IN THE SUPREME COURT OF THE STATE OF NEVADA 1 2 LYNITA SUE NELSON, Supreme Court Case No.: INDIVIDUALLY, AND IN HER 3 CAPACITY AS INVESTMENT TRUSTEE OF THE LYNITA S. 4 District Ct. Case No.: D411537 NELSON NEVADA TRUST DATED MAY 30, 2001, 5 **Appellant** 6 V. 7 ERIC L. NELSON, INDIVIDUALLY, 8 AND IN HIS CAPACITY AS MAY 0 8 2019 INVESTMENT TRUSTEE OF THE 9 ERIC L. NELSON NEVADA TRUST, DATED MAY 30, 2001, and MATT CLE 10 KLABACKA, AS DISTRIBUTION TRUSTEE OF THE ERIC L. IINELSON NEVADA TRUST, DATED MAY 30, 2001, 12 Respondents. 13 14 15 16 17 18 19 20 SUPPLEMENTAL APPENDIX TO APPELLANT, LYNITA SUE NELSON'S, OPENING BRIEF 21 VOLUME II 22 THE DICKERSON KARACSONYI LAW GROUP ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 24JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 25 1745 Village Center Circle Las Vegas, Nevada 89134 26 Telephone: (702)388-8600 Facsimile: (702)388-0210 27 Email: info@thedklawgroup.com Attorneys for Appellant, LYNITA SUE NELSON

19-20212

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The parties' inconsistent testimony regarding the purported community or separate property characterization of the trust assets carries no weight and should not have been considered when the district court fashioned the property division.

We note the possible confusion between our conclusion here protecting spendthrift trust assets from the personal child- and

spousal-support obligations of the beneficiary and our

conclusion above requiring the court to dispose of community property within the spendthrift trust. To clarify: because the nonbeneficiary spouse retains a property interest in

community property contained within the spendthrift trust, the restraints . . . would not apply.

Order, pg. 18.

Order, pg. 23, note 6.

In addition to the above, the ELN Trust and Eric argue that the Court's disposition of Wyoming Downs was never reversed on appeal. The Nevada Supreme Court, however, specifically ordered that the property in the ELN and LSN Trusts must be traced: "Accordingly, we conclude the district court erred by not tracing the assets contained within the trusts, either through a reliable expert or other available means." Such property included Wyoming Downs, and the Nevada Supreme Court made no indication that Wyoming Downs was excepted from its Order. Furthermore, the Nevada Supreme Court specifically vacated this Court's Decree of Divorce. The September 22, 2014 Order was entered as a result of Lynita's Motion to Amend or Alter Judgment, for Declaratory and Related Relief, to adjudicate an omitted asset. The Order amended and altered the Decree of Divorce reversed by the Supreme Court. In fact, the Decree was not final and appealable until such Order was entered.

Finally, it must be pointed out that Eric's and the ELN Trust's argument that the September 22, 2014 Order was not reversed by the Nevada Supreme Court's Order, and that the Orders contained therein must stand, is inapposite to the argument made in ELN Trust's Motion.

Specifically, in the Motion, ELN Trust requested return of the \$75,000 paid to LSN Trust for the deposit on the Wyoming Downs property, stating as follows:

Although the Nevada Supreme Court did not vacate the September 22, 2014 Order Determining Disposition of Dynasty Development Management, Inc. aka Wyoming Downs, as indicated supra, the Nevada Supreme Court found that this Court erred by ordering the ELN Trust to transfer Banone, LLC to the LSN Trust based upon the theory of unjust enrichment. Consequently, the ELN Trust respectfully requests that this Court order the LSN Trust to return the \$75,000 paid by Banone-AZ, LLC on or around June 30, 2014.

If the Supreme Court's Order that Banone, LLC was improperly divided necessarily vacated the portion of the September 22, 2014 Order requiring ELN Trust to pay Lynita \$75,000 for Wyoming Downs, then surely the Supreme Court's Order that the Court erred in not tracing the property in the parties' respective trusts vacated the portion of the September 22, 2014 Order finding that Wyoming Downs was not community property in the absence of such a tracing.

For the reasons stated above, in Lynita's Countermotion, and at the August 8, 2017 hearing, this Court's tracing on remand must be of all property held by the ELN and LSN Trusts at the time of divorce, must cover the period of time from the 1993 Separate Property Agreement to the time of divorce, and must start with the presumption that all property acquired after execution of the 1993 Separate Property Agreement was community property.

C. The Court Must Issue The Joint Preliminary Injunction, And Take Appropriate Steps To Preserve Assets Subject To A Claim Of Community Interest, And Protect The Efficacy Of Any Final Judgment Entered By The Court

At the August 8, 2017 hearing, the Court indicated that it may reappoint Larry Bertsch, CPA to conduct a tracing on remand. If such a

tracing is ordered, this Court must take steps to preserve the properties subject to a claim of a community property interest pending the tracing and final judgment of the Court. NRS 125.050 requires the Court to "make such restraining order or other order as appears necessary to prevent the act or conduct and preserve the status quo pending final determination of the cause." EDCR 5.517 provides:

Rule 5.517. Joint preliminary injunction (JPI).

- (a) Upon the request of any party at any time prior to the entry of a decree of divorce or final judgment, a preliminary injunction will be issued by the clerk against the parties to the action enjoining them and their officers, agents, servants, employees, or a person in active concert or participation with them from:
- (1) Transferring, encumbering, concealing, selling, or otherwise disposing of any of the joint, common, or community property of the parties or any property that is the subject of a claim of community interest, except in the usual course of conduct or for the necessities of life or for retention of counsel for the case in which the JPI is obtained; or cashing, borrowing against, canceling, transferring, disposing of, or changing the beneficiaries of

ELN Trust and Eric argue that "EDCR 5.85 (sic) only applies to the husband and wife in a divorce proceeding, of which the ELN Trust is not." This argument ignores the express language of EDCR 5.517, which refers to "any party," rather than just a husband and wife. Furthermore, the ELN Trust's interpretation of EDCR 5.517 would destroy the efficacy of such rule in any case where parties held property in trust. Certainly the Court has the ability to preserve property subject to its division in a divorce, whether held by the parties individually or through a trust. In fact, prior to entry of its Decree the Court issued a joint preliminary injunction in accordance with the Court's Rules. The result must be no different on remand.

At the August 8, 2017 hearing, the Court made clear that it is not inclined to order a receiver or to freeze assets completely. If that is the

case, Lynita prays that the Court will issue the JPI and place enough of a restraint on property to ensure it can enforce any final division of property and award made to Lynita. Lynita's lifetime accumulation of assets are at stake here, and whether this matter is on remand or pre-divorce, has been pending for one (1) day or one (1) decade, Lynita deserves the same peace of mind and protection of any spouse in a divorce proceeding whose lifetime accumulations are at stake. It would be a travesty of justice for the Court to make a final division of property, only to have difficulty securing Lynita's share of such property. At a very minimum, the Court should issue its JPI, leave the Banone and Lindell properties in Lynita's control pending the final determination, leave the funds held at Bank of Nevada frozen, and enjoin any disposition of the Wyoming Downs and Russell Road properties. Entering such orders would ensure that if the Court finds that all property held at the time of divorce, other than the Palmyra property, was community property, it could award to Lynita onehalf (1/2) of such property (as it did in the Decree) and secure from community property the payment of the alimony and attorneys' fees previously awarded (as expressly permitted by the Supreme Court's Order).

This Court knows all too well the difficulty in preserving assets in Eric's and the ELN Trust's control. Even with injunctions in place, property has been transferred, improved, sold, encumbered by favorable leases to family members, and acquired during the course of litigation.

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D. All Parties, Not Just Lynita, Should Be Required To Produce Financial Information And Documents Concerning The Current Assets Of The Parties, And All Financial Records Of Transactions Occurring Since The Court's Entry Of Its Decree

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The Court should re-appoint Mr. Bertsch to update the prior forensic accountings through to present date. All property held at the time

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of divorce is subject to a claim of community property interest, and the parties are entitled to have such property disclosed and accounted for pursuant to NRCP 16.2. Without such a disclosure by the parties, the Court could be dividing property that has been sold, transferred, or encumbered, with no ability to give effect to its orders.

E. The Court Should Order The Immediate Sale Of The Brianhead Cabin For The Payment Of Attorneys' Fees And Costs

Eric and ELN Trust object to the sale of the Brianhead cabin because they do not want to sell, and the property secures monies that may be owed between the parties upon entry of a final judgment. NRS 125.040 allows the Court to make any order affecting the property of the parties, including any separate property of the parties, which it deems necessary to enable a party to carry on or defend suit. This litigation has been extremely costly and Lynita is in need of additional funds to continue to defend her interests in this action. The Court made clear at the August 8, 2017 hearing that it does not believe the parties should continue to be business partners or jointly hold property following the conclusion of this matter. There is plenty of security in the Lindell building - valued at \$1,145,000 at the time of divorce – to secure any amounts that may later be found to be owed between the parties. Accordingly, the Court should order the sale of the Brianhead cabin. If Eric and ELN Trust are given the opportunity to purchase Lynita's one-half (1/2) share of the cabin, the Court should appoint Mr. Bertsch to obtain a neutral appraisal of the cabin, and should ensure that any payment made to Lynita at this time is properly accounted for in the Court's final division of property (i.e., the Court must ensure that Lynita receives property equal to the full value of the cabin on her side of the ledger at the time of the final property division

if the Court finds that all property in the parties' trusts at the time of divorce were community properties). **CONCLUSION** III. For the reasons set forth at the hearing of August 8, 2017, in Lynita's Countermotion, and in this Reply, Lynita respectfully requests the Court grant the requests for relief made in her Countermotion. Dated this 22 day of August, 2017. THE DICKERSON KARACSONYI LAW GROUP OSEF M. KĄRĄCSONYI, ESQ. evada Bar No. 010634 Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of THE DICKERSON KARACSONYI LAW GROUP, and that on this 2∂ day of August, 2017, I caused the above and foregoing document entitled DEFENDANT'S REPLY TO OPPOSITION TO COUNTERMOTION FOR FINAL JUDGMENT CONSISTENT WITH NEVADA SUPREME ALTERNATIVE, THE FOR COURT'S REMAND. OR IN AFFIRMATION OF JOINT PRELIMINARY INJUNCTION, FOR A RECEIVER TO MANAGE PROPERTY PENDING FINAL JUDGMENT, FOR UPDATED FINANCIAL DISCLOSURES AND EXCHANGE OF FINANCIAL INFORMATION, AND FOR SALE OF PROPERTY FOR PAYMENT OF ATTORNEYS' FEES AND COSTS, to be served as follows:

- [X] pursuant to EDCR 8.05(a), EDCR 8.05(f), NRCP 5(b)(2)(D) and Administrative Order 14-2 captioned "In the Administrative Matter of Mandatory Electronic Service in the Eighth Judicial District Court," by mandatory electronic service through the Eighth Judicial District Court's electronic filing system;
- by placing same to be deposited for mailing in the United States Mail, in a sealed envelope upon which first class postage was prepaid in Las Vegas, Nevada;
- pursuant to EDCR 7.26, to be sent via facsimile, by duly executed consent for service by electronic means;
- [] by hand-delivery with signed Receipt of Copy.

To the attorney(s) listed below at the address, email address, and/or facsimile number indicated below:

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DISTRICT COURT

COUNTY OF CLARK, NEVADA

Case No.:

Dept.:

ERIC L. NELSON, 13 Plaintiff 14 VS. LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON 17|| NEVADA TRUST dated May 30, 2001.

Defendants.

MATT KLABACKA, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

VS. 23

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LYNITA SUE NELSON.

Cross-defendant. 25

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RESPONSE TO DEFENDANT'S REPLY TO OPPOSITION TO **COUNTERMOTION FOR FINAL** JUDGMENT CONSISTENT WITH THE NEVADA SUPREME COURT'S REMAND OR, IN THE ALTERNATIVE, FOR AFFIRMATION OF JOINT PRELIMINARY INJUNCTION, FOR A RECEIVER TO MANAGE THE PROPERTY PENDING FINAL JUDGMENT, FOR UPDATED FINANCIAL DISCLOSURES AND **EXCHANGE OF FINANCIAL** INFORMATION, AND FOR SALE OF PROPERTY FOR PAYMENT OF ATTORNEYS' FEES AND COSTS

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RESPONSE TO DEFENDANT'S REPLY TO OPPOSITION TO COUNTERMOTION FOR FINAL JUDGMENT CONSISTENT WITH THE NEVADA SUPREME COURT'S REMAND OR, IN THE ALTERNATIVE, FOR AFFIRMATION OF JOINT PRELIMINARY INJUNCTION, FOR A RECEIVER TO MANAGE THE PROPERTY PENDING FINAL JUDGMENT. FOR UPDATED FINANCIAL DISCLOSURES AND EXCHANGE OF FINANCIAL INFORMATION, AND FOR SALE OF PROPERTY FOR PAYMENT OF ATTORNEYS' FEES AND COSTS

Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated 6 May 30, 2001, hereby files his Response to Defendant's Reply to Opposition to Countermotion for 7 Final Judgment Consistent with Nevada Supreme Court's Remand, or in the Alternative, for 8 Affirmation of Joint Preliminary Injunction, for a Receiver to Manage Property Pending Final 9||Judgment, for Updated Financial Disclosures and Exchange of Financial Information of Sale of 10 Property for Payment of Attorneys' Fees and Costs.

This Response is made and based upon the pleadings and papers on file herein, the Points 12 and Authorities attached hereto, and the oral argument made at the August 8, 2017, hearing in this 13 matter.

DATED this 29th day of August, 2017.

SOLOMON DWIGGINS & FREER, LTD.

By: /s/ Jeffrey P. Luszeck MARK A. SOLOMON, ESO., NSB 0418 JEFFREY P. LUSZECK, ESQ., NSB 9619 9060 West Cheyenne Avenue Las Vegas, Nevada 89129 Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001

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MEMORANDUM OF POINTS AND AUTHORITIES

$2\|\mathbf{I}$. **BRIEF INTRODUCTION**

The ELN Trust disagrees that the Reply filed by Lynita "addresses those points raised in 4 ELN Trust's Opposition to Lynita's Countermotion, and does not raise any new issues" and that her 5 Countermotion was property noticed. Because Lynita's Countermotion was improperly noticed and 6 she failed to file a request for an order shortening time, said Countermotion was filed a week before 7 the scheduled hearing. It was for this reason that Lynita was unable to file a reply. Now, after this 8 Court made some preliminary findings at the August 8, 2017, Lynita seeks to sway this Court from 9 its stated positions by arguing new positions. Ordinarily, the ELN Trust would have had the ability 10 to refute said arguments in open court; however, since the issues were raised after the hearing, the 11 ELN Trust has no choice but to make a record of its position in this Response.

12||II. LEGAL ARGUMENT

THE NEVADA SUPREME COURT'S ORDER CONFIRMS THAT ERIC A. AND LYNITA'S COMMUNITY PROPERTY WAS TRANSMUTATED TO SEPARATE PROPERTY.

Lynita's self-serving interpretation of the "Nevada Supreme Court's Remand" as set forth in pages 2-8 defies logic and would require this Court to ignore the law of the case. 1 Specifically, the Nevada Supreme Court confirmed that Lynita has the burden to show that the separate property was transmutated back to community property after 2001, because the sole purpose of the tracing is "to determine whether any community property exists within the trusts," a fact which Lynita omitted from her Countermotion. See Supreme Court Order at 17. In other words, if all property owned by the SSSTs is community property (because it was acquired during Eric and Lynita's marriage as Lynita contends), the Supreme Court would have ruled in Lynita's favor and there would be no reason to conduct a tracing to "determine whether any community property exists."

