 21. Pursuant to NRS 18.005, costs must be reasonable. "Reasonable costs" must be actual and reasonable, "rather than a reasonable estimate or calculation of such costs. . ." Berosini, 971 P.2d at 385-86 (quoting Gibellini, 885 P.2d at 543); see also Village Builders 96, L.P. v. U.S. Laboratories, Inc., 112 P.3d 1082, 1093 (Nev. 2005) (recognizing that costs must be actually incurred by the prevailing party). The district court retains sound discretion in determining the reasonableness of the amounts and the items of costs to be awarded. Schwartz v. Estate of Greenspun, 881 P.2d 638, 643 (Nev. 1994); see also Berosini, 971 P.2d at 385.
- 22. The State is the prevailing party in this action and is entitled to an award of costs under both NRS 18.020 and § 2.18 of the 2005 Settlement Agreement. The State requested costs incurred in the total amount of \$119,727.99.
- 23. The State paid KJC for legal research costs (Westlaw) in the amount of \$25,304.68. After reviewing the evidence provided by the State, the Court finds that the information provided does not sufficiently document the actual legal research costs incurred by KJC. Accordingly, the State's claimed legal research costs reflect an estimation of KJC's overhead and are denied in their entirety.
 - The State incurred expert witness costs in the amount of \$45,967.23. These costs 24. Page 9 of 12

are reduced to \$24,639.32 as follows:

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- a. The State retained Alan Nevin and incurred costs in the amount of \$18,827.91 for his expert witness services. Because Mr. Nevin did not testify at either trial or in deposition, the Court does not find that his expert report and testimony was of such necessity to require a larger fee under NRS 18.005. Accordingly, these costs are reduced to \$1,500.00.
- b. The State retained Jack Sjostrom and incurred costs in the amount of \$2,812.50 for his expert witness services. Mr. Sjostrom did testify at deposition and the circumstances surrounding his expert report and testimony were of such necessity to require a larger fee under NRS 18.005. These incurred costs will not be reduced.
- c. The State retained Shelli Lowe and incurred costs in the amount of \$12,050.00 for her expert witness services. Ms. Lowe did testify at deposition and the circumstances surrounding her expert report and testimony were of such necessity to require a larger fee under NRS 18.005. The State is entitled to \$1,500.00 in costs for Ms. Lowe's time preparing for her report, and \$10,550.00 related to preparing for her testimony.
- d. The State retained Ken Ackeret and incurred costs in the amount of \$12,276.82 for his expert witness services. Mr. Ackeret did testify at deposition and the circumstances surrounding his expert report and testimony were of such necessity to require a larger fee under NRS 18.005. The State is entitled to \$1,500 in costs for Mr. Ackeret's time preparing for his report, and \$6,776.82 related to preparing for his testimony.
- 25. The State is entitled to its costs incurred for clerk's fees (\$77.00), reporters' fees for depositions (\$15,940.85), witness fees (\$124.00), process server fees (\$1,229.50), telecopies (\$19.02), photocopies (\$15,588.05), long distance phone calls (\$141.86), postage (\$274.16), travel/lodging (\$2,364.09), and other reasonable and necessary expenses incurred in connection with this action for run service (\$1,460.00), trial support (\$6,828.79), and reporters' fees for transcripts of court proceedings (\$4,408.76). These costs total \$48,456.08.
- 26. The State is therefore entitled to costs in the amount of \$73,095.40 as these costs are reasonable, necessary, and actually incurred, and are also properly documented and consistent with Nevada law.

Post-Judgment Interest

27. NRS 17.130(2) provides that interest on a judgment will continue to accrue until it has been satisfied. Under this provision, post-judgment interest should accrue on the total amount of fees and costs awarded to the State until these fees and costs have been satisfied. This order and judgment shall continue to accrue post-judgment interest from the date this order and judgment has been entered, calculated at the prime rate plus two percent (2%), until such time as this order and judgment is completely satisfied.

III.

ORDER AND JUDGMENT

ACCORDINGLY, IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that the State of Nevada, on relation of its Department of Transportation's Motion for Award of Attorneys' Fees, Costs, and Interest is GRANTED in part.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Fred Nassiri, individually, and as trustee of the Nassiri Living Trust's Motion to Retax Memorandum of Costs is GRANTED in part.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the State of Nevada, on relation of its Department of Transportation is awarded attorneys' fees in the amount of \$983,480.42 against Fred Nassiri, individually, and as trustee of the Nassiri Living Trust.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the State of Nevada, on relation of its Department of Transportation is awarded costs in the amount of \$73,095.40 against Fred Nassiri, individually, and as trustee of the Nassiri Living Trust.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the State of Nevada, on relation of its Department of Transportation is awarded post-judgment interest on the total amount of fees and costs awarded to the State (\$1,056,575.82) until these fees and costs have been satisfied against Fred Nassiri, individually, and as trustee of the Nassiri Living Trust. This Order and Judgment shall continue to accrue post-judgment interest from the date this Order and Judgment has been entered, calculated at the prime rate plus two percent (2%), until such time as this Order and Judgment is completely satisfied.

1 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that each of the Court's 2 findings of fact is to be construed as a conclusion of law, and each of the Court's conclusion of 3 law are to be construed as a finding of fact, as may be necessary or appropriate to carry out this 4 Order and Judgment. 5 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that pursuant to Campos-6 Garcia v. Johnson, 331 P.3d 890, 891 (Nev. 2014), this Order is also considered a Judgment in 7 favor of the State of Nevada, on relation of its Department of Transportation, and may be DATED this 5 of July 8 executed upon. 9 10 11 ØISTRICT COURT JUDGE 12 13 Respectfully submitted by Approved as to form and content: 14 DATED this O'day of June 2018. DATED this 2 day of June 2018. 15 16 William L. Coulthard, Esq. (#3927) Eric M. Repperman, Esq. (#11679) 17 Mona Kavel, Esq. (#11825) 18 KEMP, JONES & COULTHARD, LLP 3800 Howard Hughes Parkway, 17th Fl. 19 Las Vegas, Nevada 89169

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Attorney General Adam Paul Laxalt, Esq.

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9. 14	Attorneys for Defendant/Counterclaimant					
13 kic@kempiones.com	DISTRICT COURT					
is 16						
,	CLARK COUNTY, NEVADA					
17	FRED NASSIRI, individually and as trustee of the NASSIRI LIVING TRUST, a trust	Case No.: A672841 Dept. No.: XXVI				
18	formed under Nevada law,	•				
19	Plaintiffs,	Department of Transportation's Answer to Amended Complaint and Counterclaim				
20	VS.	•				
21						
22	STATE OF NEVADA, on relation of its Department of Transportation; DOE					
23	GOVERNMENT AGENCIES I-X, inclusive; DOE INDIVIDUALS I-X; and DOE					
24	ENTITIES 1-10, inclusive,					
	Defendants.					
25						
26	THE STATE OF NEVADA, on relation of					
27	its Department of Transportation,					
28	Counterclaimant,					
	1					

vs.

FRED NASSIRI, an individual; DOES I through X; and ROE CORPORATIONS I through X, inclusive,

Counterdefendants.

Defendant State of Nevada, on relation of its Department of Transportation (the "Department of Transportation"), by and through its counsel of record, Kemp, Jones & Coulthard, LLP, and the Office of the Attorney General, hereby answers Plaintiff Fred Nassiri, individually and as trustee of the Nassiri Living Trust's (collectively, "Nassiri") Amended Complaint as follows:

I.

The Parties, Jurisdiction and Venue¹

- 1. In answering paragraph 1, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 2. In answering paragraph 2, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 3. In answering paragraph 3, the Department of Transportation admits that it is duly created, organized, existing and acting under and by virtue of Nevada Revised Statutes Chapter 408. The Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the remaining allegations contained in paragraph 3 and therefore denies the same.

¹ The Department of Transportation denies all of the allegations contained in the headings and subheadings employed by Nassiri in his Amended Complaint to the extent they can be construed as such, and recite them herein only for the sake of clarity.

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- 4. In answering paragraph 4, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 5. In answering paragraph 5, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.

II.

General Allegations

6. In answering paragraph 6, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.

Acquisition of the Exchange Property

- 7. In answering paragraph 7, the Department of Transportation admits that it filed a condemnation action against Nassiri, individually, on August 31, 2004, in the Eighth Judicial District Court, Clark County, Nevada, Case No. A491334, to acquire certain real property owned by Nassiri in connection with the construction and reconstruction of the I-15/Blue Diamond interchange and the attendant widening and realignment of Blue Diamond Road. The Department of Transportation denies the remaining allegations contained in paragraph 7.
- 8. In answering paragraph 8, the Department of Transportation admits that the parties entered into a Settlement Agreement and Release of All Claims, dated April 28, 2005 (the "Settlement Agreement") and that the parties entered into a First Amendment to Settlement Agreement and Release of All Claims on June 14, 2005 ("First Amendment"). As to the remaining allegations, the Department of Transportation states the Settlement Agreement and First Amendment speak for themselves and therefore denies any allegations that are inconsistent with those documents.
- 9. In answering paragraph 9, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.

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- In answering paragraph 10, the Department of Transportation is without 10. sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 11. In answering paragraph 11, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- In answering paragraph 12, the Department of Transportation admits that it 12. conveyed the Exchange Property to Nassiri by quitclaim deed, and denies that it conveyed the Exchange Property "with specific knowledge of a potential or threatened litigation by a neighboring landowner, thus exposing [Nassiri] to litigation." The Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the remaining allegations contained in paragraph 12 and therefore denies the same.
- 13. In answering paragraph 13, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 14. In answering paragraph 14, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 15. In answering paragraph 15, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegation that "[t]ogether with legal expenses, [Nassiri] incurred over \$7 Million in expenses in connection with the Koroghli litigation," and therefore denies the same. The Department of Transportation denies the remaining allegations contained in paragraph 15.
- 16. In answering paragraph 16, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegation that "[i]t was not until late 2008 that [Nassiri] obtained a copy of the Department of Transportation's 2004 Appraisal of the Exchange Property," and therefore denies the same, and states the 2004 Appraisal speaks for itself and therefore denies any allegations that are

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inconsistent with that document. The Department of Transportation denies the remaining allegations contained in paragraph 16.