See, e.g., Hsu v. County of Clark, 123 Nev. 625, 629-30, 173 P.3d 724, 728 (2007) (the law of the case doctrine "is designed to ensure judicial consistency and to prevent the reconsideration, during the course of a single continuous lawsuit, of those decisions which are intended to put a particular matter to rest."); Bd. of Gallery of History, Inc. v. Datecs Corp., 116 Nev. 289. 288, 994 P.2d 1149, 1150 (2000) (where the law of the case doctrine applies "the district court [is] without authority to make a contrary finding.").

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It is undisputed that the Nevada Supreme Court repeatedly confirmed in its Order that the 2||Separate Property Agreement was a valid agreement and transmutated Eric and Lynita's community 3 property to separate property. See e.g., Order at p. 12 ("We conclude that the SPA is a valid 4 | agreement and transmutated the Parties community property to separate property."). Because of 5||such transmutation, Nevada law is clear that it is Lynita/Lynita's SSST, as opposed to Eric/the ELN 6 Trust, which has the burden to show that Eric's separate property was transmutated back to 7 community property. Further, the mere fact that there were transfers between the SSSTs does not 8 mean that said assets were transmutated to Eric and/or Lynita as community property because under 9||Nevada law neither Eric nor Lynita possess a community or separate property interest in the SSSTs. 10||See, e.g., NRS 166.020 (a spendthrift trust is defined as "a trust in which the terms thereof a valid 11 || restraint on the voluntary transfer of the interest of the beneficiary is imposed." See also NRS 12 166.130 ("A beneficiary of a spendthrift trust has no legal estate in the capital, principal or corpus 13 of the trust estate . . . ").

Notwithstanding the foregoing, even if the SSSTs contain separate property, "[o]nce the 15 separate character of property is established, a presumption arises that it remained separate property 16 in the absence of sufficient evidence to show an intent to transmute the property from separate 17 property to community property."² "[T]he right of the spouses in their separate property is as 18 sacred as is the right in their community property, and when it is once made to appear that property 19 was once of a separate character, it will be presumed that it maintains that character until some 20 direct and positive evidence to the contrary is made to appear." This presumption shifts the burden 21 of proof to the party claiming the property was transmutated to community property. The spouse

In re Estate of Borghi, 219 P.3d 932 (Wash. 2009).

Id.

³⁷ Am. Jur. Proof of Facts 2d 379 (Originally published in 1984)("Ordinarily, the burden of proof to show that separate property has been transmuted into community property rests on the party alleging that such transmutation has taken place. This rule flows from the presumption that property once fixed as the separate property of one spouse has not been converted by agreement into community property merely because the other spouse acquires possession, management, or control of it. In such cases, the property is presumed to remain separate property, and the burden

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I claiming transmutation of separate property must produce objective evidence showing that, during 2 the marriage, the parties themselves regarded the property as common property of the marriage; 3 such evidence may include placing the property in joint names, transferring the property to the other 4 spouse as a gift, using the property exclusively for marital purposes, commingling the property with 5 marital property, using marital funds to build equity in the property, or exchanging the property for 6 marital property. With specific regard to real property, for it to be transmutated to community 7 property, there generally must be an acknowledged writing proving the intent of the separate real 8||property holder to transmutate it to community property (e.g. community property agreement).

Once again, Lynita failed to introduce any evidence, let alone clear and convincing 10 evidence, that any separate property was ever transmutated to community property.

TRACING IS OVERBROAD AND RUNS В. LYNITA'S REQUESTED CONTRARY TO THE NEVADA SUPREME COURT'S ORDER.

Despite the fact that Lynita failed to meet her burden at trial that the Eric and Lynita's separate property was ever transmutated back to community property, Lynita demands that Larry Bertsch conduct a tracing from 1993 through present. In so doing, Lynita ignores the most important portions of the Nevada Supreme Court's Order that confirms that ELN Trust and Lynita's SSST were funded with their respective separate property:

Later, the parties converted those trusts into self-settled spendthrift trusts (SSSTs) and funded them with their respective separate property. P. 2.

In 2001, Eric and Lynita converted their separate property trusts into Eric's Trust and Lynita's Trust, respectively, and funded the SSSTs with the separate property contained within the separate property trusts. P. 4.

rests on the other spouse, claiming a gift or change in status of the property, to show that it has in 23 fact been transmuted."); Kenneth W. Weber, Washington Practice: Family and Community Property Law § 10.1, at 133 (1997) ("Possibly more than in any other area of law, presumptions 24 play an important role in determining ownership of assets and responsibility for debt in community property law.").

Crossland v. Crossland, 397 S.C. 406, 725 S.E.2d 509 (Ct. App. 2012).

In re Estate of Borghi, 219 P.3d 932 (Wash. 2009); see also Volz v. Zang, 113 Wash. 378, 383, 194 P. 409 (1920).

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On June 3, 2013, the district court issued the decree. The district court found that the SPA was valid and the parties' SSSTs were validly established and funded with separate property. P. 6.

For the reasons set forth below, we hold the SSSTs are valid and the trusts were funded with separate property stemming from a valid separate property agreement. P. 13.

The language contained within the Nevada Supreme Court's Order is clear: the SSSTs were 7||"funded with separate property." If the Nevada Supreme Court believed that the SSSTs was funded with community property it would have so stated, or at the very least stated that the District Court needed to make that determination. No such language was utilized by the Nevada Supreme Corut in its Order.

Evidence, including, but not limited to the following was introduced by the ELN Trust in its appellate briefs to support the Nevada Supreme Court's Order: (1) the Separate Property 14 Agreement, which as indicated supra, the Nevada Supreme Court found to be valid; (2) the 15 | Separate Property Trusts, which provides "[t]he property comprising the original Trust estate, during the life of the Trustor, shall retain its character as his separate property...;⁷ (3) Shelley Newell, the bookkeeper for Eric and Lynita's Separate Property Trusts testified that the assets and liabilities owned by the Trusts were kept separate, and that all acquisitions in Eric's Separate Property Trust originated from Eric's separate funds;8 (4) months before the divorce proceeding was initiated Lynita retained Jeffrey Burr, Esq. to amend and restate her Separate Property Trust to disinherit Eric and confirm that the assets contained therein was her separate property; and (5) 23 || Section 12.13 of both the ELN Trust and Lynita's SSST, which provide:

> Separate Property. Any property held in trust and any income earned by the trust created hereunder shall be the separate property (in distinction with

See the Eric L. Nelson Separate Property Trust at p. 1.

See Trial Testimony of Shelley Newell dated July 17, 2012, pp. 105-144.

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community property, joint tenancy property, tenancy in common, marital property, quasi-community property or tenancy by the entirety) of the beneficiaries of such trusts. Additionally, any distribution to or for the benefit of the beneficiary shall be and remain the sole and separate property and estate of the beneficiaries.

Further, Lynita's contention that the "statements in the parties' respective trust agreements 5 that property be held in trust is separate property of the beneficiaries could not be relied upon as 6 competent evidence because such statements are nothing more than a party's opinions of the 7 character of property" fails because the Separate Property Trusts and SSST's executed by Eric and 8||Lynita are additional written agreements that confirm that the assets titled in the names of the 9 Separate Property Trust and SSST's are separate property. See NRS 123.220(1).

Lynita's contention that the "Nevada Supreme Court made no indication that Wyoming Downs was exempt from its Order" also defies logic because the Nevada Supreme Court denied 12 this issue on appeal and upheld this Court's September 22, 2014 Order. Indeed, footnote 9 of the 13 Nevada Supreme Court's Order provides: "[w]e have considered the parties' other arguments 14 [[which would have included Lynita's argument with respect to Wyoming Downs] and conclude 15 they are without merit."¹⁰

Notwithstanding the foregoing, this Court has already conducted a tracing of Wyoming 17 Downs at the May 30, 2014, Evidentiary Hearing on May 30, 2014, wherein it found:

> THE COURT FURTHER FINDS that although Wyoming Downs was acquired by the ELN Trust during the pendency of the marriage between Eric L. Nelson and Lynita S. Nelson, the Court does not find it to be community property as it was clearly purchased through Dynasty, an entity wholly owned by the ELN Trust and the Court maintained the ELN Trust. The Court found no facts leading it to conclude Lynita S. Nelson or the LSN Trust has an interest in Wyoming Downs. The Court maintained the integrity of the ELN Trust and LSN Trust for the reasons set forth in the Divorce Decree.

See LSN Trust's Docketing Statement at 4:10-12, a copy of which is attached hereto as 24 Exhibit 1.

The ELN Trust is requesting that the LSN Trust repay the \$75,000 paid pursuant to the September 22, 2014 Order because the Nevada Supreme Court found that this Court erred by ordering the ELN Trust to transfer Banone LLC to the LSN Trust. Now that the Nevada Supreme Court has found that said transfer was made in error, the LSN Trust has no right to retain the \$75,000.

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THE COURT FURTHER FINDS that there was no transmutation of Wyoming Downs from separate property to community property, even assuming that Wyoming Downs was separate property of Eric L. Nelson, and not the property of the ELN Trust, separate and distinct from Eric L. Nelson. See Notice of Entry of Order entered September 22, 2014.

Consequently, even if the Nevada Supreme Court intended that this Court to conduct a tracing on Wyoming Downs, this Court has already effectively done so and can rely upon its prior findings.

C. **ENTER JOINT PRELIMINARY** IS INAPPROPRIATE TO INJUNCTION.

Lynita's demand that this Court impose a JPI over the ELN Trust assets is confusing and 10 contrary to the other requests made in her Countermotion. Indeed, demand for a JPI is contrary to her request that the Brian Head cabin be sold so that she can pay her attorneys' fees and costs. 12 Further, Lynita conveniently omits the fact that in this Court's Divorce Decree the ELN Trust 13 already transferred over \$4,000,000 in assets to the LSN Trust. Consequently, Lynita's demand 14 that this Court allow her to retain title to said assets AND enter a JPI against the remaining assets 15 titled in the ELN Trust is overreaching.

Further, if Lynita wishes to pursue an injunction against the ELN Trust she will need to seek 17 a formal injunction that complies with NRCP 65. Contrary to Lynita's unfounded contention, 18 EDCR 5.85 only applies to the husband and wife in a divorce proceeding. Indeed, whenever the term "party" or "parties" is referenced in Part V of the Eight Judicial District Court Rules it contemplates application to a husband and wife, 11 and not to third-parties. Lynita's contention that the "ELN Trust's interpretation of EDCR 5.85 would destroy the efficacy of such rule in any case where parties held property in trust" is unavailing because said rule would arguably apply to instances where a husband and wife held their assets in a revocable trust, of which the ELN Trust is not.

See, e.g., EDCR 5.02 ("...upon demand of either party..."); EDCR 5.06 ("...no minor child of the parties shall..."); EDCR 5.11 ("...or the best interest of the parties' child(ren) would not..."); EDCR 5.21 ("...if both parties to a domestic relations matter..."); EDCR 5.31 ("...In any case where custody of a minor child of the parties...").

D. THE ELN TRUST SHOULD NOT BE REQUIRED TO PRODUCE FINANCIAL INFORMATION AND DOCUMENTS CONCERNING ITS CURRENTS ASSETS AND/OR TRANSACTIONS OCCURRING SINCE THE COURT'S ENTRY OF ITS DECREE BECAUSE THE ELN TRUST ALREADY TRANSFERRED OVER \$4,000,000 IN ASSETS TO THE LSN TRUST PURSUANT TO THIS COURT'S DIVORCE DECREE.

Lynita demands that this Court compel the ELN Trust to provide an updated financial disclosure so as to ensure that it does not award Lynita and/or the LSN Trust any additional property that has "been sold, transferred, or encumbered." Said request should be denied for the reasons set forth in the Opposition to Lynita's Countermotion, namely, Lynita does not possess a community property interest in assets that the ELN Trust acquired after the entry of the Divorce Decree. Further, and perhaps more importantly, pursuant to this Court's Divorce Decree, the ELN Trust already transferred over \$4,000,000 in assets to the LSN Trust. Consequently, in the unlikely event this Court finds that any assets contained within the ELN Trust at the time of the entry of the Divorce Decree was community property, it could merely allow the LSN Trust to retain a portion of Banone LLC, Russell Road Promissory Note, *etc*. As such, it is unnecessary for the ELN Trust to provide its current financial disclosure.

E. THIS COURT SHOULD DENY LYNITA'S REQUEST TO SALE THE BRIAN HEAD CABIN UNTIL AFTER LYNITA'S ACCOUNTS FOR THE RENTS AND PROFITS THAT SHE COLLECTED FROM BANONE AND LINDELL FROM 2013 THROUGH PRESENT.

Lynita's request that this Court allow her to sell the Brian Head cabin and utilize said funds to pay her attorneys' fees and costs is absurd given her request that this Court impose a JPI. Lynita cannot have it both ways. Indeed, Lynita cannot demand that this Court impose a JPI, which would inhibit the ELN Trust's ability to conduct business on one hand, and then request that the Brian Head cabin be sold so that she can use said sole proceeds for her own personal use and benefit on the other hand. Further, if a JPI is imposed, and the ELN Trust is not allowed to sell any of its property, it is unclear how the ELN Trust would be able to purchase the LSN Trust's interest in the Brian Head cabin.

Notwithstanding the foregoing, if this Court is inclined to order the Brian Head cabin be sold, the sale proceeds should be held in escrow pending the production of Lynita's accounting to

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1 ensure that the ELN Trust has sufficient security for the hundreds of thousands, perhaps millions of 2 dollars, that Lynita owes the ELN Trust. 12 While Lynita self-servingly argues that "there is plenty 3 of security in the Lindell building,"13 she has failed to produce any evidence to support her theory. 4 Obviously, if Lynita had provided quarterly accountings as ordered by this Court from June 2013 5 through present, this Court would be in the position to determine how much money the LSN Trust 6 owes the ELN Trust at this juncture. However, since she failed to do so (and has requested 60 days 7||to prepare an accounting), it would be inequitable for this Court to further deplete assets that 8 rightfully belong to the ELN Trust without evidence supporting Lynita's representation that the 9 Lindell building has sufficient security to protect the ELN Trust's interests. .

10|| III. **CONCLUSION**

In light of the foregoing, the ELN Trust respectfully requests that this Court deny the relief 12 sought by Lynita in her Countermotion.

DATED this 29th day of August, 2017.

SOLOMON DWIGGINS & FREER, LTD.

By: /s/ Jeffrey P. Luszeck MARK A. SOLOMON, ESO. Nevada State Bar No. 0418 JEFFREY P. LUSZECK, ESQ. Nevada State Bar No. 9619 9060 West Chevenne Avenue Las Vegas, Nevada 89129

Said transfers, include, but are not limited to: (1) the 50% of the rents collected by Lynita from the Lindell property from June 2013 through present; (2) 100% of the rents collected by Lynita for the Banone, LLC properties from June 2013 through present; (3) 100% of the payments received from the Farmouth Circle promissory note from June 2013 through present; (4) the \$324,000 previously paid to 22 Lynita pursuant to this Court's September 22, 2014, Order Regarding Transfer of Property and Injunctions; (5) the \$6,050 security deposited delivered to the LSN Trust by the Eric's SSST in or 23 around September 19, 2014; and (6) the \$75,000 paid by the Eric's SSST to the LSN Trust on or around June 30, 2014. Further, Lynita and/or the LSN Trust have failed to pay her 50% of any expenses pertaining to the Brian Head cabin. The total amount of expenses the LSN Trust owes from 2013 through July 18, 2017 is \$30,265.93.

See Order Regarding Transfer of Property and Injunctions entered on September 22, 2014 at 4:14-20 (THE COURT FURTHER FINDS that the provisions contained in this order are intended to preserve the real property described herein, and to secure with enjoined property(ies) any monetary amounts owed by the parties, or transferred to the parties.").

CERTIFICATE OF SERVICE

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2	I HEREBY CERTIFY, pursuant to NRCP 5(b), that on August 29, 2017, I served a true and
3	correct copy of the foregoing RESPONSE TO DEFENDANT'S REPLY TO OPPOSITION TO
4	COUNTERMOTION FOR FINAL JUDGMENT CONSISTENT WITH THE NEVADA
5	SUPREME COURT'S REMAND OR, IN THE ALTERNATIVE, FOR AFFIRMATION OF
6	JOINT PRELIMINARY INJUNCTION, FOR A RECEIVER TO MANAGE THE
7	PROPERTY PENDING FINAL JUDGMENT, FOR UPDATED FINANCIAL
8	DISCLOSURES AND EXCHANGE OF FINANCIAL INFORMATION, AND FOR SALE
10	OF PROPERTY FOR PAYMENT OF ATTORNEYS' FEES AND COSTS, to the following in
11	the manner set forth below:
12	
13	[] Hand Delivery
14	[] U.S. Mail, Postage Prepaid
15	[] Certified Mail, Receipt No.:
16	[] Return Receipt Request
17	[_x_] E-Service through Wiznet
18	
19	DICKERSON LAW GROUP Rhonda K. Forsberg, Esq. 64 N. Pecos Road, Suite 800
20	1745 Village Center Circle Henderson, NV 89074 Las Vegas, NV 89134 Attorneys for Plaintiff
2122	Attorneys for Defendant
23	/s/ Gretta G. McCall
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23 24 CLARK COUNTY, NEVADA

ERIC L. NELSON,

vs.

LYNITA NELSON,

Defendant.

Plaintiff,

CASE NO. D-09-411537-D

DEPT. O

(SEALED)

BEFORE THE HONORABLE FRANK P. SULLIVAN DISTRICT COURT JUDGE

EIGHTH JUDICIAL DISTRICT COURT

FAMILY DIVISION

TRANSCRIPT RE: STATUS CHECK

WEDNESDAY, JANUARY 31, 2018

D-09-411537-D NELSON 01/31/2018 TRANSCRIPT (SEALED) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

١ APPEARANCES: 2 ERIC L. NELSON The Plaintiff: For the Plaintiff: RHONDA FORSBERG, ESQ. 3 64 N. Pecos Rd., #700 Henderson, Nevada 89074 4 (702) 990-6448 5 The Defendant: LYNITA NELSON For the Defendant: JOSEF KARACSONYI, ESQ. 6 1745 Village Center Cir. Las Vegas, Nevada 89134 (702) 388-8600 7 8 MATT KLABACKA The Trustee: JEFFREY P. LUSZECK, ESQ. For the Trustee: 9 9060 W. Cheyenne Ave. Las Vegas, Nevada 89129 10 (702) 853-5483 11 12 13 14 15 16 17 18 19 20 21 22 23

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PROCEEDINGS

(THE PROCEEDINGS BEGAN AT 11:28:03)

THE COURT: -- of the Nelson Matter, Case Number D-09-411537. This Court put on a status check to address the property issues, the Supreme Court decision, general ledger, leases, and see if there's any way of getting this matter resolved.

The Court did have my staff contact Mr. Bertsch to address the tracing issue that we're going to address in a second on that. So let's get everybody's appearances for the record and kind of tell you what I'm thinking and give attorneys a chance to argue it or we start --

MR. KARACSONYI: Oh, down here. I was --

THE COURT: Figured I'd just go down.

MR. KARACSONYI: Josef Karacsonyi, 10634, on behalf of Lynita Nelson who's present.

THE COURT: Good too see you again, Ms. Lynita, it's always a pleasure to see you.

MR. LUSZECK: Jeff LUSZECK, bar number 9619, on behalf of Matt Klabacka, Distribution Trustee of the ELN Trust.

THE COURT: Thank you.

MS. FORSBERG: Good morning, Your Honor. Rhonda Forsberg, 9557, on behalf of Mr. Nelson who's present to my left.

THE COURT: Good to see you as well, Mr. Nelson.

And we know Mr. Bertsch, please state your appearance just -you can remain sitting -- you can remain seated throughout.

MR. BERTSCH: My name's Larry Bertsch. I'm a CPA.

THE COURT: Okay. Everybody can sit down and get comfortable. I'm going to tell you where I'm at and give you a chance to argue. I have reviewed all the requests and the motions on that and I'll tell you what I'm inclined to do and give people a chance to see if they can persuade me otherwise.

I have reviewed the Supreme Court decision and all the other history and all the motions, the numerous motions that are pending here on that. Basically, the Nelson Trust has requested the transfer back to 50 percent of the Lindell property this Court ordered to be transferred from the ELN Trust to the Lynita -- the LSN Trust on that, based on my order. Also, they're requesting 50 percent of those rents collected from the Lindell from the June 2013 to present. They're also requesting the LSN Trust to transfer back the quit claim deed from the Banone properties and provide copies of leases and all the paperwork that we'll address in a second.

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Also, they're requesting 100 percent of the rents collected from the Banone properties from June 2013 to present. They're also asking for LSN Trust to pay the ELN Trust 100 percent of any rents received from the Farmouth (ph) Circle promissory note and also requesting the -- the release to the ELN Trust the \$720,000 being held in a blocked account pursuant to this Court's order from October 21st, 2013. They're requesting an order compelling Ms. Lynita to return the \$324,000 paid to her by my court order on September 22nd, 2014, indicating that I could not make the Trust pay for any personal obligations of Mr. Nelson and also requesting that LSN return the \$6,050 security deposit that ELN Trust delivered on 9/19/14, and the security deposits collected from any Banone or the Lindell property tenants. And then basically requesting quarterly accountings for the Lindell and Banone properties from June 13th to present and requesting that LSM Trust be ordered to return, to reimburse or return to ELN Trust the \$76,000 paid by Banone Arizona to the LSN Trust on June 30th, 2014.

So that's basically all the issues I've seen that were pending. Again, of course, with any copies of leases and stuff for the different properties as addressed. So I think that's kind of the way I see the issues on that.

I have read the oppositions to those requests as

1 well. I'll tell you what I'm thinking on those issues, to 2 give Counsel a chance to think about that. I'm inclined as 3 when I made those transfers, making the LSN Trust transfer 4 property to the -- I mean, the ELN Trust transferring property 5 to the LSN Trust, the trusts vehemently opposed it, saying, 6 wait a minute, Judge. We're going to appeal that. Supreme 7 Court changed it, and that property that you transfer on that, 8 so let's wait until it's done. I said no, I wasn't going to 9 wait until done, I make a decision and have that transfer. 10 Said if the Supreme Court overturned that, I could always 11 transfer the property back.

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So my inclination at this time is to just transfer that property back with quit claims and basically explain how that would work out on that, we'd put it back to how it was with the ELN Trust and the LSN Trust, so basically based on Supreme Court decision that the trust was the trust. So that was my inclination with the Lindell property and the Banone property.

I'm not inclined to order any release of funds at this time or rents on that. I want to get when we're done so we can get an accounting of everything, see where we're at, see what's going on there.

The \$720,000 I'm not inclined to release that as I need to have that traced to see where that money came from to

make sure -- I forgot where it came from. I know we did release half of that to the ELN Trust so that they could use that for their business perspectives on that and held the other half in that trust account until we figure out what's going on.

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As far as the 324,000, I'm not inclined to release that at this time. When I came up with the numbers on that, ballpark was about \$500,000 that ELN Trust is requesting from LSN Trust. That's the 324,000 from the September 22nd, 2014, the 76,000 it's requesting from Banone Arizona to the LSN Trust on June 30th, and I think we had the \$75,000 that they're asking for the -- 75,000 that the ELN Trust paid to the LSN Trust for the fact about the TransOne -- Banone transfer to LSN Trust based on those issues, to return that paid by Banone on September 30th, 2014.

So about \$500,000 give or take some that they're requesting. I'm not inclined to release monies at this time, but I am inclined to order those property transfers. While it's a lot of paperwork on that, the same token, I did that to the ELN Trust, said you gotta transfer it. When they argued about it and said we can always return it back, so I'd be inclined to grant those issues about the transfers on that and then get all the accountings for the property.

My real goal is to get tracing. I read the Supreme

Court decision. I think the separate property agreement that was executed by the Supreme Court indicated that quote, on page 12 of their order, "We conclude that the separate property agreement is a valid transmutation agreement and the parties' community property was converted into separate property." So I think that's a no brainer so I don't intend to go back before the -- anything prior to the separate property agreement. The Supreme Court made it clear that was a valid agreement and any community property interests were transmuted to commu -- community property was transmuted as separate property.

The issue I see is tracing from the separate property agreement, which was 1993, I believe it was signed on July the -- I think it was July 13th, 1993. And so I don't intend to go beyond that period on that, because I think the Supreme Court indicated those were appropriate separate property agreements, so any compu -- any community property interest would be transmuted at that time to separate property.

My inclination would be to go tracing from the -after the July 13th, 1993 to see if any community property
claims other people put in the trusts on that, they could put
their half but they could not put the other party's half, so
my plan would be to trace after the July 13th. Because when I

read the separate property agreement, I saw nothing for post 2 property after that, it just said here's the property we got, this is separate property as of this time, but nothing for 3 future property acquired during their marriage, which is presumed to be community property. So my plan would be to 5 trace it going back to July, and maybe probably start August 6 ist, 1993 currently, because I know when they did the trusts, 7 those were 2001, but there could have been property from 1993 8 August 1st, to the 2001 trust, which could have had community 9 property claims. I don't know. 10

And then for the 2001 of course, anything that was community property that either party put in the trust, they would not have the right to put the other party's half. So that'd be my inclination is do tracing from August 1st, 1993 up to basically the time of the divorce decree, to sift through it and see was there community property interest.

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That will be very burdensome. I'm not sure if it can be done as far back as you can go. I know Mr. Gerety had testified at the trial on that the fact about going back on that, with all the issues on that, it'd be very difficult to go back to the 1993 just because of the amount of time and paperwork, but that's -- kind of be my inclination is to have the tracing going back from August 1st, 1993 through the divorce decree, to see if there's any community property that

was placed in either one's trust because they could place it in a trust, but they could not place the community property of the other party in trust.

That would be very costly, very time consuming, I realize that, but we need to get this done for everybody, so that's my inclination. The monies I can always work that out as we need that. I know Ms. Lynita's requesting the sale of the Brianhead. Is that still on the table?

MR. KARACSONYI: Yes.

that Brianhead. Mr. Nelson would have the right of first refusal as we indicated in the divorce decree. They can work that out amongst themselves. If not, I would order the property be put on the market. When you get a valid offer, then the other side would have a chance to buy you out or not buy you out, but again, instead of going on the market, if you guys can have an appraisal where you agree with and you want to work that out, I'll leave that between the trusts to see if they want to work it out. If not, I would order the Brianhead to be put on the market. When they get a valid offer, when someone makes an offer on that, that -- then we'd hear that, come to court and see if the party wants to match that to buy the other party out or not.

I know you requested some offsets for the

maintenance of the property, I think 30,000. We'd look at it that way. So that's kind of where I'm leaning at this point.

All the other monies, depending -- I don't know what that Brianhead was worth. I know at the time of the divorce I through the Brianhead property was very low valued and that was because of the economy. I think that prop -- I remember, I think it's a 4000 square foot, am I right? At --

THE DEFENDANT: It's -- it's more than that.

THE COURT: Yeah, I mean, it's -- I thought -- I remember and I might be wrong, it was like -- and the appraisal was like 400,000. I thought the appraisal should have been millions based on that, but I'm not a real estate person on that, but my understanding is it was a very nice cabin up there and I believe it had what, 10 or 20 acres, I believe? I forgot what it was on that.

THE DEFENDANT: No. More than that.

THE COURT: Yeah. I mean, so the issue was I thought that was worth a lot of money. I know you're requesting some money to get that. I know Mr. Nelson -- why I did it was Mr. Nelson I believe that has family up there, so he's interested in having a chance to buy that out. You cannot sell a 50 percent interest, no one's going to buy it, and have you guys work on that, it's just not probably tenable, so my plan would be to put the Brianhead on the

market or otherwise, give you guys a chance to see if you want to work that out between the trusts and see if you want to do that. That would give you the money that you need, depending on how much money came from those proceeds.

I could put some in a blocked account and if there's concerns about any money, the rents would be an issue on that, what rents came in, but I know there's a lot of cost. I know the motions indicated they felt that Ms. Lynita has spent a lot of money on these properties, kind of like a waste argument. I'm not going to entertain any waste argument. She's the manager of that property. I don't think that she would throw money away just to screw Mr. Nelson on that, thinking oh, I'll get the property for a couple years and give it back and just spend his money aimlessly. So I'm really not inclined to any waste unless you could really come and see that thing to make business decisions.

you've got the business judgment rule that people get to make decisions. The Court doesn't secondguess someone unless they think there's some type of fraud or funny business, so it's not inclined. My thing would be to see the proceeds that came in for that property time on that and I could put those in a trust depending on how much comes out for that sale of that Brianhead. I have no idea if it'd be millions, bu I thought when I looked at that, that that

probably was a couple million dollars at least of property,

but again, I'm not a real estate expert, but it -- Brianhead

and the economy's kind of really up now and that's my plan

would be to either have a real estate appraisal on that, have

you guys do your own and see if you can work that out, or put

it on the market and see what -- what offers you get that are

legit and the party can match that offer to buy out the other

side if they want.

So that's kind of what I'm thinking. So with that in mind, I'll be glad to hear arguments on any of those issues I said, but it's kind of where I'm at right now.

I had Mr. Bertsch come who's very familiar. I looked at a lot of his reports to see if I could trace it from his reports, but to be honest, there's so many documents in that, it's really probably start -- Mr. Bertsch is very respected I believe by both sides. My plan would be to have both sides split the cost of his tracing at that time on that and depending on what it comes out there, I could offset that and put money in any blocked accounts from the sale of the Brianhead if necessary to make sure everybody's protected until we get to the bottom of it, because I know you're looking at some rentals (indiscernible) lot, but that'd be my plan on that.

The issue, too, we also talked about mediation

before we went there, this would be costly. I know there's some litigation pending as to the trustees, so there's some 2 issues pending on those issues, but this case has been 3 pending. I think you guys separated in 2008, I think filed in 4 2009, and by the time of the divorce decree, I cannot imagine 5 being there for as many years as you were and the Supreme 6 Court held this for several years with their decision, so I 7 would like to see if you think mediation's possible. With the 8 history of this case, it's probably not likely and I don't want to waste anybody's time, but you're talking about a lot 10 of cost and a lot of paperwork going back to August 1st, 1993 11 to the divorce decree, which I think was June 2014, and it's a 12 lot of stuff on that and so many transactions going back and 13 forth, to see if there's any community property interest that 14 were wrongfully placed in someone's trust. 15

You have another problem with property from one trust to another trust. I think the Supreme Court was saying that could be considered a gift from one trust to another, so treat it as community property interest with the tracing, so that's kind of where I'm thinking.

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So with that in mind, since I think this was the trust's initial motion on that, let me hear from the trust first to address it, then I'll hear from Ms. Lynita's trust, and then I'll hear from Mr. Nelson then as far as property.

But I believe right now it's a trust matter I think, so. 2 MR. LUSZECK: Okay. Do you want me to just kind of 3 ao --THE COURT: Anything --4 5 MR. LUSZECK: -- do vou want me to go point by point? What do you think, Josef, or just lay everything out? 6 7 MR. KARACSONYI: I'm fine with everything. 8 MR. LUSZECK: Okay. That's fine. With respect to the motion to enforce, yes, I agree, 9 I believe all the property should be transferred back 10 immediately. I do think with respect to the accounting and 11 the monies that need to be paid back, I think the LSN Trust 12 should be ordered to pay those back immediately, just like the 13 ELN Trust was required when the properties were transferred, 14 Your Honor. 15 As you will certainly recall, the ELN Trust provided 16 an accounting and it had to pay the LSN Trust the amounts due 17 and owing within months of the determination. 18 THE COURT: Did you get the accounting from --19 MR. LUSZECK: We got -- we got a binder this 20 morning. I haven't had a chance to look at it. 21 MR. KARACSONYI: And I'll cover that. 22 MR. LUSZECK: Yeah. So I mean we'll obviously go 23

through that, though.