- 17. In answering paragraph 17, the Department of Transportation denies all of the allegations contained therein.
- 18. In answering paragraph 18, the Department of Transportation denies all of the allegations contained therein.

Changes in the Blue Diamond Interchange

- 19. In answering paragraph 19, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 20. In answering paragraph 20, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 21. In answering paragraph 21, the Department of Transportation states the 2004 Appraisal speaks for itself and therefore denies any allegations that are inconsistent with those documents. The Department of Transportation denies the remaining allegations contained in paragraph 21.
- 22. In answering paragraph 22, the Department of Transportation denies all of the allegations contained therein.
- 23. In answering paragraph 23, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 24. In answering paragraph 24, the Department of Transportation admits that it prepared an Environmental Assessment in October 2008. As to the remaining allegations, the Department of Transportation states the Environmental Assessment speaks for itself and therefore denies any allegations that are inconsistent with that document.
- 25. In answering paragraph 25, the Department of Transportation admits it held a public meeting on March 24, 2010, and denies that Las Vegas Paving is its agent. The

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Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the remaining allegations contained in paragraph 25 and therefore denies the same.

- 26. In answering paragraph 26, the Department of Transportation admits that Nassiri and Las Vegas Paving Corporation entered into a Ground Lease Agreement on April 15, 2010, and denies that Las Vegas Paving is the Department of Transportation's agent and partner. The Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the remaining allegations contained in paragraph 26 and therefore denies the same.
- 27. In answering paragraph 27, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 28. In answering paragraph 28, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 29. In answering paragraph 29, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 30. In answering paragraph 30, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- In answering paragraph 31, the Department of Transportation is without 31. sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 32. In answering paragraph 32, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.

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- 33. In answering paragraph 33, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 34. In answering paragraph 34, the Department of Transportation states that the statute speaks for itself and therefore denies any allegations that are inconsistent with that statute.
- 35. In answering paragraph 35, the Department of Transportation denies all of the allegations contained therein.
- 36. In answering paragraph 36, the Department of Transportation denies all of the allegations contained therein.

III.

Claims for Relief

First Claim for Relief

(Inverse Condemnation)

- 37. In answering paragraph 37, the Department of Transportation repeats and realleges its responses to the allegations contained in the preceding paragraphs as though fully set forth herein.
- 38. In answering paragraph 38, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 39. In answering paragraph 39, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 40. In answering paragraph 40, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.

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	41.	In answering paragraph 41, the Department of Transportation states that the
statute	speaks	for itself and therefore denies any allegations that are inconsistent with that
statute		

- 42. In answering paragraph 42, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 43. In answering paragraph 43, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 44. In answering paragraph 44, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegations and therefore denies the same.
- 45. In answering paragraph 45, the Department of Transportation denies all of the allegations contained therein.

Second Claim for Relief (Breach of Contract)

- 46. In answering paragraph 46, the Department of Transportation repeats and realleges its responses to the allegations contained in the preceding paragraphs as though fully set forth herein.
- 47. In answering paragraph 47, the Department of Transportation admits that Nassiri and the Department of Transportation entered into a Settlement Agreement on April 28, 2005, and that the Settlement Agreement is a valid and enforceable contract. As to the remaining allegations, the Department of Transportation states the Settlement Agreement speaks for itself and therefore denies any allegations that are inconsistent with that document.
- 48. In answering paragraph 48, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegation that "[t]o complete acquisition of the Exchange Property, Plaintiffs were also required to pay an additional \$200,000 not included in the contract to address the 'Chambers Claim,'" and

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therefore denies the same. The Department of Transportation denies the remaining allegations contained in paragraph 48.

- 49. In answering paragraph 49, the Department of Transportation denies all of the allegations contained therein.
- 50. In answering paragraph 50, the Department of Transportation is without sufficient knowledge or information upon which to form a belief as to the truth of the allegation that "[p]rior to and, again, subsequent to [Nassiri's] purchase of the Exchange Property, [the Department of Transportation] presented [Nassiri] with the Blue Diamond Interchange development plan" and "[t]hat plan reflected that the Exchange Property had in excess of 1,500 feet of visibility from I-15," and therefore denies the same. The Department of Transportation denies the remaining allegations contained in paragraph 50.
- 51. In answering paragraph 51, the Department of Transportation denies all of the allegations contained therein.

Third Claim for Relief

(Breach of Implied Covenant and Good Faith and Fair Dealing)

- 52. In answering paragraph 52, the Department of Transportation repeats and realleges its responses to the allegations contained in the preceding paragraphs as though fully set forth herein.
- 53. In answering paragraph 53, the Department of Transportation admits the allegations contained therein.
- 54. In answering paragraph 54, the Department of Transportation admits the allegations contained therein.
- 55. In answering paragraph 55, the Department of Transportation admits the allegations contained therein.
- 56. In answering paragraph 56, the Department of Transportation denies the allegations contained therein.
- 57. In answering paragraph 57, the Department of Transportation denies the allegations contained therein.

- 58. In answering paragraph 58, the Department of Transportation denies the allegations contained therein.
- 59. In answering paragraph 59, the Department of Transportation denies the allegations contained therein.
- 60. In answering paragraph 60, the Department of Transportation denies the allegations contained therein.
- 61. In answering paragraph 61, the Department of Transportation denies the allegations contained therein.

Fourth Claim for Relief

(Breach of Implied Covenant and Good Faith and Fair Dealing - Tortious Breach)

- 62. In answering paragraph 62, the Department of Transportation repeats and realleges its responses to the allegations contained in the preceding paragraphs as though fully set forth herein.
- 63. In answering paragraph 63, the Department of Transportation admits the allegations contained therein.
- 64. In answering paragraph 64, the Department of Transportation admits the allegations contained therein.
- 65. In answering paragraph 65, the Department of Transportation admits the allegations contained therein.
- 66. In answering paragraph 66, the Department of Transportation denies the allegations contained therein.
- 67. In answering paragraph 67, the Department of Transportation denies the allegations contained therein.
- 68. In answering paragraph 68, the Department of Transportation denies the allegations contained therein.
- 69. In answering paragraph 69, the Department of Transportation denies the allegations contained therein.

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- 70. In answering paragraph 70, the Department of Transportation denies the allegations contained therein.
- 71. In answering paragraph 71, the Department of Transportation denies the allegations contained therein.
- 72. In answering paragraph 72, the Department of Transportation denies the allegations contained therein.
- 73. In answering paragraph 73, the Department of Transportation denies the allegations contained therein.

Fifth Claim for Relief

(Negligent Misrepresentation)

74. In answering paragraphs 74-81, the Department of Transportation refers Nassiri to the Court's Order Granting in Part Defendant the Department of Transportation's Motion to Dismiss Amended Complaint for Failure to State a Claim, on file herein, wherein the Court dismissed the negligent misrepresentation claim with prejudice.

Sixth Claim for Relief

(Intentional Misrepresentation)

75. In answering paragraphs 82-88, the Department of Transportation refers Nassiri to the Court's Order Granting in Part Defendant the Department of Transportation's Motion to Dismiss Amended Complaint for Failure to State a Claim, on file herein, wherein the Court dismissed the intentional misrepresentation claim with prejudice.

Affirmative Defenses

- 1. Nassiri's Amended Complaint fails to state any claim against the Department of Fransportation upon which relief can be granted.
- 2. Nassiri's Amended Complaint fails to state ultimate facts sufficient to constitute
- 3. Nassiri has failed to commence this action within the time required by the applicable statute of limitations and his claims are therefore barred.

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- 4. By his own actions, Nassiri has waived whatever right he may have otherwise had to relief from the Department of Transportation.
- 5. By virtue of his own conduct, Nassiri should be estopped from making any claim against the Department of Transportation.
- 6. Nassiri's claims have been waived and/or voided as a result of the acts and the conduct of Nassiri, including but not limited to, Nassiri's own breaches of the Settlement Agreement and First Amendment.
 - 7. Nassiri has failed to allege a duty under Nevada law.
- 8. The deprivation of a property owner's view is not a compensable "taking" that would substantiate an inverse condemnation claim.
 - 9. Nevada does not recognize an implied negative easement of view or visibility.
 - 10. The parties lack a fiduciary or special relationship.
 - 11. Any award for damages sounding in tort is limited under NRS 41.035.
- 12. Any damages Nassiri may have incurred were proximately caused by the acts of persons other than the Department of Transportation, and therefore, Nassiri is not entitled to any relief from the Department of Transportation.
- 13. Nassiri's damages, if any, resulted from the acts or omissions of third parties over whom the Department of Transportation had no control. The acts of such third parties constitute intervening or superseding causes of the harm, if any, suffered by Nassiri.
- 14. Any damages Nassiri may have incurred were proximately caused by his own acts or acts of its agents, and therefore, Nassiri is not entitled to any relief from the Department of Transportation.
- 15. Nassiri has failed to take reasonable steps to mitigate his damages, if any, thus completely or partially barring his claims.
 - 16. Nassiri's claims are barred by the doctrines of laches, waiver, and/or estoppel.
 - 17. Nassiri's claims are barred by the doctrine of unclean hands.
 - 18. The Department of Transportation's acts were privileged and justified.
 - 19. The Department of Transportation acted in good faith.