THE COURT: So you would like -- you agree with the Court for the quit claim deeds going with that property, but you'd like to get the rental income from the property?

MR. LUSZECK: Exactly. We think that should be done immediately, just like the ELN Trust had to do immediately.

THE COURT: Okay.

MR. LUSZECK: I -- I'm not sure I understood what you were saying with respect to the waste argument.

THE COURT: Well, I think some of the stuff was saying that she mismanaged the property, look at all the money she spent in one of your motions. I -- it sounded like a waste document.

MR. LUSZECK: Okay. Understood.

THE COURT: That she was wasting money. She said she was improving the property because it was dilapidated. I said I really wasn't going to get into that because to me that's a business judgment; as a manager you make investments.

MR. LUSZECK: Well, that --

THE COURT: So I saw it as a waste argument.

MR. LUSZECK: That's the exact same argument that the LSN Trust made against the ELN Trust and the ELN Trust had to write a check for the monies that this Court found was improper. So I guess if this Court is inclined to kind of withhold a ruling on the monies that LSN needs to pay back to

 ELN until, you know, we can review the accounting, I'm fine with that, but I think this Court needs to consider, you know, once we get the opportunity to look at the accounting, it needs to consider everything as opposed to kind of predetermining an issue now.

THE COURT: Okay.

MR. LUSZECK: Because I want to say out of the accounting, I think a couple hundred thousand dollars of that were for legal fees, which obviously doesn't relate to the property. So -- so if this Court is not inclined to rule on the amount that the LSN Trust needs to repay the ELN at this point, I just think that all of the argument should be reserved for a time that that can be determined.

THE COURT: And I know some of it was the sizable attorney fees that -- and of that Mr. -- now, I don't know how much of that was attorneys fees for the Trust. I think most of it was Mr. Nelson, I believe, that I made him pay Ms. Nelson's fees.

MR. LUSZECK: And I'm not sure. So -- so with respect to that, I -- I think, you know, I would just request that this Court keep that issue open and keep an open mind.

Moving on to the tracing issue, Your Honor, Well, you know, if this Court -- I believe this Court -- if you indicated that you -- based on the information that was

 provided, you don't have the -- enough information to conduct a tracing or -- or have a firm understanding of that pursuant to the Supreme Court's order, I understand that. But the Supreme Court in my opinion made it clear as to the time frame for the tracing, and that would be from the creation of the self settle spendthrift trust through the divorce decree. And what the Supreme Court ordered, Your Honor, is the law of the case. And by underlying pleadings I cited at least four different references by the Supreme Court with respect to the separate property and the fact that the self settle spendthrift trust were funded with separate property.

I mean, if you look at the separate property trust themselves, they indicate that any assets in there are separate property and they will maintain that status. And the self settle spendthrift trusts say the same thing, Your Honor, that it's being funded with separate property and it shall maintain that character.

With respect to the -- the specific statements made by the Supreme Court on page 2, on page 4, on page 6, on page 13, I mean, one, the parties converted those trusts into self settle spendthrift trusts in --

THE COURT: I'm looking at page 2, it says that 10 years in the marriage they signed a separate property agreement that transmuted the property into separate property

it all there.

THE COURT: I highlighted my copy, too, but ---

MR. LUSZECK: Okay.

THE COURT: -- we looked at that, that was -- why I threw it out to see about --

MR. LUSZECK: Yeah. Page 6, on June 3rd, 2013, the District Court issued the decree. The District Court found the separate property agreement was valid and the parties' self settle spendthrift trusts were validly established and funded with separate property.

And then on page 13, for the reasons set forth below, we hold the self settle spendthrift trusts are valid and trusts were funded with separate property stemming from the valid separate property agreement.

So it's the ELN Trust's position that if this Court believes that a tracing is necessary, it only needs to look back from 2001 through the entry of the divorce decree, and if this Court is inclined to go back to 1993, we'll likely take that issue up with the Supreme Court on a writ, Your Honor, because it is going to be an extremely time consuming burdensome effort and we think the Supreme Court made it clear in what they ordered and its order is the law of the case and that needs to be followed by this Court.

THE COURT: So on page 13 where it says, we hold the

- it was a whole separate order.

We had the divorce decree, we have a whole separate order, whole separate evidentiary hearing with respect to Wyoming Downs. This Court made some pointed findings in that. Let's see, in this Court's September 22nd, 2014 order, this Court find that there was no trans -- the Court finds that there was no transmutation of Wyoming Downs from separate property to community property, even assuming that Wyoming Downs was separate property of the -- of the Eric L. Nelson -- of Eric L. Nelson, and not the property of the ELN Trust, separate and distinct from ELN -- Eric Nelson.

And then, this issue, this exact issue, was appealed to the Supreme Court by Lynita and the Supreme Court found that it lacked merit in one of the footnotes because they said all the other arguments that was raised by Lynita lacked merit. So, with respect to Wyoming Downs, even if this Court orders a tracing from 2001 through the divorce decree, Wyoming Downs is off limits because that issue — that issue on appeal was denied by the Supreme Court.

With respect to Mr. Bertsch conducting a tracing, we're not opposed to that. The big rub here on the issue is going to be the payment of his fees.

He obviously deserves to be paid for his work and so far, the ELN Trust has paid \$139,000 and Lynita or Lynita's

1 trust has paid him zero. So if this Court's inclined to appoint him, the EL -- sorry, the LSN Trust for Lynita should 3 bear the first \$139,000 of his fees. It shouldn't have to continue to be borne by the ELN Trust, especially since this tracing really is -- benefits her. It's discovery on her part.

We have the separate property agreement. Once separate prop -- or community property's transmuted to separate property, it maintains that character and it has to be proven by clear and convincing evidence that it's transmutated (sic) back.

THE COURT: Yeah.

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MR. LUSZECK: So this is helping her, this isn't helping the ELN Trust. So that trust, the LSN or Lymita, should have to bear the first \$139,000 of his fees, and then after that, it can be split 50/50 or -- or however else this Court wants to address that:

With respect to the order of the sale of Brianhead, you know, Your Honor, I -- my understanding is a partition action has to be filed for that to even occur; one. Two, Lynita recently filed a civil case against Eric and the ELN Trust which is requesting that the property be sold. So I think that issue is really being adjudicated in another venue. Notwithstanding, even if this Court goes forward and orders

that that property to be sold, I believe what needs to happen is that any sale proceeds have to be held in a blocked account.

We've already identified at least -- or this Court recognized, at least \$500,000 that we believe the LSN Trust owes the ELN Trust. And I don't know what her financial status is to repay that \$500,000. So to the extent Brianhead is sold, then that money, at least with respect to Lynita's portion, needs to be held in abeyance pending further order of this Court to ensure that the ELN Trust is repaid all the money that it's owed.

THE COURT: All right. Thank you, Counsel.

MR. KARACSONYI: Okay. On the accounting, I'll just start with that and the general ledgers that were ordered today. We brought today a general ledger of the repairs and maintenance with the -- explaining the 229,000 in expenses. We also brought them a copy of all the leases.

We'll note that 4412 Baxter Place was condemned by Nevada Power and so there's no lease for that property. Lindell Suites 104 and 105 are unleased and Lindell Office Suites 200 and 201 are occupied by Mr. Nelson who's not paying rent and does not have a lease agreement.

Ms. -- Ms. Nelson, as they're aware, had a death in the family this month that she had to attend to and she'd

11 request an additional until next Friday to get the rest of the 2 general ledger together. And they're aware of that situation 3 I'm sure. And so, we would just request a little additional 4 time since that was all supposed to happen during this month. - 5 MR. LUSZECK: I -- I'm fine with that. Had you 6 asked, I would have been with that. 7 MR. KARACSONYI: Yeah. Okav. X MR. LUSZECK: Yeah. That's fine. 9 MR. KARACSONYI: Okay. And I've given them hundreds 10 of pages of leases and general ledgers so far. 11 We also brought for the -- the Trust a copy of the 12 photographs. There was some question last time, some 13 photographs that Ms. Nelson put together. She brought a copy 14 for Your Honor's file as well. 15 THE COURT: Of the condition of the property; is 16 that --17 MR. KARACSONYI: Yeah, the con -- as to the condition of the property, especially since there's an issue 18 19 about the repairs and maintenance. 20 THE DEFENDANT: Just a sample. MR. KARACSONYI: And if we could give you col --21 22 color photographs for your file. 23 THE COURT: Any objection, Counsel, to that? Again,

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I really --

MR. LUSZECK: Well --1 2 THE COURT: -- didn't want to get into what I consider the waste argument. 3 MS. FORSBERG: It's not going to be part of the 4 5 record with it not being filed. THE COURT: But I'm --6 MR, LUSZECK: Yeah, I don't object to you having a 7 8 copy, but --9 MR. KARACSONYI: Rather than filing it. MR. LUSZECK: -- to the extent that he wants to go 10 11 through this line -- or --12 MR. KARACSONYI: No, no, no, I'm --MR. LUSZECK: -- photograph by --13 14 MR. KARACSONYI: No. MR. LUSZECK: -- photograph, then I --15 THE COURT: All right. Again, we're not --16 MR. LUSZECK: Oh, you go. 17 MR. KARACSONYI: It's just a --18 MS. FORSBERG: Your Honor, one objection to that 19 from another perspective is unless it's part -- filed part of 20 the court, it -- when this goes up on writ or whatever 21 happens, it needs to be part of the record. If you're -- if 22 you're taking that into consideration, that's our problem with 23

child interviews and stuff like that, that are not part of the

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record, they're not going to be taken up, and that's a

MR. KARACSONYI: For later use for the Court for the (indiscernible) issue.

THE COURT: I can -- certainly I would not accept this in evidence at this time. If it becomes an evidentiary issue again, my issue I was looking at it -- yeah, I was looking at that as a waste argument, you know, the saying that she wasted the money or the apartment on that, and I wasn't inclined to get that because she was the manager and I figured people have the business judgment rule where they make decisions, good or bad, and the Court's not to secondquess unless they thought there's some type of fraud or corruption in there. So I wasn't inclined to get into that. But if it's raised by the parties thinking there were, of course, I would then have to get that admitted as an evidentiary.

But right now, the Court will accept it, but not I will keep it on the side in the confidential file, but won't make it part of the record unless we come up to that issue. That way we'll have it if it comes out to be disputed.

MR. KARACSONYI: Yeah, and you're -- you're not making any rulings on it anyhow right now, so it won't come up until that time, but we can't file color photographs so we wanted to provide Your Honor a copy.

stipulated to.

With regard to the transfer back of Lindell and Banone, and the payment of monies. First, let me -- let me address the request for payment of funds and kind of make a dist -- a distinction between where we were in 2013 and where we are today.

In 2013, when you ordered the transfer of properties and you ordered the payment of funds, to Ms. Nelson, you did so because you had at that point a final judgment. We sit here today without a final judgment. So we're in a far different position today than we were in 2013 and that's why the amount of work and the amount of -- the amount of evidentiary proceedings and money that would be involved in trying to figure out because they say that she owes 500,000, we believe that they owe her 265,000, and 1'11 get to that in a minute.

That type of effort wouldn't make sense at this point because you don't have a final judgment. Now, if you ruled at final judgment in their — in their favor, then they would be in the same position she was in in 2013 and the analysis would be different. But that is really the distinction, I think, that — that supports Your Honor's ruling that we're not going to get into determining at this point whether or not the money should be transferred back.

With respect to returning the Lindell and Banone properties, obviously we're concerned. One, we're concerned because Ms. Nelson is in a very poor financial condition right now and she's going to be forced into a situation where she's going to have to start liquidating her other property and -- and just further depleting her estate. She has no money to -- to live off of at the present time without those properties.

Obviously, she's going to have to receive half the rent because Lindell is half hers, even without a tracing.

And so, we would have to do that. And she's owed -- she put 265,000 of her own money into the -- to the properties.

Here's the other issue and it -- and this is really important. We had a request to reinstate or to just reaffirm the JPI. You -- this Court and the courts sitting in divorce actions, are required to maintain some status quo during the pendency of the matter. And if you have a transfer of property back to them without any JPI in place that look, you're not going to encumber, sell, dispose of any of this property, you're putting at risk any final judgment that you may ultimately enter.

I mean, it's vitally important that no matter what you do, that you put in place a JPI to protect the parties.

And this protects both parties, because we don't know how it will turn out, to protect both parties to ensure that your

final judgment can be enforced. So we'd ask --

THE COURT: When I transferred that initially I put that into it to make sure to protect --

MR: KARACSONYI: You did.

THE COURT: -- her interest so they couldn't be sold or otherwise encumbered without a court order if I remember.

MR. KARACSONYI: That's absolutely true. You -- you actually put a freeze on -- you put a freeze on a couple things.

You put a freeze on everything that was transferred to her that she couldn't get rid of it without your approval and you also put a freeze on anything that was awarded to her, and I believe that included the Russell Road property that they couldn't get rid of that. So -- without your approval.

So that's the issue. So we need to, at least to the extent that — I mean, at the very least, and I think is a minimum, put a — put — you — put the JPI over everything that was awarded to her so you at least know that you got half if everything turns out to be community property. But I think really, putting a JPI in place for all property that's subject to a claim of community interest, and right now that's everything, putting a JPI in place, and it's not — it's not that burdensome.

I mean, if they tell you well, that's really

burdensome. They brought that up about the receiver, but all 1 you're saying is look, in order to sell or transfer anything at this point, you can do business as usual, but you need to 3 come to me so that we know, so that we don't have an issue 4 that you bought or sold or -- or did anything, without court 5 approval or agreement of the parties. And that's really for 6 everyone's protection. It's not that burdensome. And it makes sure that you can keep a tab on everything in existence 8 0 during the pendency of the case.

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Now, as to the tracing. We agree with -- with you that the tracing needs to start in 1993. The relevant -- the really relevant finding that -- that you quoted and that he quoted, Mr. Luszeck, was on page 6. "On June 3rd, 2013," under -- I underlined this -- "the District Court found that the separate property agreement was valid and the parties' self settle spendthrift trusts were validly established and funded with separate property."

The Supreme Court, if you -- Your Honor knows that you weren't -- you obviously didn't do a tracing back to 1993. The Supreme Court was relying on your statement in the decree that the properties from the 1993 revocable trust were transferred to the 2001 trust and was just simply referring to that to find that the -- the properties from one trust were transferred to another. The District -- the Supreme Court

didn't perform a tracing. The Supreme Court wasn't making additional factual findings or meaning to make additional factual findings separate and distinct from what Your Honor made. And if Your Honor did not trace and find that 1993 property made it all the way through to 2001 in the initial decree, the Supreme Court certainly wasn't contradicting its own order, its own holding, by doing that.

It's -- essentially they want you to read the Supreme Court as having made findi -- having contradicted themselves in their own decision, that you need to perform a tracing to see if community property exists, but with respect to anything before 2001, no tracing is necessary. Well, that would be contrary to exactly what the Supreme Court said that you need to determine whether or not there's any community property in these trusts, and the Supreme Court was clear on that.

In a divorce involving trust assets, the District Court must trust those trust -- trace those trust assets to determine whether any community property exists within the trust. And that was page 15.

THE COURT: Page 15 and again --

MR. KARACSONYI: Yeah.

THE COURT: -- it comes up on page 16, about without proper --

MR. KARACSONYI: And to -- yeah.

THE COURT: Without proper tracing, this Court is left with only the parties' testimony regarding the characterization of property which carries no weight.

MR. KARACSONYI: Yeah. The parties' inconsistent testimony, on page 18, having concluded the District Court had subject matter jurisdiction, and the written instruments at issue are valid, and the District Court must trace assets to determine whether any community property exists within the trusts.

So that's the argument we made the first time and that's the argument we make again. It's interesting because in their -- in their brief, the things they focus on as to why the Supreme Court all of a sudden found that there was sufficient tracing all the way back to 1993 to conclude that everything in 2001 was separate property, was that the -- that the trust agreements themselves state that they should be separate property, which the Supreme Court said statements by the parties have no value, that Shelley Newell, the bookkeeper testified. You didn't even make any findings regarding her testimony, I believe. And that -- and that -- and those were really the two reasons.

And then section 12.13 of the ELN Trust and LSN Trust provide that any property held in trust shall be the

separate property of the beneficiaries of such trust, which talks about distribution.

So, I don't think that the -- the arguments -- the
- the reasons that they enumerated in their -- in their brief

are -- are persuasive. And so we bel -- we believe that

you've made the right decision with respect to the tracing and

apparently they're going to take it up to the Supreme Court

and we'll go back for round, you know, the third or fourth

time and writs and appeals and we'll argue about that there,

if it's appropriate for writ relief, which I'm not sure it is.

But the other issue is you brought up gifts and the finding of a gift. I -- I -- in -- as part of this tracing and analysis, I -- I believe you have to determine if there were gifts and not or if those were gifts or not gifts, if they were intended to be gifts, just as you in any -- any -- any -- any divorce case. You often have, for example, people buy a house and one of them signs a quit claim deed to it because they can't borrow and the other one needs to be the sole party on it, and you have to determine whether or not that was meant to be a transmutation of property a gift or whether or not that was just a -- a matter of convenience. I believe you have sufficient testimony from before to show that there was no gift intent certainly because of the fact that the -- the -- the testimony was that he was telling her that

this was all being done for the benefit of the community and she certainly wasn't giving away the property. But I believe you could do that as part of the analysis, assuming there's even a tracing possible, because if — if you can't trace back to 1993, everything acquired after 1993 is presumed to be community property and it should all be equally divided.

So those are our positions on -- on those issues.

With regard to the sale of Brianhead, you have jurisdiction over the parties and their property, you -- the Court's already ruled you had subject matter jurisdiction. You can make -- you can make orders regarding the parties' property. We believe that the sale of Brianhead is not only the correct -- correct order, but it's also necessary. Because of the financial situation Ms. Nelson finds herself in, she absolutely needs that property sold.

We would ask that if there is an appraisal, that Mr. Bertsch select the appraiser and -- and select an appraiser for the parties. That way we can avoid any disputes between the parties over appraisers.

We'd also ask that you, you know, that any buyout be kind of without prejudice because, you know, he may be buying her out with what you determine to be community property and she shouldn't be paying herself for the property, so that if he buys her out, that that obviously doesn't mean that that

1 property he's used to buy her out is separate property, but that it'll just -- you'll -- you'll work it out in a balance sheet later.

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I would also remind the Court that she does own half of Lindell and you have jurisdiction over that. And so, certainly, you have jurisdiction over her and the property of the LSN Trust. And certainly, if there's an issue later that requires reimbursement, you have sufficient property at issue to work it out in some kind of property division or sale.

THE COURT: Thank you. Counsel?

MS, FORSBERG: Your Honor, let's attack a couple of issues first. Let's start with the Brianhead property.

And what Mr. Karacsonyi -- we kind of agree with. think maybe it's been lost on the Court that Mr. Bertsch is who ordered the appraisal to begin with on Brianhead, so it just needs to be updated. We agree that Mr. Bertsch should -we'd ask the Court to task him with doing that and that that's -- but we also do disagree with the value going in -- up. because I know the Court probably heard the fire, that the fire destroyed the whole thing, so it -- they'll determine that, but clearly, I think that's where the difference is. And then there was deferred maintenance on that property that hasn't been done since this all began that --

THE COURT: I think it's at thirty --

MS. PORSBERG: -- but the appraisal will deal with that.

THE COURT: I think they're asking 30-grand I think as an offset for -- if I'm remembering in someone's motion on that, about 30-grand for maintenance or a side -- again, that may be updated, but --

MS. FORSBERG: There's still a lot more. But we're just saying that that -- that we agree that Mr. Bertsch should be tasked with that, but we already had an appraisal. It seems like it'd be reasonable for them just to have it updated and Mr. Bertsch can order -- Mr. Bertsch is the one who ordered the appraisal to begin with for the Court. So I don't know if that's been lost on everybody, but I think having him do it, we agree with Mr. Karacsonyi that he should just have it updated and -- and go from that perspective. And then give that -- and then it would give Mr. Nelson an opportunity to buy out her interest.

But, you know, clearly, the problem that I think both -- that we're having -- Mr. Nelson is having with this is it sounds like what they're asking for is that the Court asked ELN Trust to do all these things and Mr. Nelson to do all these things and said no, you're going to do it now, even if things are still up in the air because you knew it was going to the Supreme Court and stuff, but they don't want to do the

same back. That doesn't seem amicable or fair and equitable with this Court. So I think that's where the thing is.

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So if there's going to end up being a buyout, that also -- any money to her needs to be held. That's what you've said before; look, we need to hold the money and you're hol -- making him hold -- ELN Trust hold all that 500-and-some-odd-thousand according to their numbers, if -- it needs to be equitable. It can't just be well, we give her what she wants and not -- if it's exact same issue, which this is the exact same issue, it's the same property that was -- may go one should come the other, and I think this Court recognizes that.

As far as the instituting a joint preliminary injunction, that's all that these trusts do is buy and sell property. So when you say they should conduct business as usual, by putting in — that in place and not allowing them to sell things, that's what they do. So that would be — it's a severe burden that I think when — the fact that the Supreme Court has already ruled what needs to go back to the ELN Trust and I don't think we should be encumbering a business running and moving forward. These — that's how both sides function. So I think that we can't lose sight of that.

And of course, rents issues and profits from separate property are separate property, and I'm sure that's part of what it is and so I think those are the two main

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issues that I have from a Eric Nelson and as Eric Nelson
Investment trustee to make, were the two more things. The
rest I think Mr. Luszeck made on behalf of the trust, so:

THE COURT: Any rebuttal? I'll give it to you since

MR. LUSZECK: Yes.

THE COURT: -- started out as your motion to enforce the order, so.

MR. LUSZECK: Yeah, a quick follow-up.

With respect to the transfer of properties,

Counsel's statement that that didn't happen until after a

final judgment, that's not true. The divorce decree was

entered in June of 2013, but the judgment wasn't final until

the end of 2014 and the property was transferred prior to that

time. So this concept that we had a final judgment and that's

what distinguishes it from now is -- is not accurate.

You know, with respect to the JPI, you know, if this Court's inclined to do that, which the ELN Trust disagrees with, I think it would -- it has to be narrow -- narrowly tailored to the properties at issue; the Lindell, the Banone, I mean, issues that are -- clearly belong to the ELN Trust like Wyoming Downs which she has no interest in pursuant to the Supreme Court. That shouldn't be encumbered by any type of JPI, so I think if this Court's inclined to do that, it

needs to be specifically tailored.

You know, I -- I disagree with Counsel's characterization of the Supreme Court's statements. I read four statements from the order where it was clear that the Supreme Court had -- the Supreme Court had found that self settled spendthrift trusts were funded with separate property. And as such, the tracing should be limited to that specific time frame.

I won't go through those again. I'm in page 2, 4, and 13, irrespective of what this Court -- believe that this Court found on six page -- page 6 of the Supreme Court order.

And just in addition to that, I mean, the -- Section 12.13, which -- which Counsel referred to in the self settled spendthrift trust, specifically says any property held in trust and any income earned by the trust created hereunder, shall be the separate property in distinction with community property, joint tenancy property, tenancy in common, marital property, quasi-community property or tenancy by the entirety of the beneficiaries of such trust.

So this wasn't just a statement that was made by one of the parties as to their belief as to the -- the legal nature of the property, it was a statement that was made in a trust under the advice of counsel regarding the separate property nature of the property. So for that once again, I

think the -- the tracing needs to be narrowly tailored for that short time frame.

With respect to the sale of Brianhead, once again, I mean, they filed an A case. Last time we were here we discussed, you know, if it needed to happen, it was going to be a partition action. Counsel's position now that this Court has jurisdiction over that issue is really contradictory to the fact that they filed an A case seeking a partition of the -- sorry, a partition of the Brianhead property. So we would -- we would ask that this Court, I guess, defer ruling on that and if they -- if the A case is the proper -- proper forum for that to proceed, it should proceed there as opposed to here.

questions or anything what I need to do, I want to look into the argument I had again, laid out what my strategy was at and everything. I want to re-look at everything to see -- the key would be the tracing period, I need to re-look at that, 1've heard arguments it should go to '93 and their argument it should be from 2001, so I need to read the Supreme Court decision again because I didn't find it as clear as everyone else seemed to find it and I was kind of looking at those issues to see what they were or not, because they made it clear that the Court did not trace and Court needs to trace on that, so they made it real clear on page 15 through 16 about

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I want to read the -- the trust agreements again. I did read the separate property agreements, but was trying to find the trust agreements again to read that because the file was very voluminous, so I need a chance to read that so I want to see exactly what the trust documents said themselves when they were created in 2001 and give a written decision so we can get this moving or if people want to take it up on writs, at least it gives them an order to move up on that. I want to get this going.

As far as the last issue, mediation, is there any reason or chance? I know we went around the block several times before we had the case settled, prospectively a couple of times and it didn't pan out on that mediation, is — if anybody — if you respect that you think would do mediation on that because you know it's going to happen in this case no matter what we ultimately do, even when we get the tracings, it's probably going to back up to the Supreme Court, can sit there another year or two, and just going on ad infinitum on that, but the same token, the parties have a right to litigate this as much as they want, but I don't know if you've even thought that's worth it or if you had someone in mind you thought that —

MR. KARACSONYI: I sent an email to them this morning telling them that our client has decided that based on the fact that we've been to so many mediations previously, the Supreme Court settlement conference, mediations prior to that, and given her financial situation, she just thinks it will be an incredible waste of time and money and we are willing to entertain any written proposal that they -- that they want to make, but I -- we just don't see it as being fruitful and it'll just put her in a more precarious financial situation.

MR. LUSZECK: And obviously, I can't make them participate in mediation. We disagree. We think if we have a strong mediator who can hear this case, we could potentially reach a settlement. I mean, I -- I think if we can get in front of a mediator in the next couple months it would be a lot less time consuming and expensive than litigating this over the next, you know, I don't know how long it's going to take. And no -- none of us do.

THE COURT: Yes, I -- right.

MR. LUSZECK: I mean, it's going to take a while regardless of what this Court's order, it's going to take a while for Mr. Bertsch to do his analysis and then, you know, if issues are taking up with the Supreme Court, so obviously, our preference is mediation or settlement conference with a very strong mediator or settlement conference judge, but, you

THE COURT: Mr. Nelson, your position on this or?

MS. FORSBERG: I believe -- we agree with Mr.

Luszeck. I mean, we can't force her to do it, but, at the

same time, is it because she thinks she has access to the

money that she doesn't have to give back? I don't know, maybe

the Court needs to prompt a little bit. I don't know.

THE COURT: I think the real issues on that as I said, and when I had this case, we had a -- I think a 10-day trial and then we thought we had it settled and then started again on that, so I know it has a very -- I'm not inclined to order people to mediation unless they go there willingly, because otherwise, it's not going to get anything done. If you think it will be, I -- just let me know and if you have a specific mediator or settlement judge you want, contact my chambers, you can do a conference call and appoint one if you think it would be beneficial to get it done on that.

I'm going to get my order issued within the next 30 days so that we get that going. I -- no matter what happens on that, any paperwork you need, Mr. Bertsch, you can start it because we know we're going from at least 2001 currently, so we can get that started while we're waiting for the decision on if we go back to '93. But anything we can get started on that, let me know if you need any documents so that you can

get that started on that, because I just don't see it getting resolved and tracing's going to be a key issue and that's going to take a significant amount of time and resources for the parties on that.

And as far as the Brianhead, I have no idea what's that worth, but I think you'd probably need a new appraisal instead of just an addendum on that, because things change and it — if that fire did, you know, damage the surrounding things, I have no idea on that, but you might just should start with a new because I know at the time it was the real estate market was kind of down at that time, so that would be the key on that. Because what that materializes can help you out financially and if it's, you know, millions of dollars, that can help out both sides (indiscernible) on that as far as any of the costs on that, but I want to make sure everybody's protected on those interests in that.

So that'd be my think, we'll get a decision for you. Did you went as far as if you want to put it on for a settlement thing, just let me know and we'll set up a phone conference and settlement. I'd like to get Mr. Bertsch maybe get -- at least start going from 2001 and forward.

Any special documents you need, Mr. Bertsch? A way to kind of get a jumpstart? I know I went through a lot of your reports that you did and there's so many on that, I was

June, what was it?

MR. KARACSONYI: 6th, 2013.

THE COURT: June 6th, 2013. So basically, June 2001. through June 2013 essentially, at least get started whatever paperwork you need. And again, I don't know how you go about that, with all the transfers, I'm not really sure on that because --

MR. BERTSCH: They have an accounting of the trust during those periods of time, right?

THE COURT: Do we have all the accountings? I don't

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MS. FORSBERG: I think they're --

MR. KARACSONYI: We've given them everything that -that we've had since the initial case.

THE COURT: Okay. I don't know a whole lot of --MR. BERTSCH: I'll have to go through the work papers, there's a lot of them there.

THE COURT: Yeah, there's a lot in the -- the problem is there's a lot in the file. The problem is, it's real tough to find it because we've got 9000 screens when you pull that up, so to try to find it unless you know the date, it's real tough to find it because there's so many entries. I 22 mean, literally there's hundreds of screens when you pull up to just to find the separate property agreement it was difficult to find them unless you know when it was to get you

that time frame. 1 2 MR. BERTSCH: Okay. THE COURT: But if they have that and if Counsel can 3 provide that, that's great. If they have those readily 4 5 available --MS. FORSBERG: We'll get them --6 THE COURT: -- to try to find them in the record is 7 real difficult because it's so voluminous. 8 MR. KARACSONYI: We'll give him all the accounting 9 records. Can we just stipulate that if you're going to give 10 him something new that hasn't been part of the record --11 MS. FORSBERG: Record? 12 MR. KARACSONYI: -- that you would let the other 13 14 side know or at least send us each -- maybe we'll each send -what -- whenever I send him something, I'll put a list and --15 and maybe reference where it was or the bates numbers, and if they could do the same, that way we can kind of keep track of 17 who sent them what. 18 MS. FORSBERG: So everything in the record. 19 THE COURT: Would that work out? Again, I said the 20 record's so voluminous trying to identify what was --21 MR. KARACSONYI: To help us both along? 22 MR. LUSZECK: Yeah, that's fine. So any -- any 23 documents that we provide Mr. Bertsch, we just need to apprise

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it's already in our file.

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MR, KARACSONYI: Just something that references that

THE COURT: So you know where it's at so if it goes up on appeal, you've got a record on that because the Court can find it in the record then.

MR, KARACSONYI: I just had one question. I'm sure you're already intending on doing this, but whatever decision you make, in the decision we would appreciate certainly if -if you could clarify in there or make clear when you're tracing, what the tracing that occurred in the underlying proceedings was so the Supreme Court knows whether you did find -- if you did find that it was separate property, then fine. If you didn't, if you could just make it clear whatever you're ruling and whatever you had done before, because I know that's going to be an argument above, so --

THE COURT: That issue when you said the Supreme Court said I made those findings and make sure I made those findings?