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- 20. Any payment that the Department of Transportation received was for fair consideration.
 - 21. Nassiri's recovery, if any must be offset by compensation already received.
- 22. The Department of Transportation is immune from liability under NRS 41.032 because it is a state agency and all of Nassiri's allegations challenge discretionary functions and/or duties.
- 23. Nassiri's inverse condemnation claim is not yet ripe due to his failure to exhaust his administrative remedies prior to filing this action.
- 24. Nassiri failed to comply with the requirements of NRS 408.497 prior to filing his inverse condemnation claim and is therefore not entitled to relief under this claim.
- 25. Any damages that Nassiri alleges to have suffered from the matters alleged in the Complaint are too remote or speculative to allow recovery.
- 26. Pursuant to NRCP 11, as amended, all possible affirmative defenses may not have been alleged herein insofar as sufficient facts were not available after reasonable inquiry upon the filing of the Department of Transportation's Answer and therefore the Department of Transportation reserves the right to allege additional defenses as they may become known, or as they evolve during the litigation, and to amend its Answer accordingly.

WHEREFORE, the Department of Transportation respectfully requests:

- 1. That Nassiri takes nothing by way of his Amended Complaint;
- 2. That the Department of Transportation be awarded its reasonable attorney's fees and costs in defending this action; and
 - 3. For such other and further relief as this Court deems just and proper.

Counterclaim

For its Counterclaim against Fred Nassiri ("Nassiri"), Defendant/Counterclaimant State of Nevada, on relation of its Department of Transportation (the "Department of Transportation"), complains and alleges as follows:

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- 1. The Department of Transportation is an administrative department of the State of Nevada, duly created, organized, existing and acting under and by virtue of Chapter 408 of the Nevada Revised Statutes.
- 2. Upon information and belief, Counterdefendant Nassiri is, and at all times relevant to this action was, a resident of Clark County, Nevada.
- 3. The true capacity, whether individual, corporate, associate, or otherwise of Does I through X and Roe Corporations I through X, inclusive, are unknown to the Department of Transportation at this time, who therefore sues said counterdefendants by such fictitious names. The Department of Transportation is informed and believes and therefore alleges that each of the counterdefendants designated as Doe and/or Roe Corporations are responsible in some manner for the events and happenings and proximately caused the injuries and damages herein alleged. The Department of Transportation will seek leave to amend this Counterclaim to allege their true names and capacities as they are ascertained.
- 4. Jurisdiction and venue are proper in the Eighth Judicial District Court because the dispute pertains to the subject Settlement Agreement and First Amendment, which were entered into in Clark County, Nevada.

General Allegations

- 5. In 2004, the Department of Transportation filed a condemnation action against Nassiri to acquire 4.21 acres of real property located in Clark County, Nevada, in connection with the construction of the I-15/Blue Diamond interchange (the "Eminent Domain Action").
- 6. During the pendency of the Eminent Domain Action, Nassiri expressed his interest in purchasing from the Department of Transportation a separate, adjacent 24-acre +/parcel of real property located on the west of Nassiri's property, which was owned by the Department of Transportation (the "Exchange Property").
 - 7. The Exchange Property was contiguous to the land already owned by Nassiri.
- 8. To resolve the Eminent Domain Action, the Department of Transportation and Nassiri agreed that the Department of Transportation would pay Nassiri \$4.81 million as just compensation to acquire the subject 4.21 acres of land.

kic@kempiones.com

- 9. The Department of Transportation and Nassiri also agreed that Nassiri would purchase from the Department of Transportation the Exchange Property for the fully negotiated and arms-length transaction price of \$23,239,004.50.
- 10. After Nassiri purchased the Exchange Property, together with his previouslyowned adjoining parcels, Nassiri owned a contiguous 67-acre parcel of real property.
- 11. The agreement to resolve the Eminent Domain Action and the agreement to sell/purchase the Exchange Property were memorialized in a single Settlement Agreement and Release of All Claims dated April 28, 2005, and later amended on June 14, 2005. *See* Settlement Agreement and First Amendment attached hereto as Exhibit 1.
- 12. Pursuant to the Settlement Agreement, the parties expressly acknowledged that the terms of their deal had "been negotiated and discussed between [the Department of Transportation] and Nassiri," that the parties "have had the benefit and advice of counsel of their choosing," and that the "Agreement constitute[d] the entire Agreement by and between" them. *Id.* at ¶¶ 2.19, 2.20 and (second) 2.28.
- 13. As part of the sale of the Exchange Property, Nassiri agreed to take the property "with all faults" and without warranties via quitclaim deed. *Id.* at ¶ 2.04(a).
- 14. As memorialized in the Settlement Agreement, Nassiri "acknowledge[d] he is aware of claims by Carolyn Ann Chambers . . . relating to an alleged reversionary interest or other right relating to the Exchange Property (the 'Chambers Claim'), that he has performed his own investigation of the Chambers Claim, and, based upon such investigation, accepts the Exchange Property subject to any claims of Chambers, her assigns or successors." *Id.* at ¶ 2.04(a).
- 15. Nassiri promised to "indemnify and hold harmless the State of Nevada and [the Department of Transportation] . . . of and from all claims, known or unknown, asserted or unasserted of whatever nature, now existing or hereafter arising, including but not limited to claims for attorney's fees and costs, relating in any way to the Chambers Claims." *Id.* at ¶ 2.04(c).

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16. Nassiri also expressly released the Department of Transportation not just for the Chambers Claims but for any and all "matters affecting" the Exchange Property's "title or claims thereto," and he acknowledged that this release applies, covers, and includes "all unknown, unforeseen, unsuspected, and unanticipated injuries, claims, damages, losses, and liabilities, if any." *Id.* at ¶¶ 2.09 and 2.19(ii).

- 17. The quitclaim deed transferring the Exchange Property was executed on June 14, 2005, and recorded with the Clark County, Nevada Recorder's office on June 17, 2005. *See* Ouitclaim Deed attached hereto as Exhibit 2.
- 18. Subsequent to Nassiri's purchase of the Exchange Property, a dispute arose over the Exchange Property between Nassiri and his neighboring landowners, Alexandra Properties, LLC, Oasis Las Vegas, L.L.C., and New Horizon 2001, L.L.C, by and through their representative, Ray Koroghli (collectively, the "Oasis Landowners").
- 19. This dispute resulted in a lawsuit filed by the Oasis Landowners against Nassiri on March 6, 2007, in the Eighth Judicial District Court, Clark County, Nevada, Case No. A537215 (the "Koroghli Action").
- 20. In the Koroghli Action, the Oasis Landowners alleged that they had previously agreed with Nassiri to jointly purchase the Exchange Property from the Department of Transportation.
- 21. The Oasis Landowners further alleged, *inter alia*, that Nassiri breached his agreement with the Oasis Landowners to jointly purchase the Exchange Property by purchasing the Exchange Property alone.
- 22. Nassiri alleges that on or about November 17, 2008, he and the Oasis Landowners entered into a settlement agreement to resolve the Koroghli Action.
- 23. To resolve the Koroghli Action, Nassiri alleges that he and the Oasis Landowners each agreed to a mutual exchange of land, and that Nassiri was required to pay a settlement sum to the Oasis Landowners. Together with legal expenses, Nassiri alleges he incurred more than \$7 million in connection with the Koroghli Action.

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- By 2012, Nassiri was experiencing buyer's remorse over his purchase of the 24. Exchange Property.
- 25. On May 29, 2012, counsel for Nassiri sent a letter to Deputy Attorney General, Keith Marcher, regarding Nassiri's demands to the Department of Transportation in connection with Nassiri's purchase of the Exchange Property.
- 26. Nassiri demanded rescission of the entire transaction relating to his purchase of the Exchange Property, as well as additional money damages, which included more than \$7 million as reimbursement for Nassiri's settlement and legal expenses in the Koroghli Action and \$200,000 as reimbursement for the Chambers Claim settlement.
- 27. As an alternative to rescission, Nassiri offered to keep the Exchange Property and demanded total additional damages, which included \$200,000 as reimbursement for the Chambers Claim settlement.
- 28. On November 30, 2012, more than seven years after the Settlement Agreement was executed and the land deals were completed, Nassiri filed this action, followed with an amended complaint on March 27, 2013.
- 29. Even though Nassiri waived and released all "matters affecting" the Exchange Property's "title or claims thereto," and he acknowledged that this release applies, covers, and includes "all unknown, unforeseen, unsuspected, and unanticipated injuries, claims, damages, losses, and liabilities, if any," expressly including the Chambers Claims, Nassiri's amended complaint (at ¶ 48) seeks money damages as reimbursement for his costs incurred in connection with the Chambers Claim and Koroghli Litigation.
- 30. The Settlement Agreement provides that "[i]f any action is commenced to enforce the terms of this Agreement, the prevailing party shall be entitled to recover all of its expenses related to such action, including but not limited to, its reasonable attorney's fees and costs." Settlement Agreement at ¶ 2.18.

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First Claim for Relief

(Breach of Contract)

- 31. The Department of Transportation repeats and realleges all previous paragraphs as though set forth fully herein.
- 32. The Settlement Agreement and First Amendment are valid and enforceable contracts whereby Nassiri agreed to purchase the Exchange Property from the Department of Transportation and Nassiri waived and released all "matters affecting" the Exchange Property's "title or claims thereto," and acknowledged that the release applies, covers, and includes "all unknown, unforeseen, unsuspected, and unanticipated injuries, claims, damages, losses, and liabilities, if any," expressly including the Chambers Claims and implicitly including any claims arising from the Koroghli Action.
- 33. The Department of Transportation performed each of its obligations under the Settlement Agreement and First Amendment.
- 34. Nassiri materially breached the Settlement Agreement and First Amendment by filing a lawsuit against the Department of Transportation to recover damages that include reimbursements for Nassiri's costs in connection with the waived and released Chambers Claim and Koroghli Action.
- 35. Nassiri's breach of the Settlement Agreement and First Amendment has actually and proximately caused the Department of Transportation to suffer damages in an amount in excess of \$10,000.
- 36. As a result of Nassiri's breach of the Settlement Agreement and First Amendment, the Department of Transportation has been required to retain the services of Kemp, Jones & Coulthard, LLP and the Office of the Attorney General to prosecute this action and is entitled to an award of attorney's fees and costs.