MR. KARACSONYI: Yeah. Yeah, and if you can just put in your order, even if you rule against us or you rule in their favor or in our favor, just so that we know that we can make it clear to the Supreme Court this is what you did before and so they know exactly what you did before.

MR. KARACSONYI: Yeah, so --

order for us to seek relief from the -- the Supreme Court, we

need to request a stay here.

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THE COURT: Okay.

MR. LUSZECK: So if -- if, you know, depending on the way that this Court rules and the way that we make -- the decision that we make in regards to that, I'd just appreciate it if you would at least address that issue on --

THE COURT: And I'll do it for either party that -that any request for a stay is hereby denied from both sides,
that way, anybody wants to take up, they can take it up right
away. Is that fair enough --

MR. LUSZECK: Yeah.

MS. FORSBERG: Correct.

THE COURT: -- to everybody? And then with respect to I understand that this Court needs 30 days to look at the issues regarding the -- the scope of the tracing, but I'd still request that -- that in the interim that Ms. Lynita be required to execute the quit claim deeds to get the properties at least transferred back to the SLN Trust. We can deal with the accounting issues later, but we would like those quit claim deeds executed within five business days after the hearing, which is really the time frame that you gave the ELN Trust to execute those documents, you know, years ago, Your Honor.

MR. BERTSCH: Are you --

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 THE COURT: My -- my inclination is to order those quit claim deeds, but I'll wait on my decision and get that, but just so you know it's coming unless --

MR. KARACSONYI: Okay.

THE COURT: -- my research changes that, that is my inclination to order those quit claim deeds be transferred back to where we start to where it was on that, then we trace all that, and do it again, because I did the same thing when I told the trust, they said oh, it's going to be a hassle doing all that and I said well, too bad, we can transfer it back depending on the Supreme Court. So that is my inclination. Again, I will want to review the argument and review the paperwork, but that is my inclination just so you know it's coming, unless I change my mind when I research everything, but --

MR. KARACSONYI: And you'll address the JPI then at the same time?

THE COURT: Absolutely. Absolutely.

MR. KARACSONYI: Because those go hand in hand.

THE COURT: Absolutely. And I would be issuing a dpI, the same thing I did before on that, making sure it's not encumbered or sold until we get it ultimately resolved, but not make it more narrow so it doesn't hinder the operation of the property that has nothing to do with this matter that's

Mr. Bertsch?

MR. BERTSCH: Have we determined who is paying for it and shall there be a retainer to get started?

THE COURT: How much would you need as a retainer?
What would you normally --

MR. BERTSCH: I don't know. I'd like to at least have 5,000 to get started.

THE COURT: Okay. Okay. I'll put that in the order on that before you get going on that, we'll make sure. My inclination was to have everybody pay 50/50, but you did raise the issue that you guys had paid about 139,000 in the past, so I'll look at that on that, but I'll put that right in the order, but you'll have the guarantee that you get paid if you want to get started on that with the -- do you need any upfront money to get going for -- you know, out of pocket expenses or --

MR. BERTSCH: I'd like to.

THE COURT: Okay. Let me --

MR. KARACSONYI: Your Honor, he had mentioned -- Mr.

Luszeck had said something about -- you had just said

something about property that was clearly not. I thought all
the property's at issue.

THE COURT: Well, I mean, separate property for --

1	MR. KARACSONYI: You haven't made a determination.
2	THE COURT: The separate property from 1993 if we
3	decide
4	MR. KARACSONYI: Oh, yeah.
5	THE COURT: yeah, and if we decide
6	MR. KARACSONYI: Oh, yeah. If something still
7	existed from 1993?
8	THE COURT: Yeah, and if my decision
9	MR, KARACSONYI: That you hadn't traced?
10	THE COURT: says we go from 2001, then I'm going
11	to consider everything from 2001 prior to be separate property
12	based on the separate property agreement in the trust
13	MR. KARACSONYI: Okay.
14	THE COURT: if that's where we go.
15	MR. KARACSONYI: I see what you're saying.
16	MR. LUSZECK: And it's our position of why I
17	mean, that's clearly not an issue, Your Honor. That
18	MR. KARACSONYI: Well
19	MR. LUSZECK: the appeal on that issue was
20	denied.
21	MR. KARACSONYI: No, the that's not true. They
22	didn't exclude Wyoming from the tracing.
23	MR. LUSZECK: They sure did. They upheld that
24	order.

MR. KARAGSONYI: They --

THE COURT: I'd have to look at that. I know we did it as a separate order, so I need to look at my order what we did. I know I made specific findings and I don't know what the Supreme Court -- like I said, if it had merits, I don't know if that include Brianhead -- I mean the Wyoming Downs --

MR. LUSZECK: Of course it did.

MR. KARACSONYI: Well, it didn't say that the -- you can do a tracing except Wyoming Downs. It didn't say that. I mean, it just doesn't say that. You could read it.

THE COURT: 1'11 check and look at that.

MR. LUSZECK: Yeah, that's --

MR. BERTSCH: Now, did they -- I would like to have the tax returns going back to that. I suppose it was a grantor trust they put on their tax returns.

MR. KARACSONYI: I think we have those as part of the discovery. I think he's going to get most of that.

THE COURT: Okay. We'll see what we can get going to get started. I'll guarantee the decision within 30 days. I'll try to get it sconer if I can because I know it's going. My issue is I have a huge juvenile calendar and being the lead judge for that, I'm on all these statewide committees and on national committees, so trying to -- I'm always either in court or at a meeting, but I want to get this done because

MR. KARACSONYI: Yeah, we're fine.

MR. LUSZECK: I almost think --

THE COURT: 50/50, so who's the --

MR. LUSZECK: I think it's almost part and parcel, Your Honor. I mean, we've got an issue where we have an A case that they've filed a partition action, so I think this Court needs to make a determination as to who has jurisdiction and authority to make a ruling.

THE COURT: Well, I would think I do under community -- another thing we had, I think I put it specifically in my divorce decree, that the other party had a right -- right of first refusal and I think I even said on the record that if we get to that point because the parties are 50/50, it's not tenable, it's not going to work out on that, with the nature of this litigation that'd be my inclination to sell it and give the other party right of first refusal and I put that I believe right in the divorce decree if I remember correctly. But I'll check that, but it'd be my inclination and then they can do an emergency motion in front of the A court and so you know it's coming to see if you want to stop me from doing it, but that would be my inclination.

MS. FORSBERG: We're getting an updated or new through Mr. Bertsch? I'm a little confused on what we're doing on that, on the appraisal then.

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D-09-411537-D NELSON 01/31/2018 TRANSCRIPT (SEALED) VERBATIM REPORTING & TRANSCRIPTION, LLC (520) 303-7356

there was an order in place before and then they did the trust

can't make the Trust pay spousal support or alimony unless

to try to block it, and they said that specifically in the legislative history, and Nevada wants people to come to Nevada and put their money in expensive trusts and --

MR. KARACSONYI: Understand that.

THE COURT: So I mean, that's the issue on that, so I don't know -- you can file a motion on that to get --

MR. KARACSONYI: We're going to be seeking a charging order, Your Honor.

THE COURT: And see if they can get something like that and that might help resolve some of the funding on that.

Mr. Nel -- Mr. Bertsch, why don't you just put a hold on that. They can give you some of the documents, why don't you put a hold on everything until I make an order on the payment and that way you'll do it and we'll get that all done for you. That way you're not out of any pocket or expenses and -- and if we need to wait a couple weeks, I'll try to get that order in a couple weeks. I just need to look and digest because I don't remember all this stuff to make sure. While I respect all the attorneys here, it's legal argument and not facts. I need to look at that and see what's fair and just to try to get the ball rolling again, because it's going to be very costly.

so if you guys would start getting together the paperwork for Mr. Bertsch, but we can hold off taking any

action until you get your retainer in pocket and any fees out of that so you -- I don't want you spinning your wheels. Or I should say maybe spinning your wheel under the circumstances, 3 but --4 5 (Laughter) THE COURT: All right. I won't pick on Mr. Bertsch. 6 7 That was just silly. 8 MR. LUSZECK: Thank you, Your Honor, 9 MS. FORSBERG: Thank you. MR. KARACSONYI: Thank you. 10 THE COURT: Thank you to everybody for coming today. 11 It's good to see you, Mr. Bertsch. 12 (PROCEEDINGS CONCLUDED AT 12:28:30) 13 * * * * * * 14 ATTEST: I do hereby certify that I have truly and 15 correctly transcribed the digital proceedings in the 16 above-entitled case to the best of my ability. 17 18 /s/ Kimberly C. McCriant 19 Kimberly C. McCriaht, CEI 20 21 22 23 24

Electronically Filed 4/19/2018 9:07 AM Steven D. Grierson CLERK OF THE COURT

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Dept. No.: O

Case No.: D-09-411537-D

DISTRICT COURT FAMILY DIVISION – JUVENILE CLARK COUNTY, NEVADA

ERIC L. NELSON,

Plaintiff,

v.

LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

v.

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LYNITA SUE NELSON,

Cross-defendant.

DECISION

This matter was before the Court on January 31, 2018, pursuant to Plaintiff's Motion to Enforce Supreme Court's Order Dated May 25, 2017; Motion to Hold Lynita S. Nelson in Contempt for Violation of September 22, 2014 Order; and for Attorneys' Fees and Costs. The Court, having reviewed all

FRANK P. SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101 Motions, Oppositions, Countermotions, and Replies filed in this matter between July 10, 2017 and August 22, 2017, and having heard arguments of counsel, based thereon and good cause appearing therefor:

CONCLUSIONS OF LAW

On May 25, 2017, the Nevada Supreme Court filed an Order which affirmed in part and vacated in part this Court's June 3, 2013 Divorce Decree, and remanded the matter back to this Court. On July 10, 2017, the Plaintiff, Eric Nelson ("Mr. Nelson") filed a Motion to compel the Defendants, Lynita Nelson ("Ms. Nelson") and Matt Klabacka ("ELN Trustee"), to follow the Supreme Court's Order. Several Oppositions, Countermotions, and Replies were filed by all parties prior to a hearing before this Court on January 31, 2018, to address all pending matters, the most important being the interpretation of the Nevada Supreme Court's Opinion with regard to the tracing of property within the trusts.

A. The Tracing of Property Contained Within the Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust

In its May 25 Order, the Nevada Supreme Court concluded that this Court erred by "not tracing the assets contained within the trusts, either through a reliable expert or other available means." The Nevada Supreme Court also held that both the Eric L. Nelson Nevada Trust ("ELN Trust") and the Lynita S.

¹ Klabacka v. Nelson, 394 P.3d 940, 948 (Nev. 2017).

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Nelson Nevada Trust ("LSN Trust") "are valid and the trusts were funded with separate property stemming from a valid separate property agreement."2

In accordance with the Nevada Supreme Court's decision, this Court must Order the tracing of property in both the trusts. In order for an accurate accounting of the property in both the ELN and LSN Trusts to occur, this Court must determine the correct date to commence tracing of the property in the trusts. The Nevada Supreme Court held that both the ELN and LSN Trusts were funded with separate property stemming from the 1993 Separate Property Agreement.³ As such, the proper date to begin the tracing would be May 30, 2001, the date both the ELN and LSN Trusts were executed.

The Nevada Supreme Court concluded that the assets in the trusts need to be traced through a reliable expert.4 In order for the trusts to be properly traced, this Court shall appoint Larry L. Bertsch, CPA ("Mr. Bertsch") to perform the tracing. In the interest of fairness in regards to payment, both parties will be required to split the cost of Mr. Bertsch's tracing, beginning with a \$5,000 payment from each party for Mr. Bertsch's initial retainer. The initial retainer payment to Mr. Bertsch shall be paid within thirty days of the date of this Order.

B. The Lindell Property and Banone, LLC Properties

² Klabacka, 394 at 947.

⁴ Id. at 948

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In its May 25 Order, the Nevada Supreme Court vacated the Constructive Trust held over the Lindell Property.⁵ The Nevada Supreme Court also held that "the issue of unjust enrichment was not tried by implied consent and, therefore, [this Court] erred in considering it when fashioning its remedies."6

As the Nevada Supreme Court vacated the Constructive Trust held over the Lindell Property, the LSN Trust must transfer its 50% interest in the Lindell Property to the ELN Trust via Quitclaim Deed. Additionally, the LSN Trust shall provide to the ELN Trust copies of any and all tenant leases for the Lindell Property for the period of June 3, 2013 to the present. The LSN Trust shall also provide to the ELN Trust quarterly accountings for the Lindell Property, including any and all supporting documentation, for the period of June 3, 2013 to the present. Supporting documentation is to include records as to gross profits and expenses related thereto, including, but not limited to; general upkeep, management fees, administrative fees/wages, and maintenance fees/wages.

As the Nevada Supreme Court held that this Court's finding of unjust enrichment was in error, the LSN Trust must transfer its 100% interest in the Banone, LLC Properties to the ELN Trust via Quitclaim Deed. The LSN Trust shall also provide to the ELN Trust quarterly accountings for the Banone, LLC Properties, including any and all supporting documentation, for the period of

⁵ *Id*. at 953 ⁶ *Id*.

FRANK P. SULLIVANI DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101 June 3, 2013 to the present. Supporting documentation is to include records as to gross profits and expenses related thereto, including, but not limited to; general upkeep, management fees, administrative fees/wages, and maintenance fees/wages.

C. Sale of the Brian Head Cabin

The ELN and LSN Trusts each own a 50% interest in the Brian Head Cabin ("Cabin") in Utah. Upon the request of Ms. Nelson for funds to pay her litigation costs and other general expenses, this Court shall Order that the Cabin be sold. This Court previously Ordered that "both parties shall have the right of first refusal should either Trust decide to sell its interest in the Brian Head [C]abin."

In order to properly ensure that both parties are receiving the fair market value of the Cabin, Mr. Bertsch will be appointed to conduct the assessment of the property value via a property appraiser of his choosing. To avoid concerns raised as to the objectiveness of the upcoming appraisal, Mr. Bertsch shall select a property appraiser other than the previous property appraiser, if available. In the interest of fairness in regards to payment, both parties will be required to split the cost of the property assessment.

⁷ Divorce Decree filed June 3, 2013, pg. 46

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DISTRICT JUDGE
AMILY DIVISION, DEPT. O

Upon receipt of a fair market value price for the Cabin, the ELN Trust is to be given the right of first refusal and allowed to purchase the 50% interest owned by the LSN Trust. In the event that a fair market value price for the Cabin cannot be agreed upon by the parties, the Cabin is to be placed on the open market until a valid offer is received. The ELN Trust will then be allowed to match the price of the valid offer to purchase the 50% interest owned by the LSN Trust.

In the event that the ELN and LSN Trusts cannot agree on the value of a valid offer, a realtor of Mr. Bertsch's choosing shall determine the validity of the offer and conduct the sale of the property accordingly. All fees and costs associated with the sale of the Cabin shall be shared equally between the ELN and LSN Trusts.

D. \$720,000 in Bank of Nevada Account 7502338705

In its May 25, 2017 Order, the Nevada Supreme Court found that this Court erred in Ordering the ELN Trust to pay the personal obligations of Mr. Nelson with regard to alimony payments.⁸

On November 15, 2013, this Court Ordered the ELN Trust to transfer \$1,068,000 to Bank of Nevada Account 7502338705. This account, which was set up as a blocked account to assist in paying Mr. Nelson's personal obligations with regard to alimony and child support, still holds \$720,000. As the Nevada

⁸ Klabacka v. Nelson, 394 P.3d 940, 952 (Nev. 2017).