Second Claim for Relief

(Breach of the Implied Covenant of Good Faith and Fair Dealing)

37. The Department of Transportation repeats and realleges all previous paragraphs as though set forth fully herein.

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- 38. Implied in the parties' Settlement Agreement and First Amendment is a covenant of good faith and fair dealing.
- 39. Nassiri breached this covenant by initiating a lawsuit against the Department of Transportation that included claims for damages in connection with the Chambers Claim and Koroghli Action, even though Nassiri expressly waived and released any such claims.
- 40. As a direct and proximate result of Nassiri's breach of the implied covenant of good faith and fair dealing, the Department of Transportation has suffered damages in an amount in excess of \$10,000.
- 41. As a result of Nassiri's breach of the implied covenant of good faith and fair dealing, the Department of Transportation has been required to retain the services of Kemp, Jones & Coulthard, LLP and the Office of the Attorney General to prosecute this action and is entitled to an award of attorney's fees and costs.

Third Claim for Relief (Declaratory Relief)

- 42. The Department of Transportation repeats and realleges all previous paragraphs as though set forth fully herein.
- 43. A justiciable controversy exists between the Department of Transportation and Nassiri over their respective rights and obligations under the Settlement Agreement and First Amendment, which includes whether or not Nassiri is even entitled to sue the Department of Transportation for damages that he expressly waived.
- 44. The Department of Transportation and Nassiri's interests in this controversy are adverse.
- 45. The Department of Transportation has a legally protectable interest in this controversy, as Nassiri has sued the Department of Transportation for millions of dollars in connection with waived and released claims and the Department of Transportation is entitled to its attorney's fees and costs for having to defend against these waived and released claims.

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- 46. The issues involved in the controversy are ripe for adjudication because they center on unavailable claims that Nassiri is presently asserting against the Department of Transportation.
- 47. As a result of Nassiri asserting claims against the Department of Transportation that he previously agreed to waive and release, the Department of Transportation has been required to retain the services of Kemp, Jones & Coulthard, LLP and the Office of the Attorney General to prosecute this action and is entitled to an award of attorney's fees and costs.

Fourth Claim for Relief

(Attorney's Fees as Special Damages)

- 48. The Department of Transportation repeats and realleges all previous paragraphs as though set forth fully herein.
- 49. As a result of Nassiri asserting claims against the Department of Transportation that he previously agreed to waive and release, the Department of Transportation has been required to retain the services of Kemp, Jones & Coulthard, LLP and the Office of the Attorney General to defend against claims that arise from Nassiri's own breach of the Settlement Agreement and First Amendment.
- 50. The Department of Transportation's attorney's fees are foreseeable damages because Nassiri has forced the Department of Transportation to incur attorney's fees that the Department of Transportation would not have otherwise incurred in the absence of Nassiri's waived and released claims in breach of the Settlement Agreement and First Amendment.
- 51. The Department of Transportation's additional attorney's fees are necessitated by, and the natural and probable consequence of, Nassiri's bad faith assertion of waived and released claims in breach of the Settlement Agreement and First Amendment.

Prayer for Relief

WHEREFORE, the Department of Transportation respectfully prays for judgment against Nassiri as follows:

- 1. For damages in excess of \$10,000.00;
- 2. For reasonable attorney's fees and costs incurred herein;

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- 3. For reasonable attorney's fees as special damages incurred in defense of Nassiri's claims related to the waived and released Chambers Claim and Koroghli Action;
- 4. For pre-judgment and post-judgment interest as provided by law;
- 5. For a declaration regarding the parties' rights and obligations with respect to the Settlement Agreement and First Amendment; and
- 6. For any further and additional relief that this Court may deem appropriate.

 DATED this 31st day of October, 2013.

Respectfully submitted by:

William L. Coulthard, Esq. (#3927)
Eric M. Pepperman, Esq. (#11679)
Mona Kaveh, Esq. (#11825)
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Catherine Cortez Masto, Esq. (#3926)
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Amanda B. Kern, Esq. (#9218)
OFFICE OF THE ATTORNEY GENERAL
555 E. Washington Avenue, Suite 3900
Las Vegas, Nevada 89101
Attorneys for Defendant/Counterclaimant

Certificate of Service

I hereby certify that on the 31st day of October, 2013, I served a true and correct copy of the **Department of Transportation's Answer to Amended Complaint and Counterclaim** via U.S. Mail, properly addressed to the following:

Eric R. Olsen, Esq.
Dylan T. Ciciliano, Esq.
Gordon Silver
3960 Howard Hughes Parkway, 9th Floor
Las Vegas, Nevada 89169
Attorneys for Plaintiffs

An employee of Kemp, Jones & Coulthard, LLP

EXHIBIT 1

SETTLEMENT AGREEMENT AND RELEASE OF ALL CLAIMS

This Settlement Agreement and Release of All Claims (this "Agreement") is entered into this 23 day of April, 2005 (the "Execution Date") by and among The State of Nevada, on relation of its Department of Transportation ("NDOT" or "Plaintiff") and Fred Nassiri, a resident of Clark County, Nevada ("NASSIRI" or "Defendant", and together with NDOT, "the Parties").

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Recitals

- 1.01 The Lawsuit. On or about August 31, 2004, NDOT filed its Complaint in condemnation ("Complaint") against, among others, NASSIRI, in the Eighth Judicial District Court, Clark County, Nevada, Case Number A491334 (the "Lawsuit") to acquire certain property owned by NASSIRI in fee simple and other property owned by NASSIRI for a two-year construction easement in connection with the construction and reconstruction of the interchange at I-15 and Blue Diamond Road, and the attendant widening and realignment of Blue Diamond Road (the "Project"). NDOT also named Clark County as a defendant in the Lawsuit. Clark County filed a disclaimer of any interest in the proceedings on October 13, 2004.
- 1.02 Funds on Deposit With Court Clerk. On September 27, 2004, NDOT deposited with the Clerk of the Court ("Clerk") the sum of FOUR MILLION EIGHT HUNDRED TEN THOUSAND and NO/100 DOLLARS (\$4,810,000.00) in connection with NDOT's motion for immediate occupancy (the "Deposit").
- 1.03 The Exchange Property. NDOT owns 24.41 acres (1,063,132 square feet) of land located generally southeast of the intersection of existing Blue Diamond Road and I-15 and east of NASSIRI's property, which land is more particularly described in the legal description attached hereto at Exhibit "I" and incorporated herein by this reference (the "Exchange Property"). NASSIRI desires to purchase the Exchange Property from NDOT.
- 1.04 Settlement. The parties hereto desire to enter into this Agreement, which among other things provides for full and final resolution of the Lawsuit, the release of the Deposit to NASSIRI, the conveyance in fee simple of certain property owned by Nassiri to NDOT by judgment, the conveyance of temporary construction easements over the Exchange Property to NDOT, and the conveyance of the Exchange Property to NASSIRI on the terms and conditions set forth herein.

Agreement

NOW, THEREFORE, in consideration of the mutual promises and agreements contained herein and other good and valuable consideration, the receipt and sufficiency of which the Parties acknowledge, the Parties agree as follows.

- 2.01 <u>Escrow.</u> The Parties shall establish an escrow in Las Vegas, Nevada with Nevada Title Company ("Escrow"), establishing a certified escrow officer to act as the Escrow Agent, and this Agreement shall serve as the instructions to the Escrow Agent for handling the transaction. The Escrow Agent shall not take any action contrary to this Agreement absent the express direction of both Parties in writing. Closing shall occur on the Closing Date as defined in Section 2.07, below.
- 2.02 <u>Stipulated Judgment and Condemnation Proceeds</u>. On or before the Closing Date, the Parties shall execute and deliver to Escrow a stipulation ("Stipulated Judgment") in the form attached hereto as Exhibit "2" together with an executed Final Judgment and Final Order of Condemnation attached thereto ("Final Judgment"), which Stipulated Judgment shall provide, among other matters, that the Clerk shall release the Deposit to NASSIRI, and release the balance of any funds held by the Clerk in connection with the Lawsuit to NDOT.
- Vesting of Title in NDOT. The property to be conveyed to NDOT by recordation of the Final Judgment is located in unincorporated Clark County, Nevada, and consists of portions of the property generally located at the southwest corner of the intersection of Las Vegas Boulevard South and existing Blue Diamond Road, having Clark County Assessor's Parcel Number 177-08-803-002 and an address of 8011 Las Vegas Boulevard South, Las Vegas, Nevada 89123, and more specifically described in the Complaint as a 183,823 square-foot portion of NDOT Parcel No. S-160-CL-000.016 in fee simple absolute, as further described and identified in Exhibit "2" attached hereto and incorporated herein by this reference (the "Fee Acquisition"), a temporary easement on a 705 square-foot portion of NDOT Parcel No. S-160-CL-000.016TE, also as described in Exhibit "2" (the "TE"), and a 25,419 square-foot portion of NDOT Parcel No. S-160-CL-000.015, which the Complaint requested in fee simple but the Parties have agreed will serve instead as a temporary easement (the "Teardrop TE", and together with the TE and the Fee Acquisition, the "Subject Property"). The Subject Property shall be condemned and given over to NDOT through entry with the Clerk of the Stipulated Judgment attached hereto as Exhibit "1" and the recording with the Clark County Recorder of the Final Judgment attached thereto, or such other documentation as NDOT may require to yest fee simple title to the Fee Acquisition in NDOT and secure NDOT's TE and Teardrop TE.

2.04 Conveyance of Exchange Property to NASSIRI.

(a) <u>Ouitclaim Deed</u>. NDOT shall convey the Exchange Property to NASSIRI by quitclaim deed in the form attached hereto as Exhibit "3", without warranty, "as-is", "where-is", and

"with all faults" (the "Quitclaim Deed"). NASSIRI acknowledges that he is aware or claims by Carolyn Ann Chambers or her representatives relating to an alleged reversionary interest or other right relating to the Exchange Property (the "Chambers Claims"), that he has performed his own investigation of the Chambers Claims, and, based upon such investigation, accepts the Exchange Property subject to any claims of Chambers, her assigns or successors.

- Title. NASSIRI may cause Escrow Agent to issue to NASSIRI (with a copy to NDOT) a preliminary title report with respect to the Exchange Property (the "Preliminary Report") on or before the close of business on the tenth business day following the Execution Date, together with copies of all documents relating to title exceptions referred to in the Preliminary Report, NASSRI shall give NDOT notice if the Preliminary Report contains any exceptions that are not reasonably acceptable to NASSIRI on or before the close of business on the tenth (10th) business day prior to Closing ("NASSIRI's Title Notice"). NDOT shall notify NASSIRI on or before the close of business on the fifth (5th) business day following the date of NASSIRI's Title Notice if NDOT will satisfy any requirement or remove any exception before the Closing Date ("NDOT's Title Notice"). NDOT's failure to provide NDOT's Title Notice with respect to any requirement or exception shall constitute NDOT's refusal to satisfy or remove the requirement or exception. NASSIRI shall thereafter, but not less than two (2) business days prior to the Closing Date, approve the title contingency set forth herein, or terminate this Agreement. NASSIRI's failure to give such notice of termination shall constitute NASSIRI's agreement to all title exceptions or requirements and NASSIRI's agreement to consummate the transactions contemplated by this Agreement, If notice of termination is given, this Agreement shall terminate and the parties shall be released from any and all further obligations under this Agreement, except for any such obligation which survives termination. Those exceptions to title set forth in the Preliminary Report to which NASSIRI has not objected in writing to NDOT or that NDOT has not agreed to remove pursuant to this Section 9 shall, together with any interest of Carolyn Ann Chambers, her assigns or successors, constitute the "Approved Exceptions".
- (c) <u>Chambers Representation and Indemnity.</u> Nassiri represents and warrants as of the Closing Date that Nassiri shall have secured an assignment to Nassiri of all right, title, and interest of Carolyn Ann Chambers, her successors or assigns, in or to the Chambers Claims. Nassiri shall indemnify and hold harmless the State of Nevada and NDOT, their managers, agents, employers, employees, attorneys, insurers, successors, and assigns, and their political subdivisions and sister agencies, of and from all claims, known or unknown, asserted or unasserted of whatever nature, now existing or hereafter arising, including but not limited to claims for attorney's fees and costs, relating in any way to the Chambers Claims.
- 2.05 <u>Exchange Compensation</u>. On or before the Closing Date, NASSIRI shall deposit in Escrow the sum of TWENTY-THREE MILLION TWO HUNDRED TWENTY NINE THOUSAND FIVE HUNDRED and NO/100 DOLLARS (\$23,229,500.00) (the "Exchange Compensation") in "Cash." For purposes of this Agreement, "Cash" means immediately available United States funds transferred by certified check or wire transfer.

2.05 <u>Exchange Property Construction Easement</u>. On or before the Closing Date, NASSIRI shall execute and deliver to Escrow a temporary construction easement in the form attached hereto as Exhibit "4" allowing NDOT to use certain portions of the Exchange Property in connection with Project planning, staging, and construction (the "Exchange Property Easement").

2.07 Closing.

- (a) <u>Date and Location</u>. Closing shall occur at the offices of Escrow Agent at 10:00 a.m. on the thirtieth (30th) day after the Execution Date, or at such other time or place as the Parties may agree in writing (the "Closing Date").
- (b) <u>NASSIRI Deliveries on Closing Date</u>. Unless previously provided, NASSIRI shall deliver the following to Escrow on the Closing Date:
 - Executed Stipulated Judgment together with executed Final Judgment and such other documentation as NDOT may require to yest fee simple title to the Fee Acquisition in NDOT and secure NDOT's TE and Teardrop TE;
 - (ii) Executed Exchange Property Easement;
 - (iii) Exchange Compensation;
 - (iv) Any fees for issuance by Nevada Title Company of a policy of title insurance for the Exchange Property;
 - (v) 1/2 of any fees of Escrow or Escrow Agent for handling this transaction; and
 - (vi) Real property transferor other taxes, if any, that apply to the recording of the Quitelaim Deed.
- (c) <u>NDOT Deliveries on Closing Date</u>. Unless previously provided, NDOT shall deliver the following to Escrow on the Closing Date:
 - (i) Executed Stipulated Judgment together with executed Final Judgment and Final Order of Condemnation; and
 - (ii) The Quitelaim Deed;
- Agent shall:

 (d) Actions by Escrow Agent on Closing Date, On the Closing Date, Escrow Agent shall:

- (i) Collect the deliveries required by NASSIRI and NDOT as set forth in Sections 2.07(b) and (c), above;
- (ii) If desired and paid for by NASSIRI, issue an Owner's Policy of Title Insurance for the Exchange Property subject only to the Approved Exceptions;
- (iii) Record the Quitclaim Deed and the Exchange Property Easement:
- (iv) Deliver to NDOT, less 1/2 any applicable Escrow or Escrow Agent fees for handling this transaction, the Exchange Compensation; and
- (v) Prepare and deliver to the Parties a closing statement.
- 2.08 NDOT Release. NDOT hereby fully releases and forever discharges NASSIRI and his agents, employers, employees, attorneys, insurers, successors, and assigns, of and from all claims, known or unknown, asserted or unasserted, of whatever nature, now existing or hereafter arising, including but not limited to claims for attorney's fees and costs, relating in any way to the Lawsuit, or any matters asserted therein, or which could have been asserted therein, or its subject matter.
- 2.09 <u>NASSIRI Release</u>. NASSIRI hereby releases and forever discharges: (i) the Lawsuit, or any matters asserted therein, or which could have been asserted therein, or its subject matter, including but not limited to any claims related to the location on the Property of a public highway and necessary incidents thereto, and any claims for any severance damages to the remainder of NASSIRI's property; and (ii) the physical condition of the Exchange Property as of the Execution Date or matters affecting title or claims thereto.
- 2.10 NDOT Ownership. NASSIRI represents and warrants that, to the best of his knowledge, no third party has any right, title, or interest in the Fee Acquisition or TE or Teardrop TE land, and Nassiri covenants that he shall take no action between the Execution Date and Closing Date that will result in any third party having any right, title, or interest in or to the Fee Acquisition, TE, or Teardrop TE.
- 2.11 <u>Property Damage</u>. NASSIRI shall be responsible for any and all risk and liability for any injury or damage to persons or personal property or for any injury or damage to the Subject Property, including but not limited to any and all repairs and/or maintenance to the Property, until the Final Judgment and Final Order of Condemnation is recorded with the Clark County, Nevada Recorder. NDOT shall be responsible for any and all risk and liability for any injury or damage to persons or personal property or for any injury or damage to the Exchange Property, including but not limited to any and all repairs and/or maintenance to the Exchange Property, until the Closing Date
- 2.12 Condition of TE and Teardrop TE. NDOT shall leave the TE and Teardrop TE in as neat and presentable condition as it existed prior to NDOT's use of the TE and Teardrop TE, with

all fences, structures and other property belonging to NASSIRI that NDOT may remove or relocate in order to complete the Project to be replaced as nearly in their original condition as is reasonably possible.

- 2.13 <u>Civil Rights Act</u>. The regulations pertaining to nondiscrimination and Title VIof the Civil Rights Act of 1964, as contained in Title 23, Code of Federal Regulations Part 200, and Title 49, Code of Federal Regulations Part 21, are hereby incorporated by reference and made a part of this Agreement.
- 2.14 NRS Chapter 408. NDOT shall have the right to adapt and improve the whole or any part of the Property in accordance with the provisions of NRS Chapter 408, including but not limited to NRS 408,487.
- 2.15 <u>Highway Engineer's Stationing</u>. All Highway Engineer's Stationing is approximate and subject to slight adjustment as necessary to meet construction requirements. To the extent adjustments due to Highway Engineer's Stationing result in a net Fee Acquisition more than one hundred (100) square feet greater or less than 183,823 square feet, the rate of Twenty-Three dollars (\$23,00) per square foot shall be applied to such net change and a credit or invoice generated by NDOT at the conclusion of the Project or at such earlier time as the net area can be finally calculated. NDOT shall pay any credit owing Nassiri hereunder within sixty (60) days of calculating the final net Fee Acquisition, or, alternatively, Nassiri shall pay any invoice generated by NDOT hereunder within sixty (60) days of receipt.
- 2.16 Extension of TE and Teardrop TE Term. The termination date of the TE and Teardrop TE has been established in compliance with the best available information on the time frame needed for the Project. If NDOT determines that circumstances warrant an extension of the term of the TE and Teardrop TE to complete the Project, NASSIRI shall grant such an extension to NDOT at a rate of \$500.00 per month.
- 2.17 No Liability. By entering into this Agreement, no party shall be deemed to admit: (i) any liability for any claims, causes of action, or demands; (ii) any wrong doing or fault; nor (iii) violation of any law, precedent, rule, regulation, or statute. Further, nothing contained in this Agreement may be construed as an admission against the interest of any party.
- 2.18 Attorney's Fees. If any action is commenced to enforce the terms of this Agreement, the prevailing party shall be entitled to recover all of its expenses related to such action, including but not limited to, its reasonable attorney's fees and costs.
- 2.19 Acknowledgments. The parties mutually understand, agree, and warrant: (i) that NDOT and NASSIRI deny the legal liability and damages alleged in the Lawsuit, that the payment and distribution of the Condemnation Proceeds, and execution of the Judgment, as provided herein is not to be construed as admissions of liability on the part of NDOT or NASSIRI, but such payment and distribution is solely in compromise and settlement of disputed claims, and the amount of the