Supreme Court held that this Court erred in ordering the ELN Trust to pay Mr. Nelson's personal obligations, and as these funds are still readily available to be dispersed, this Court will Order the \$720,000 to be transferred from the Bank of Nevada blocked account to an account of the ELN Trust's choosing.

E. All Remaining Financial Issues

Both the ELN and LSN Trusts have requested numerous financial transfers based on both this Court's June 3, 2013 Divorce Decree, as well as the Nevada Supreme Court's May 25, 2017 Order, including but not limited to: rents allocated from both the Banone, LLC and Lindell Properties; \$324,000 paid to Lynita Nelson from the Bank of Nevada blocked account; a \$6,050 security deposit paid to the LSN Trust by the ELN Trust; payments collected by the LSN Trust pursuant to the Farmouth Circle Note; and \$75,000 paid to the LSN Trust by Banone-AZ, LLC.

However, the Nevada Supreme Court concluded that the matter of tracing needs to occur to make an accurate accounting of property in both trusts.

Therefore, it is this Court's opinion that before any financial transfers are to take place, the tracing of both trusts must occur to ensure the proper transfers occur.

This Court has reviewed the assets of both the ELN and LSN Trusts and has determined that there are sufficient assets in both trusts to offset any deficiency

⁹ Klabacka, 394 P.3d at 948.

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Based thereon:

once a final balance and distribution amount has been determined. Once the tracing is finalized and a final balance sheet is received, this Court will Order the proper funds to be transferred to each party accordingly.

ORDER

IT IS HEREBY ORDERED that Larry Bertsch, CPA is to trace the property in both the Eric L. Nelson Nevada Trust and the Lynita S. Nelson

Nevada Trust beginning from the execution date of May 30, 2001 through the

date of the Divorce Decree, June 3, 2013.

IT IS FURTHER ORDERED that the tracing services provided by Larry Bertsch, CPA is to be paid equally by both Eric Nelson and Lynita Nelson, beginning with an initial payment of \$5,000 each. This payment shall be made within thirty days of the date of this Order.

IT IS FURTHER ORDERED that the Lynita S. Nelson Nevada Trust execute Quitclaim Deeds to transfer the Lindell Rd. and Banone, LLC Properties to the Eric L. Nelson Nevada Trust. The transfer of the property shall be completed within thirty days of the date of this Order

IT IS FURTHER ORDERED that Larry Bertsch, CPA is to acquire an appraisal for the Brian Head Utah Cabin from an appraiser of his choosing. Mr. Bertsch is to select an appraiser different from the original appraiser, if different appraiser is available. Once received, the Eric L. Nelson Nevada Trust has the right of first refusal on any offer on the property with the ability to purchase the Lynita S. Nelson Nevada Trust's 50% interest.

IT IS FURTHER ORDERED that in the event that the Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust cannot agree on a valid offer, Larry Bertsch, CPA, is to retain a realtor to place the property on the open market for a fair market offer. Once the realtor determines that a fair offer has been received, the Eric L. Nelson Nevada Trust has the right of first refusal on any offer on the property with the ability to purchase the Lynita S. Nelson Nevada Trust's 50% interest.

IT IS FURTHER ORDERED that any appraisal and realtor costs associated with the Brian Head Utah Cabin sale will be paid equally by both Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust.

IT IS FURTHER ORDERED that the \$720,000.00 being held in Bank of Nevada Account 7502338705 be released to an account of the Eric L. Nelson Nevada Trust's choosing.

IT IS FURTHER ORDERED that any Stay of Order is hereby DENIED.

DATED this 19 day of April, 2018.

Honorable Frank P. Sullivan District Court Judge – Dept. O

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FRANK P. SULLIVAN

FAMILY DIVISION, DEPT. O

DISTRICT COURT CLARK COUNTY, NEVADA **Electronically Filed** 4/19/2018 2:47 PM Steven D. Grierson CLERK OF THE COURT

FAMILY DIVISION – JUVENILE

Case No.: D-09-411537-D

Dept. No.: O

LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

Plaintiff,

ERIC L. NELSON,

MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

٧.

LYNITA SUE NELSON,

Cross-defendant.

NOTICE OF ENTRY OF ORDER

TO:

Rhonda Forsberg, Esq. E-Service

Robert Dickerson, Esq. E-Service

Marc Solomon, Esq.

E-Service

SRAPP000345

PLEASE TAKE NOTICE that the DECISION was duly entered in the above-referenced case on the 19th day of April, 2018.

DATED this \(\frac{\q}{\q} \) day of April, 2018.

Lori Parr

Judicial Executive Assistant

Dept. O

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rank P. Sullivan DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

DISTRICT COURT FAMILY DIVISION - JUVENILE

4/19/2018 9:07 AM Steven D. Grierson CLERK OF THE COURT

Electronically Filed

CLARK COUNTY, NEVADA

ERIC L. NELSON,

Plaintiff.

v.

LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

v.

LYNITA SUE NELSON,

Cross-defendant.

Case No.: D-09-411537-D

Dept. No.: O

DECISION

This matter was before the Court on January 31, 2018, pursuant to Plaintiff's Motion to Enforce Supreme Court's Order Dated May 25, 2017; Motion to Hold Lynita S. Nelson in Contempt for Violation of September 22, 2014 Order; and for Attorneys' Fees and Costs. The Court, having reviewed all

SRAPP000347

Motions, Oppositions, Countermotions, and Replies filed in this matter between July 10, 2017 and August 22, 2017, and having heard arguments of counsel, based thereon and good cause appearing therefor:

CONCLUSIONS OF LAW

On May 25, 2017, the Nevada Supreme Court filed an Order which affirmed in part and vacated in part this Court's June 3, 2013 Divorce Decree, and remanded the matter back to this Court. On July 10, 2017, the Plaintiff, Eric Nelson ("Mr. Nelson") filed a Motion to compel the Defendants, Lynita Nelson ("Ms. Nelson") and Matt Klabacka ("ELN Trustee"), to follow the Supreme Court's Order. Several Oppositions, Countermotions, and Replies were filed by all parties prior to a hearing before this Court on January 31, 2018, to address all pending matters, the most important being the interpretation of the Nevada Supreme Court's Opinion with regard to the tracing of property within the trusts.

A. The Tracing of Property Contained Within the Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust

In its May 25 Order, the Nevada Supreme Court concluded that this Court erred by "not tracing the assets contained within the trusts, either through a reliable expert or other available means." The Nevada Supreme Court also held that both the Eric L. Nelson Nevada Trust ("ELN Trust") and the Lynita S.

¹ Klabacka v. Nelson, 394 P.3d 940, 948 (Nev. 2017).

Nelson Nevada Trust ("LSN Trust") "are valid and the trusts were funded with separate property stemming from a valid separate property agreement."²

In accordance with the Nevada Supreme Court's decision, this Court must Order the tracing of property in both the trusts. In order for an accurate accounting of the property in both the ELN and LSN Trusts to occur, this Court must determine the correct date to commence tracing of the property in the trusts. The Nevada Supreme Court held that both the ELN and LSN Trusts were funded with separate property stemming from the 1993 Separate Property Agreement.³ As such, the proper date to begin the tracing would be May 30, 2001, the date both the ELN and LSN Trusts were executed.

The Nevada Supreme Court concluded that the assets in the trusts need to be traced through a reliable expert.⁴ In order for the trusts to be properly traced, this Court shall appoint Larry L. Bertsch, CPA ("Mr. Bertsch") to perform the tracing. In the interest of fairness in regards to payment, both parties will be required to split the cost of Mr. Bertsch's tracing, beginning with a \$5,000 payment from each party for Mr. Bertsch's initial retainer. The initial retainer payment to Mr. Bertsch shall be paid within thirty days of the date of this Order.

B. The Lindell Property and Banone, LLC Properties

² Klabacka, 394 at 947.

J. Id.

⁴ Id. at 948

In its May 25 Order, the Nevada Supreme Court vacated the Constructive Trust held over the Lindell Property.⁵ The Nevada Supreme Court also held that "the issue of unjust enrichment was not tried by implied consent and, therefore, [this Court] erred in considering it when fashioning its remedies."

As the Nevada Supreme Court vacated the Constructive Trust held over the Lindell Property, the LSN Trust must transfer its 50% interest in the Lindell Property to the ELN Trust via Quitclaim Deed. Additionally, the LSN Trust shall provide to the ELN Trust copies of any and all tenant leases for the Lindell Property for the period of June 3, 2013 to the present. The LSN Trust shall also provide to the ELN Trust quarterly accountings for the Lindell Property, including any and all supporting documentation, for the period of June 3, 2013 to the present. Supporting documentation is to include records as to gross profits and expenses related thereto, including, but not limited to; general upkeep, management fees, administrative fees/wages, and maintenance fees/wages.

As the Nevada Supreme Court held that this Court's finding of unjust enrichment was in error, the LSN Trust must transfer its 100% interest in the Banone, LLC Properties to the ELN Trust via Quitclaim Deed. The LSN Trust shall also provide to the ELN Trust quarterly accountings for the Banone, LLC Properties, including any and all supporting documentation, for the period of

⁵ Id. at 953

[°] Id.

June 3, 2013 to the present. Supporting documentation is to include records as to gross profits and expenses related thereto, including, but not limited to; general upkeep, management fees, administrative fees/wages, and maintenance fees/wages.

C. Sale of the Brian Head Cabin

The ELN and LSN Trusts each own a 50% interest in the Brian Head

Cabin ("Cabin") in Utah. Upon the request of Ms. Nelson for funds to pay her

litigation costs and other general expenses, this Court shall Order that the Cabin

be sold. This Court previously Ordered that "both parties shall have the right of

first refusal should either Trust decide to sell its interest in the Brian Head

[Clabin."

In order to properly ensure that both parties are receiving the fair market value of the Cabin, Mr. Bertsch will be appointed to conduct the assessment of the property value via a property appraiser of his choosing. To avoid concerns raised as to the objectiveness of the upcoming appraisal, Mr. Bertsch shall select a property appraiser other than the previous property appraiser, if available. In the interest of fairness in regards to payment, both parties will be required to split the cost of the property assessment.

⁷ Divorce Decree filed June 3, 2013, pg. 46

Upon receipt of a fair market value price for the Cabin, the ELN Trust is to be given the right of first refusal and allowed to purchase the 50% interest owned by the LSN Trust. In the event that a fair market value price for the Cabin cannot be agreed upon by the parties, the Cabin is to be placed on the open market until a valid offer is received. The ELN Trust will then be allowed to match the price of the valid offer to purchase the 50% interest owned by the LSN Trust.

In the event that the ELN and LSN Trusts cannot agree on the value of a valid offer, a realtor of Mr. Bertsch's choosing shall determine the validity of the offer and conduct the sale of the property accordingly. All fees and costs associated with the sale of the Cabin shall be shared equally between the ELN and LSN Trusts.

D. \$720,000 in Bank of Nevada Account 7502338705

In its May 25, 2017 Order, the Nevada Supreme Court found that this Court erred in Ordering the ELN Trust to pay the personal obligations of Mr. Nelson with regard to alimony payments.⁸

On November 15, 2013, this Court Ordered the ELN Trust to transfer \$1,068,000 to Bank of Nevada Account 7502338705. This account, which was set up as a blocked account to assist in paying Mr. Nelson's personal obligations with regard to alimony and child support, still holds \$720,000. As the Nevada

⁸ Klabacka v. Nelson, 394 P.3d 940, 952 (Nev. 2017).

Supreme Court held that this Court erred in ordering the ELN Trust to pay Mr.

Nelson's personal obligations, and as these funds are still readily available to be dispersed, this Court will Order the \$720,000 to be transferred from the Bank of Nevada blocked account to an account of the ELN Trust's choosing.

E. All Remaining Financial Issues

Both the ELN and LSN Trusts have requested numerous financial transfers based on both this Court's June 3, 2013 Divorce Decree, as well as the Nevada Supreme Court's May 25, 2017 Order, including but not limited to: rents allocated from both the Banone, LLC and Lindell Properties; \$324,000 paid to Lynita Nelson from the Bank of Nevada blocked account; a \$6,050 security deposit paid to the LSN Trust by the ELN Trust; payments collected by the LSN Trust pursuant to the Farmouth Circle Note; and \$75,000 paid to the LSN Trust by Banone-AZ, LLC.

However, the Nevada Supreme Court concluded that the matter of tracing needs to occur to make an accurate accounting of property in both trusts.

Therefore, it is this Court's opinion that before any financial transfers are to take place, the tracing of both trusts must occur to ensure the proper transfers occur.

This Court has reviewed the assets of both the ELN and LSN Trusts and has determined that there are sufficient assets in both trusts to offset any deficiency

FRANK P. SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. 0 LAS VEGAS NV 88101

⁹ Klabacka, 394 P.3d at 948.

once a final balance and distribution amount has been determined. Once the tracing is finalized and a final balance sheet is received, this Court will Order the proper funds to be transferred to each party accordingly.

ORDER

Based thereon:

IT IS HEREBY ORDERED that Larry Bertsch, CPA is to trace the property in both the Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust beginning from the execution date of May 30, 2001 through the date of the Divorce Decree, June 3, 2013.

IT IS FURTHER ORDERED that the tracing services provided by Larry Bertsch, CPA is to be paid equally by both Eric Nelson and Lynita Nelson, beginning with an initial payment of \$5,000 each. This payment shall be made within thirty days of the date of this Order.

IT IS FURTHER ORDERED that the Lynita S. Nelson Nevada Trust execute Quitclaim Deeds to transfer the Lindell Rd. and Banone, LLC Properties to the Eric L. Nelson Nevada Trust. The transfer of the property shall be completed within thirty days of the date of this Order

IT IS FURTHER ORDERED that Larry Bertsch, CPA is to acquire an appraisal for the Brian Head Utah Cabin from an appraiser of his choosing. Mr. Bertsch is to select an appraiser different from the original appraiser, if different

appraiser is available. Once received, the Eric L. Nelson Nevada Trust has the right of first refusal on any offer on the property with the ability to purchase the Lynita S. Nelson Nevada Trust's 50% interest.

IT IS FURTHER ORDERED that in the event that the Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust cannot agree on a valid offer, Larry Bertsch, CPA, is to retain a realtor to place the property on the open market for a fair market offer. Once the realtor determines that a fair offer has been received, the Eric L. Nelson Nevada Trust has the right of first refusal on any offer on the property with the ability to purchase the Lynita S. Nelson Nevada Trust's 50% interest.

IT IS FURTHER ORDERED that any appraisal and realtor costs associated with the Brian Head Utah Cabin sale will be paid equally by both Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust.

IT IS FURTHER ORDERED that the \$720,000.00 being held in Bank of Nevada Account 7502338705 be released to an account of the Eric L. Nelson Nevada Trust's choosing.

IT IS FURTHER ORDERED that any Stay of Order is hereby DENIED.

DATED this 1990 day of April, 2018.

Honorable Frank P. Sullivan
District Court Judge – Dept. O

FRANK P. SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

5/3/2018 2:38 PM Steven D. Grierson CLERK OF THE COURT THE DICKERSON KARACSONYI LAW GROUP ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. 1 2 3 Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 4 5 Email: info@thedklawgroup.com 6 Attorneys for Lynita Sue Nelson 7 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 CLARK COUNTY, NEVADA 10 11 12 ERIC L. NELSON. CASE NO. D-09-411537-D DEPT NO. O 13 Plaintiff/Counterdefendant, 14 v. 15 Date of Hearing: 06/05/18 LYNITA SUE NELSON, MATT KLABACKA, Time of Hearing: 9:30 a.m. 16 as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 17 ORAL ARGUMENT REQUESTED: YES 18 Defendants/Counterclaimants. 19 20 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 21 22 Crossclaimant, 23 24 LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 25 26 27 Cross-Defendant. 28

SRAPP000356

Electronically Filed

NOTICE: YOU ARE REQUIRED TO FILE A WRITTEN RESPONSE TO THIS MOTION WITH THE CLERK OF THE COURT AND TO PROVIDE THE UNDERSIGNED WITH A COPY OF YOUR RESPONSE WITHIN TEN (10) DAYS OF YOUR RECEIPT OF THIS MOTION. FAILURE TO FILE A WRITTEN RESPONSE WITH THE CLERK OF THE COURT WITHIN TEN (10) DAYS OF YOUR RECEIPT OF THIS MOTION MAY RESULT IN THE REQUESTED RELIEF BEING GRANTED BY THE COURT WITHOUT HEARING PRIOR TO THE SCHEDULED HEARING DATE.