Condemnation Proceeds is not an admission by any party as to the fair market value of the Subject Property, or any claims for damages; (ii) that the releases contained herein extend and apply to and also cover and include all unknown, unforeseen, unsuspected, and unanticipated injuries, claims. damages, losses, and liabilities, if any, arising from the matters addressed herein: (iii) that no promise or inducement has been offered except as herein set forth; (iv) that this settlement is in good faith and is equitable; (v) that this Agreement is executed without reliance upon any statement or representation by any party or its representatives concerning the nature and extent of the claimed damages or legal liability therefor; (vi) the parties are legally competent to execute this Agreement and to accept full responsibility therefore; (vii) that this Agreement and the releases set forth herein have been carefully read in their entirety by the Parties, who have had the benefit and advice of counsel of their choosing, and this Agreement and the releases set forth herein are known by the Parties to be in full and final and complete compromise, settlement, release, accord and satisfaction, and discharge of all claims and actions as above stated; and (viii) that in entering into this Agreement and the settlement and releases that are encompassed herein, the Parties are acting freely and voluntarily and without influence, compulsion, or duress of any kind from any source, including, but not limited to, any other party or parties, their attorneys, representatives, or anyone acting or purporting to act on behalf of any party.

- 2.20 <u>Integration</u>. This Agreement constitutes the entire Agreement by and between the Parties and supersedes and replaces any and all previous agreements entered into or negotiated between the Parties.
- 2.21 <u>Assignment.</u> This Agreement shall not be assigned by NASSIRI, in whole or in part, to any third party, except to a buyer of all of the property NASSIRI owns within Parcel Number 177-08-803-002 as of the Execution Date, without the approval of NDOT in writing, and only then in the event such third party agrees to be bound by the terms herein. Any such assignment will not relieve NASSIRI of any obligations to NDOT hereunder.
- 2.22 <u>Amendments</u>. This Agreement may not be amended or modified except in writing and signed by each of the Parties.
- 2.23 Governing Law. This Agreement shall be governed by and construed in accordance with the laws of the State of Nevada.
- 2.24 <u>Counterparts</u>. This Agreement may be executed in any number of counterparts confirmed by facsimile signatures transmitted by telephone, each of which shall be deemed a duplicate original.
- 2.25 <u>Successors and Assigns</u>. This Agreement shall be binding upon and shall inure to the benefit of the Parties hereto and their respective heirs, executors, administrators, personal representatives, successors, or assigns, as the case may be.
 - 2.26 Notices. Any Notice required or desired to be given under this Agreement shall be

in writing and personally hand delivered, given by overnight express delivery with receipt, or given by United States registered or certified mail, postage prepaid, return receipt requested. All Notices shall be sent to the receiving party at the following address or at such other address as the party may from time to time direct in writing:

If to NASSIRI: 6590 Bermuda Road Las Vegas, Nevada 89119 If to NDOT:
Nevada Department of Transportation
Attn: Jeffrey Fontaine, P.E., Director
1263 S, Stewart St.
Carson City, Nevada 89712

With a copy to: Michael Chapman, Esq. 9585 Prototype Court, #C Reno, Nevada 89521 Fax: (775)827-1872

With a copy to: Gregory J. Walch, Esq. Santoro, Driggs, Walch et al. 400 South Fourth Street, Third Floor Las Vegas, Nevada 89101 Fax: (702)791-0308

For purposes of this Agreement, Notices shall be deemed to have been given, delivered, or received upon personal delivery thereof or seventy-two (72) hours after having been deposited in the United States mail as provided herein.

- 2.27 <u>Headings</u>. All headings and subheadings employed within this Agreement are inserted only for convenience and ease of reference and shall not be considered in the construction or interpretation of any provision of this Agreement.
- 2.28 No Third Party Beneficiaries. This Agreement is for the benefit of the State of Nevada on relation of its Department of Transportation and NASSIRI only, and is not for the benefit of any other person or entity. Without limiting the generality of the preceding sentence, the Parties hereto agree that there are no third-party beneficiaries of this Agreement.
- 2.28 No Presumption Regarding Drafter. The Parties acknowledge and agree that the terms and provisions of this Agreement have been negotiated and discussed between NDOT and NASSIRI, and that this Agreement reflects their mutual agreement regarding the subject matter of this Agreement. Because of the nature of such negotiations and discussions, it would not be appropriate to deem either Party to be the drafter of this Agreement, and therefore no presumption for or against the drafter shall be applicable in interpreting or enforcing this Agreement.

8

84/29/2085 13:25

2.29 Time is of the Essence. The Parties acknowledge that time is of the essence in every aspect of this Agreement.

THE STATE OF NEVADA, ON FRED NASSIRI RELATION OF ITS DEPARTMENT OF Dates By: Heidi A. Its: Chief Right-of-Way Agent Date: April 29, 2005 Approved as to Legality and Form:

SANTORO, DRIGGS, WALCH, KEARNEY, JOHNSON & THOMPSON CHAPMAN LAW OFFICE

By: GREGORY J. WALCH, ESQ. Nevada Bar No. 4780

KIRBY C. GRUCHOW, JR., ESQ. Nevada Bar No. 6663 400 South Fourth Street, Third Floor Las Vegas, NV 89101 Phone: (702) 791-0308 Attorneys for Plaintiff The State of

Novada, on relation of its Department of Transportation

By:

MICHAEL G. CHAPMAN, ESQ. Nevada Bar No. 1630 9585 Prototype Court, #C Reno, Nevada 89521 Phone: (775) 827-1866 Attorney for Defendant Fred Nassiri 2.29 <u>Time is of the Essence</u>. The Parties acknowledge that time is of the essence in every aspect of this Agreement.

THE STATE OF NEVADA, ON RELATION OF ITS DEPARTMENT OF TRANSPORTATION	FRED NASSIRI
Ву:	Date: 4-28-05
Its:	
Date:	•
Approved as to Legality and Form: GANTORO, DRIGGS, WALCH, KEARNEY, JOHNSON & THOMPSON	CHAPMAN LAW OFFICE
GREGORY J. WALCH, ESQ. Nevada Bar No. 4780 KIRBY C. GRUCHOW, JR., ESQ. Nevada Bar No. 6663 400 South Fourth Street, Third Floor Las Vegas, NV 89101 Phone: (702) 791-0308 Attorneys for Plaintiff The State of Nevada, on relation of its Department of Transportation	By: MICHAEL G. CHAPMAN, ESQ. Nevada Bar No. 1630 9585 Prototype Court, #C Reno, Nevada 89521 Phone: (775) 827-1866 Attorney for Defendant Fred Nassiri

2,29 <u>Time is of the Essence</u>. The Parties acknowledge that time is of the essence in every aspect of this Agreement.

THE STATE OF NEVADA, ON RELATION OF ITS DEPARTMENT OF TRANSPORTATION	FRED NASSIRI
By:	Date;
Approved as to Legality and Form: SANTORO, DRIGGS, WALCH, KEARNEY, JOHNSON & THOMPSON	Chapman Law Office
By: GREGORY J. WALCH, ESQ. Nevada Bar No. 4780 KIRBY C. GRUCHOW, JR., ESQ. Nevada Bar No. 6663 400 South Fourth Street, Third Floor Las Vegas, NV 89101 Phone: (702) 791-0308 Attorneys for Plaintiff The State of Nevada, on relation of its Department of Transportation	By: MICHAEL G. CHAPMAN, ESQ. Nevada Bar No. 1630 9585 Prototype Court, #C Reno, Nevada 89521 Phone: (775) 827-1866 Attorney for Defendant Fred Nassiri

2.29 Time is of the Essence. The Parties acknowledge that time is of the essence in every aspect of this Agreement.

THE STATE OF NEVADA, ON FRED NASSIRI RELATION OF ITS DEPARTMENT OF TRANSPORTATION Date: Ву:_____ Its: Date:

Approved as to Legality and Form:

SANTORO, DRIGGS, WALCH, KEARNEY, JOHNSON & THOMPSON

GREGORY J. WALCH, ESQ. Nevada Bar No. 4780 KIRBY C. GRUCHOW, JR., ESQ. Nevada Bar No. 6663 400 South Fourth Street, Third Floor Las Vegas, NV 89101 Phone: (702) 791-0308 Attorneys for Plaintiff The State of Nevada, on relation of its Department of Transportation

CHAPMAN LAW OFFICE

MICHAELO. CHAPMAN, ESQ. Ngvada Bar No. 1630

9535 Prototype Court, #C Reno, Nevada 89521 Phone: (775) 827-1866

Attorney for Defendant Fred Nassiri



ESCROW DISCLAIMER

TO:

Nevada Title Company

ESCROW NO.: DATE:

BUYERS:

05-05-0001-CLB May 8, 2005

The undersigned parties acknowledge that the Escrow Agent's function is to be a disinterested third party, taking mutual instructions from the parties to a transaction for preparation of documentation to complete the principal's prior agreements.

The Escrow Agent is NOT AN ATTORNEY and CANNOT ADVISE the parties as to any legal business, or tax consequences of any provisions or instrument set forth or prepared in connection with this transaction. The undersigned have read and understand each document to which we have affixed our signature and have authorized and instructed Escrow Agent in the manner in which any blanks remaining in said forms are to be completed.

With regard to any questions we may have had pertaining to the Escrow Instructions, the Escrow Agent's role or participation in the escrow, or to the roles of the Real Estate Broker, if any, we have received sufficient explanation. We understand that the subject escrow shall close in accordance with the matters set forth on the documents we have executed.

With regard to any questions we may have had pertaining to the new loan being obtained, if any, we have been made aware that the loan documents were not generated by Nevada Title Company, and that we have received sufficient explanation from the lender providing said loan.

DO NOT AFFIX YOUR SIGNATURES BELOW UNTIL YOU HAVE READ AND AGREED WITH THE MATTERS SET FORTH ABOVE. SHOULD YOU STILL HAVE QUESTIONS WITH REGARD TO THE ABOVE, YOU ARE ADVISED TO SEEK THE ADVICE OF AN INDEPENDENT LEGAL COUNSEL.

Fred Nassiri
Fred Nassiri
SELLERS:
State of Nevada Department of Transportation
Ву:
Print Name:
Title:



ESCROW DISCLAIMER

TO:

Nevada Title Company

ESCROW NO.:

05-05-0001-CLB

DATE:

BUYERS:

May 8, 2005

The undersigned parties acknowledge that the Escrow Agent's function is to be a disinterested third party, taking mutual instructions from the parties to a transaction for preparation of documentation to complete the principal's prior agreements.

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With regard to any questions we may have had pertaining to the new loan being obtained, if any, we have been made aware that the loan documents were not generated by Nevada Title Company, and that we have received sufficient explanation from the lender providing said loan.

DO NOT AFFIX YOUR SIGNATURES BELOW UNTIL YOU HAVE READ AND AGREED WITH THE MATTERS SET FORTH ABOVE. SHOULD YOU STILL HAVE QUESTIONS WITH REGARD TO THE ABOVE, YOU ARE ADVISED TO SEEK THE ADVICE OF AN INDEPENDENT LEGAL COUNSEL.

Fred Nassiri
SELLERS:
State of Yevada Department of Transportation
By: Willie J. Wille
Print Name: Heldi A. Mireles
Title: Chief R/W-Agent

FIRST AMENDMENT TO SETTLEMENT AGREEMENT AND RELEASE OF ALL CLAIMS

This First Amendment to Settlement Agreement and Release of All Claims (the "First Amendment") is made and entered into this day of June, 2005, by and among The State of Nevada, on relation of its Department of Transportation ("NDOT" or "Plaintiff") and Fred Nassiri, a resident of Clark County, Nevada ("NASSIRI" or "Defendant", and together with NDOT, "the Parties") to amend that certain Settlement Agreement and Release of All Claims (the "Settlement Agreement") entered into by the Parties on or about April 28, 2005.

I.

Recitals

- 1.01 The Lawsuit. On or about August 31, 2004, NDOT filed its Complaint in condemnation ("Complaint") against, among others, NASSIRI, in the Eighth Judicial District Court, Clark County, Nevada, Case Number A491334 (the "Lawsuit") to acquire certain property owned by NASSIRI in fee simple and other property owned by NASSIRI for a two-year construction easement in connection with the construction and reconstruction of the interchange at I-15 and Blue Diamond Road, and the attendant widening and realignment of Blue Diamond Road (the "Project"). NDOT also named Clark County as a defendant in the Lawsuit. Clark County filed a disclaimer of any interest in the proceedings on October 13, 2004.
- 1.02 <u>Settlement Agreement</u>. The Parties resolved the Lawsuit through the Settlement Agreement, which, among other things, provided that NDOT would convey to NASSIRI a 1,063,132 parcel of Iand defined therein as the "Exchange Property" and NASSIRI would pay NDOT TWENTY-THREE MILLION TWO HUNDRED TWENTY NINE THOUSAND FIVE HUNDRED and NO/100 DOLLARS (\$23,229,500.00) (the "Exchange Compensation") in exchange. The Parties have discovered that the Exchange Property legal description should be changed as set forth in this First Amendment, and that such revised legal description will be used in both the Quitclaim Deed and Exchange Property Easement.
- 1.03 <u>Settlement Agreement Survival</u>. The Parties also desire that the Settlement Agreement be modified to set forth more clearly the Parties' intention that the representations, warranties, indemnities, and all other rights and obligations of the Settlement Agreement shall not merge with the conveyance or recording of the Quitclaim Deed or Exchange Property Easement.

Agreement

NOW, THEREFORE, in consideration of the mutual promises and agreements contained herein and other good and valuable consideration, the receipt and sufficiency of which the Parties acknowledge, the Parties agree as follows.

- 2.01 <u>Defined Terms.</u> All capitalized terms used but not otherwise defined herein shall have the meaning ascribed to such terms in the Settlement Agreement.
- 2.02 . Exchange Property Legal Description. The Exchange Property shall be the 1,063,570 square foot property set forth in the legal description and diagram attached hereto as Exhibit A-1 and incorporated herein by this reference. The legal description set forth in Exhibit A-1 shall be attached to and incorporated into the Quitclaim Deed and the Exchange Property Easement.
- 2.03 Exchange Compensation. The Exchange Compensation shall be TWENTY-THREE MILLION TWO HUNDRED THIRTY-NINE THOUSAND FOUR AND 05/100 DOLLARS (\$23,239,004.50) rather than TWENTY-THREE MILLION TWO HUNDRED TWENTY NINE THOUSAND FIVE HUNDRED and NO/100 DOLLARS (\$23,229,500.00) to reflect the additional square footage included in the Exchange Property legal description attached hereto as Exhibit A-1 at TWENTY-ONE AND 85/100 DOLLARS (\$21.85) per square foot.
- 2.04 <u>Survival</u>. The representations, warranties, indemnities, and all other rights and obligations provided in the Settlement Agreement shall not merge with the conveyance or recording of the Quitclaim Deed or Exchange Property Easement, or with the entry or recording of the Final Judgment.

This First Amendment shall be effective as of the date first written above.

RELATION OF ITS DEPARTMENT OF TRANSPORTATION	FRED NASSIRI
By Chaef Right-of-Way Agent Date: June 14, 2005	Date:

Agreement

NOW, THEREFORE, in consideration of the mutual promises and agreements contained herein and other good and valuable consideration, the receipt and sufficiency of which the Parties acknowledge, the Parties agree as follows.

- 2.01 <u>Defined Terms</u>. All capitalized terms used but not otherwise defined herein shall have the meaning ascribed to such terms in the Settlement Agreement.
- 2.02 Exchange Property Legal Description. The Exchange Property shall be the 1,063,570 square foot property set forth in the legal description and diagram attached hereto as Exhibit A-1 and incorporated herein by this reference. The legal description set forth in Exhibit A-1 shall be attached to and incorporated into the Quitclaim Deed and the Exchange Property Easement.
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- 2.04 <u>Survival</u>. The representations, warranties, indemnities, and all other rights and obligations provided in the Settlement Agreement shall not merge with the conveyance or recording of the Quitelaim Deed or Exchange Property Easement, or with the entry or recording of the Final Judgment.

This First Amendment shall be effective as of the date first written above.

THE STATE OF NEVADA, ON	FRED NASSIRI
RELATION OF ITS DEPARTMENT OF TRANSPORTATION	
	Paul Numer
	Date: 7-7-05
Ву:	
Its:	
Date:	

Approved as to Legality and Form:

SANTORO, DRIGGS, WALCH, KEARNEY, JOHNSON & THOMPSON

D.,,

OREGORY J. WALCH, ESQ.
Nevada Bar No. 4780
KIRBY C. GRUCHOW, JR., ESQ.
Nevada Bar No. 6663
400 South Fourth Street, Third Floor
Las Vegas, NV 89101
Phone: (702) 791-0308
Attorneys for Plaintiff The State of
Nevada, on relation of its Department
of Transportation

CHAPMAN LAW OFFICE

Bv

MICHAEL G. CHAPMAN, ESQ. Nevada Bar No. 1630 9585 Prototype Court, #C Reno, Nevada 89521 Phone: (775) 827-1866 Attorney for Defendant Fred Nassiri Approved as to Legality and Form:

SANTORO, DRIGGS, WALCH, KEARNEY, JOHNSON & THOMPSON

By: _

GREGORY J. WALCH, ESQ.
Nevada Bar No. 4780
KIRBY C. GRUCHOW, JR., ESQ.
Nevada Bar No. 6663
400 South Fourth Street, Third Floor
Las Vegas, NV 89101
Phone: (702) 791-0308
Attorneys for Plaintiff The State of
Nevada, on relation of its Department
of Transportation

CHAPMAN LAW OFFICE

MICHAEL G. CHAPMAN, ESQ.

Nevada Bar No. 1630 9585 Prototype Court, #C Reno, Nevada 89521

Phone: (775) 827-1866

Attorney for Defendant Fred Nassiri

EXHIBIT 2



Fee: \$20.00

RPTT: \$118,521.45

N/C Fee: \$25.00

06/17/2005

14:19:00

T20050111257 Requestor:

NEVADA TITLE COMPANY

Frances Deane

PUN

Clark County Recorder

Pgs: 7

AFTER RECORDING RETURN TO: MICHAEL CHAPMAN, ESQ. 9585 Prototype Court, #C Reno, Nevada 89521

AND SEND TAX NOTICES TO: FRED NASSIRI 6590 Bermuda Road Las Vegas, Nevada 89119

LEGAL DESCRIPTION PREPARED BY:
HEIDI A. MIRELES
NEVADA DEPT. OF TRANSPORTATION
RIGHT-OF-WAY DIVISION
1263 S. STEWART ST.
CARSON CITY, NV 89712



		985 84 6
Ptn. of APNs:	177-08-799-011	Project;)I-015-1(6)28
	177-08-899-002, -003,	E.A. 70090
	-005, -009, -010 & -011	All of Parcels: J-15-CL-000170 (Old Parcel No. 140)
		1-15-CL-000171 (Old Parcel No. 141)
All of APNs	177-08-799-012, -013,	/-(5-CL-000172 (Old Parcel No. 142)
	-014, -015, -016, & -017	15-CL-000179 (Old Parcel No. 149)
	177-08-899-004, -006,	I-15-CL-000180 (Old Parcel No. 150)
	-014, & -015	I-15-CL 000181 (Old Parcel No. 151)
		Ptn. of Parcels: I-15-CL-000159 (Qld Parcel No. 133)
		I-15-CL-000160 (Old Parcel No. 41-N)
		I-15-CL-000161 (Old Barcel No. 134)
		I-15-CL-000169 (Old Parcel No. 139)
		I-15-CL-000178 (Old Parcel No. 147)
		· ·
L		

QUITCLAIM DEED

The STATE OF NEVADA, acting by and through its Department of Transportation ("Grantor"), hereby conveys all of Grantor's right, title, and interest in and to the following described real property to FRED NASSIRI ("Grantee"), a resident of Clark County, Nevada:

See Exhibit "A-1", Legal Description, attached hereto and incorporated herein by this reference (the "Property").

Grantee accepts the Property as is, where is, and with all faults, including, but not limited to, any and all easements, encroachments, utilities, or other encumbrances, whether or not of record. Grantee releases Grantor for any matter affecting the physical condition of the Property as of the date Grantee executes this Quitclaim Deed, and for any matter relating to title or third-party claims to any interest in the Property. Grantee further shall Indemnify and hold harmless the State of Nevada and NDOT, their managers, agents, employers, employees, attorneys, insurers, successors, and assigns, and their political subdivisions and sister agencies, of and from all claims, known or unknown, asserted or unasserted of whatever nature, now existing or hereafter arising, including but not limited to claims for attorney's fees and costs, relating in any way to claims made with respect to the Property by Carolyn Ann Chambers. Grantor makes no warranty, express or implied of any kind with respect to any matter affecting the Property.

The Property shall have no access in and to Interstate Route 15.

TO HAVE AND TO HOLD all and singular the said Property, together with the appurtenances, unto the said Grantee and to any heirs, successors and assigns.

GRANTOR,
THE STATE OF NEVADA
ON RELATION OF ITS DEPARTMENT
OFATRANSPORTATION A
Bylldlill 1. Nulls 7
Printed Name: Heldi A. Mireles
lts: Chief Right-of-Way Agent
Date: June 14, 2005
STATE OF Nevada }
STATE OF Nevada } SS County of Carson }
with the second
On this 4th day of June. 2005, before me a Notary Public personally appeared leud A. Mikeles personally known to me (or proved to me on the basis of satisfactory
teidi A. Mikeles personally known to me (or proved to me on the basis of satisfactory
<u>evidence)</u> to be the person whose name is subscribed to this instrument and acknowledged that
he (she or they) executed it.
120 - 120

GRANTEE, FRED NASSIRI	
1/2	ed Names
Date: 6/15/05	
STATE OF	} }SS
County of	}

On this 15 day of Tune, 2005, before me a Notary Public personally appeared Fred Nassiri personally known to me (or proved to me on the basis of satisfactory evidence) to be the person whose name is subscribed to this instrument and acknowledged that he (she or they) executed it.

Notary Public

TAMMY J. WOLFE Notary Public, State of Nevada Appointment No. 99567401 My Appt. Expires June 23, 2007

EXHIBIT A - 1: LEGAL DESCRIPTION

Said real property situate, lying and being in the County of Clark, State of Nevada, and more particularly described as being a portion of GOVERNMENT LOTS 30, 31, 32, 33, 35, 38, 39, 40, all of GOVERNMENT LOT 34 and a portion of the E 1/2 of the SE 1/4, all in Section 8, T. 22 S., R. 61 E., M.D.M., and more fully described by metes and bounds as follows, to wit:

COMMENCING at a found R/R Spike with punch mark, located at the intersection of Las Vegas Boulevard and Mesa Verde Lane, accepted as being the south one-sixteenth corner common to said Section 8 and Section 9, T. 22 S., R. 61 E., M.D.M., shown and delineated as a "R/R SPIKE" on that certain RECORD OF SURVEY for CLARK COUNTY, No. 00414, filed for record on June 27, 1997, File 089, Page 0086 of SURVEYS, Official Records Book No. 970627, Clark County, Nevada Records; thence S. 0°13°50" E. along the east line of said Section 8, a distance of 1,322.43 feet, (record N. 0°00'27" E. - 1,322.49 feet per said RECORD OF SURVEY), to a found R/R Spike with punch mark, located at the intersection of Las Vegas Boulevard and Windmill Lane, accepted as being the corner common to Sections 8, 9, 17, and 16, T. 22 S., R. 61 E., M.D.M., shown and delineated as a "R/R SPIKE" on said RECORD OF SURVEY; thence N. 69°42'39" W. a distance of 1,702.09 feet to the POINT OF BEGINNING; said point of beginning described as being on the right or easterly right-of-way line of IR-15, 845.66 feet right of and at right angles to Highway Engineer's Station "LNe" 364+79.89 P.O.T.; thence along said right or easterly right-of-way line the following three (3) courses and distances:

- 1) N. 85°40'00" W. 300,00 feet;
- 2) from a tangent which bears the last described course, curving to the right with a radius of 260.00 feet, through an angle of 80°26'12", an arc distance of 365.01 feet;
- 3) N. 5°13'48" W. 984.40 feet to the former right or easterly right-of-way line of said IR-15:

thence along said former right or easterly right-of-way line the following three (3) courses and distances:

- 1) from a tangent which bears S. 30°05'59" E., curving to the left with a radius of 600.00 feet, through an angle of 86°41'24", an arc distance of 907.82 feet;
- 2) N. 63°12'37" E. 500.00 feet;
- 3) N. 63°05'14" E. 441.62 feet;

thence S. 29°09'04" E. a distance of 215.92 feet to the former right or easterly right-of-way line of said IR-15; thence along said former right or easterly right-of-way line the following five (5) courses and distances:

- 1) S. 58°42'57" W. 499.31 feet;
- 2) from a tangent which bears the last described course, curving to the left with a radius of 600.00 feet, through an angle of 36°52'12", an arc distance of 386.10 feet;
- 3) S, 21°50'45" W. 336.79 feet;
- from a tangent which bears the last described course, curving to the right with a radius of 800.00 feet, through an angle of 30°06'10", an arc distance of 420.31 feet;
- 5) S. 51°56'55' W. 76.01 feet to the point of beginning;

said parcel contains an area of 24.42 acres (1,063,570 square feet).

The Basis of Bearing for this description is the NEVADA STATE PLANE COORDINATE SYSTEM, NAD 83/94 DATUM, East Zone as determined by the State of Nevada, Department of Transportation.

The above described parcel shall have no access in and to IR-15.

SUBJECT TO any and all existing utilities, whether of record or not.

State of Nevada

Declaration of Value

1.	Asse a) b) c)	essor Parcel Number(s) 177-08-799-011, 177-08-799-012, 177-08- 799-013, 177-08-799-014, 177-08-799-015, 177-08-799-016, 177-08-799-017, 177-08- 899-002, 177-08-899-003, 177-08-899-004, 177-08-899-005, 177-08-899-006, 177-08- 899-009, 177-08-899-010, 177-08-899-011, 177-08-899-014, 177-08-899-015	20 -
2. X C C C C C C C C C	a) c) e) g) i) Total	e of Property: Vacant Land	Book: Page: Date of Recording: Notes: \$23,239,004.50
		ed in Lieu of Foreclosure Only (value of prope nsfer Tax Value:	\$23,239,004.50
4.	Rea	l Property Transfer Tax Due xemption Claimed:	\$23,239,004.30
	a.	Transfer Tax Exemption, per NRS 375.090, Section:	
	b.	Explain Reason for Exemption:	
5.			
	The 375. docs disa of the seve	.110, that the information provided is correct to the umentation if called upon to substantiate the inallowance of any claimed exemption, or other determents due plus interest at 1% per month. Pursuan erally liable for any additional amount owned.	der penalty of perjury, pursuant to NRS 375.060 and NRS the best of their information and belief, and can be supported by information provided herein. Furthermore, parties agree that immination of additional tax due, may result in a penalty of 10% into NRS 375.030, the Buyer and Seller shall be jointly and Capacity: GRANTOR/SELLER
_	ature: SELL	: Colo H. Purland, Esage ER (GRANTOR) INFORMATION (REQUIRED)	Capacity: <u>GRANTEE/BUYER</u> BUYER (GRANTEE) INFORMATION (REQUIRED)
Prin	t Nam	ne: State of Nevada Department of Transportation	Print Name: Fred Nassiri
Add	ress:	1263 South Stewart Street	Address: 6590 Bermuda Road
•		z/Zip: Carson City, NV 89712	City/State/Zip: Las Vegas, NV 89119
<u>CO</u> 1	MPA)	NY/PERSON REQUESTING RECORDIN	IG (required if not seller or buyer)

Print Name:	Nevada Title Company		Esc.#:	05-05-0001-CLB	
Address:	2500 N Buffalo, Suite I	50			
City:	Las Vegas	State: NV	Zip:	89128	
	(AS A PUBLIC RECOR)	D THIS FORM MAY	Y BE RECO	RDED/MICROFILMED)	