LYNITA NELSON'S MOTION FOR RECONSIDERATION AND CLARIFICATION OF THE COURT'S DECISION ENTERED APRIL 19, 2018

COMES NOW, Defendant and Cross-Defendant, LYNITA SUE NELSON ("Lynita"), by and through her counsel, ROBERT P. DICKERSON, ESQ., and JOSEF M. KARACSONYI, ESQ., of THE DICKERSON KARACSONYI LAW GROUP, and respectfully submits for the Court's consideration her Motion for Reconsideration, Correction, and Clarification of the Court's Decision Entered April 19, 2018 ("Motion").

Specifically, Lynita respectfully requests the following relief:

- 1. That the Court reconsider its Decision entered April 19, 2018, and Order that the appropriate time frame for the tracing of the parties' property is from July 13, 1993, through June 3, 2013;
- 2. That the Court reconsider its Decision entered April 19, 2018, and Order the \$720,000 to be held in a blocked account until such funds can be traced;
- 3. That the Court immediately enter a Joint Preliminary Injunction;
- 4. That the Court enter an Order that any exercise of the right of first refusal by Eric and ELN Trust to purchase the LSN Trust's interest in the Brian Head cabin is done without prejudice to the parties' property rights; and
 - 5. For such further relief as deemed appropriate in the premises.

1	This Motion is made and based upon the pleadings and papers on
2	file herein, the Memorandum of Points and Authorities attached hereto,
3	and any oral argument at the time of the hearing of this matter.
4	DATED this 25 ^d day of May, 2018.
5	THE DICKERSON KARACSONYI
6	LAW GROUP
7	Oral Karacsonia
8	ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945
9	JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634
10	1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson
11	Attorneys for Lynita Sue Nelson
12	NOTICE OF MOTION
13	TO: ERIC L. NELSON, Plaintiff;
14	TO: MATT KLABACKA, Distribution Trustee of the ELN Trust;
15	TO: RHONDA K. FORSBERG, ESQ., of RHONDA K. FORSBERG, CHARTERED, Attorney for Plaintiff; and
16 17	TO: MARK A. SOLOMON, ESQ., and JEFFREY P. LUSZECK, ESQ. of SOLOMON DWIGGINS & FREER, LTD., Attorneys for Distribution Trustee of the ELN Trust.
18	PLEASE TAKE NOTICE that the undersigned will bring the
19	foregoing MOTION FOR RECONSIDERATION AND CLARIFICATION
20	OF THE COURT'S DECISION ENTERED APRIL 19, 2018, on for
21 22	hearing before the above-entitled Court on 9:30 a.m. on June 5, 2018.
	THE DICKERSON KARACSONYI
23	LÁW GRÔUP
2425	By By By By By By By
26	Nevada Bar No. 000945
27	JÖSEF M. KARACSÓNYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle
28	Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson
20	Attorneys for Byrnia suc reison

MEMORANDUM OF POINTS AND AUTHORITIES

I. FACTUAL STATEMENT

A. Introduction

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This matter was recently before the Court on January 31, 2018, on Plaintiff, ERIC L. NELSON ("Eric's) Motion to Enforce Supreme Court's Order Dated May 25, 2017; Motion to Hold Lynita S. Nelson in Contempt for Violation of September 22, 2014 Order; and for Attorneys' Fees and Costs, and Lynita's Opposition to Motion to Enforce Supreme Court's Order Dated May 25, 2017; Motion to Hold Lynita S. Nelson in Contempt for Violation of September 22, 2014 Order; and for Attorneys' Fees and Costs, and Countermotion to Final Judgment Consistent with Nevada Supreme Court's Remand, or in the Alternative, for Affirmation of Joint Preliminary Injunction, for a Received To Manage Property Pending Final Judgment, for Updated Financial Disclosures and Exchange of Financial Information, and for Sale of Property for Payment of Attorneys' Fees and Costs filed July 31, 2017 ("Opposition and Countermotion"). At the conclusion of the hearing of January 31, 2018, the Court took the matter under advisement, and thereafter issued its Decision on April 19, 2018 ("Decision").

Upon receipt and review of the Court's Decision, it became clear that clarification was necessary on a number of issues, and that the Court inadvertently did not make a ruling on a number of other issues. In addition, Lynita seeks reconsideration of the Court's Decision regarding the appropriate starting date to conduct a tracing of the parties' assets.

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B. The Need For Reconsideration/Clarification Of Certain Portions Of The Court's Decision

1. The Appropriate Time frame For Tracing

During the hearing of January 31, 2018, the Court made the following statements with regard to outstanding issues in this matter, and the manner in which the Court believed such issues were to be handled:

Court:

The issue I see is tracing. From the separate property agreement, which was 1993. I believe it was signed on July 13th 1993, so I don't intend to go beyond that period on that because I think the Supreme Court indicated those were appropriate separate property agreements so any community property interest would be transmuted at that time to separate property. My inclination would be to go tracing from the, after the July 13th 1993 to see if any community property claims, people put in the trust on that, they could put their half but they could not put the other party's half, so my plan would be to trace after the July 13th, because when I read the separate property agreement I saw nothing for post property after that. It just said this is the property we got, this is separate property as of this time, but nothing for future property acquired during their marriage, which is presumed to be community property. So my plan would be to trace it going back to July, or maybe probably start August 1th 1993, currently because I know when they did the trusts, those were 2001, but there could have been property from 1993 August 1th to the 2001 trusts which could have had community property claims. I don't know. And then for the 2001, of coursé, anything that was community property that either party put in to the trust, they would not have the right to put the other party's half. So that would be my inclination is do tracing from August 1th 1993 up to basically the time of the divorce decree to sift through and see was there community property interest.

January 31, 2018 Hearing at 11:34:57 (emphasis added). Further, while the Court acknowledged that such a tracing would be extremely time-consuming and expensive, the Court emphasized that "we need to get this done for everybody." January 31, 2018 Hearing at 11:37:20.

Notwithstanding the above statements, the Court's Decision entered on April 19, 2018, concludes at page 3 that "the proper date to begin

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tracing would be May 30, 2001, the date both the ELN and LSN Trusts were executed." The Court's stated basis for such a conclusion is that "The Nevada Supreme Court held that both the ELN and LSN Trusts were funded with separate property stemming from the 1993 Separate Property Agreement." As will be detailed further in the Legal Analysis Section below, however, the Nevada Supreme Court's ruling on this issue was based on the perception that this Court had itself made such a finding, and such a statement does not therefore constitute the law of the case as argued by ELN Trust in its Reply to Opposition to Motion to Enforce Supreme Court's Order Dated May 25, 2017; Motion to Hold Lynita S. Nelson in Contempt for Violation of September 22, 2014 Order; and for Attorneys' Fees and Costs and Opposition to Countermotion for Final Judgment Consistent with Nevada Supreme Court's Remand, or in the Alternative, for Affirmation of Joint Preliminary Injunction, for a Receiver to Manage the Property Pending Final Judgment, for Updated Financial Disclosures and Exchange of Financial Information, and for Sale of Property for Payment of Attorneys' Fees and Costs.

In addition to the above, in reaching the determination of what is the appropriate timeframe for conducting a tracing in this matter, it is extremely important for the Court to clearly establish and confirm at this time the nature and extent of the tracing that had been conducted by the Court at the time of entry of the parties' Decree of Divorce, and to clarify the findings that were made by the Court in such Decree. The Court's statements at the January 31, 2018 hearing, quoted above, clearly indicate that the Court did not previously trace the properties from the 1993 Separate Property Agreement to the properties placed in the ELN Trust and LSN Trust in 2001. A written confirmation and clarification of this fact is absolutely vital, as Eric and ELN Trust argue that the Nevada

confirming or denying that the Court ever found that the ELN Trust and the LSN Trust were funded with separate property.¹

2. The Release of \$720,000 To ELN Trust

During the hearing of January 31, 2018, the Court indicated that it was not inclined to release to ELN Trust the \$720,000 held in a blocked account at Bank of Nevada, as the Court still needed to "have that traced to see where that money came from." January 31, 2018 Hearing at 11:32:48. The Court's Decision, however, concludes that "[a]s the Supreme Court held that this Court erred in ordering the ELN Trust to pay Mr. Nelson's personal obligations, and as these funds were still readily

¹ The relevant findings made in the Decree of Divorce are as follow:

THE COURT FURTHER FINDS that, pursuant to NRS 123.080 and NRS 123.220(1), the Separate Property Agreement entered into by the parties on July 13, 1993, was a valid Agreement.

THE COURT FURTHER FINDS that Schedule A of the Separate Property Agreement contemporaneously established the Eric L. Nelson Separate Property Trust and named Mr. Nelson as trustor. [itemization of property held in trust omitted].

THE COURT FURTHER FINDS that Schedule B of the Separate Property Agreement contemporaneously established the Lynita S. Nelson Separate Property Trust and named Mrs. Nelson as trustor. [itemization of property held in trust omitted].

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THE COURT FURTHER FINDS that all of the assets and interest held by the Eric L. Nelson Separate Property Trust were transferred or assigned to the ELN Trust.

. . .

THE COURT FURTHER FINDS that all of the assets and interest held by the Lynita S. Nelson Separate Property Trust were transferred or assigned to the LSN Trust.

Decree, pgs. 3-5. None of the above-quoted findings appear to state that the property used to fund the LSN Trust and the ELN Trust was separate property, but rather that the assets held in the parties' respective Separate Property Trusts – whether community property or separate property at the time of the formation of the ELN Trust and the LSN Trust – were transferred into the ELN Trust and the LSN Trust.

available to be dispersed, this Court will Order the \$720,000 to be transferred from the Bank of Nevada blocked account to an account of the ELN Trust's choosing." Accordingly, the monies in question are to be released to ELN Trust, which will then likely spend or "disappear" the monies.

Lynita requests that the Court reconsider this ruling and simply put in place an Order transferring the \$720,000 from the existing blocked account with Bank of Nevada to another frozen account without any designation that the funds are to assist in the payment of Eric's personal obligations. Such a ruling would not only comply with the Nevada Supreme Court's ruling that ELN Trust cannot be made to pay Eric's personal obligations, but it would simultaneously ensure that the monies in question are traced prior to being released to ELN Trust and perhaps irretrievably spent and lost by the community.

C. <u>Issues Upon Which The Court Did Not Rule</u>

1. <u>Joint Preliminary Injunction</u>

In Lynita's Opposition and Countermotion, Lynita requested that, in the event the Court determined it needed additional evidence regarding the character of the parties' property, the Court affirm the Joint Preliminary Injunction previously entered.

During the hearing of January 31, 2018, counsel for the ELN Trust requested that the Court require the LSN Trust to execute quitclaim deeds transferring to ELN Trust interests in the Lindell Property and the Banone, LLC properties. The Court indicated that it was inclined to do so, and that such order would likely be included in its Decision. In response, undersigned counsel again requested that the Court put in place a Joint Preliminary Injunction. The exchange was as follows:

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Court:

My inclination is to order those quitclaims deeds, but I'll wait in my decision and get that, but just so you know it's coming unless my research changes that is my inclination to order those quitclaim deeds be transferred back [...].

Mr. Karacsonyi: And you'll address the JPI then at the same time?

Court:

Absolutely.

Mr. Karacsonyi: Because those go hand in hand.

Court:

Absolutely. And I would be issuing a JPI the same thing I did before on that and making sure its not encumbered or sold until we get it ultimately

resolved [...].

January 31, 2018 Hearing at 12:20:44.

The Court's Decision did require the LSN Trust to transfer to the ELN Trust interests in the Banone, LLC properties and the Lindell Property. In addition, the Court's Decision permitted the \$720,000 held in the Bank of Nevada blocked account to be transferred to an account of Notwithstanding these Orders, and the ELN Trust's choosing. notwithstanding the above-quoted exchange, the Court's Decision made no mention whatsoever of a Joint Preliminary Injunction. Lynita believes that this omission was inadvertent, and now requests that such a Joint Preliminary Injunction be put in place before the assets transferred to Eric and ELN Trust are transferred or encumbered. Lynita will be submitting an ex parte request for a Joint Preliminary Injunction to the Court, but in the event the Court does not desire to issue such a Joint Preliminary Injunction on an ex parte basis, this request is included herein.

Buyout of Brian Head Cabin 2.

During the course of the hearing of January 31, 2018, undersigned counsel requested that in the event the Court followed its stated inclination and ordered the Brian Head cabin to be sold - providing ELN Trust with a right of first refusal to purchase the property - the Court

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should also make clear that ELN Trust's buyout of LSN Trust's interest be made without prejudice. In other words, in the event the monies used by ELN Trust to purchase LSN Trust's interest in the Brian Head cabin are ultimately traced and determined by the Court to constitute the community property of the parties, Lynita should be entitled to receive an additional award of property over and above her half of the remaining community property in the amount of one-half (1/2) of the purchase price of the interest in the Brian Head cabin sold by LSN Trust to ELN Trust.

While the Court's Decision provides that the Brian Head cabin is to be sold, and provides that ELN Trust has the right of first refusal with regard to the purchase of such cabin, the Court did not include any provision providing that the monies ELN Trust uses to purchase such interest will be without prejudice to Lynita and LSN Trust, and that Lynita will be compensated should ELN Trust utilize to purchase the Brian Head cabin monies that are ultimately determined to constitute community property of the parties.

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II. LEGAL ANALYSIS

The Court Should Reconsider/Clarify Certain Portions Of Its Decision of April 19, 2018 19

Nevada Rules of Civil Procedure, Rule 60 (2018), provides in pertinent part as follows:

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(a) Clerical Mistakes. Clerical mistakes in judgments, orders or other parts of the record and errors therein arising from oversight or omission may be corrected by the court at any time of its own initiative or on the motion of any party and after such notice, if any, as the court orders. During the pendency of an appeal, such mistakes may be so corrected before the appeal is docketed in the appellate court, and thereafter while the appeal is pending may be so corrected with leave of the appellate court.

In addition, Eighth Judicial District Court Rules, Rule 5.512 (2018), provides as follows:

(a) A party seeking reconsideration and/or rehearing of a ruling (other than any order that may be addressed by motion pursuant to NRCP 50(b), 52(b), 59 or 60), must file a motion for such relief within 14 calendar days after service of notice of entry of the order unless the time is shortened or enlarged by order. A motion for reconsideration does not toll the period for filing a notice of appeal.

(b) If a motion for reconsideration and/or rehearing is granted, the court may make a final disposition without hearing, may set it for hearing or resubmission, or may make such other orders as are deemed appropriate under the circumstance.

Finally, NRCP 59(e) provides the trial court the opportunity, within a limited time, to rehear a motion previously brought before it, and to correct or reconsider its order or judgment. *Chiara v. Belaustegui*, 86 Nev. 856, 859, 477 P.2d 857, 858 (1970). "[A] court may, for sufficient cause shown, amend, correct, resettle, modify, or vacate, as the case may be, an order previously made and entered on motion in the progress of the cause or proceeding." *Trail v. Faretto*, 91 Nev. 401, 403, 536 P.2d 1026, 1027 (1975).

1. The Court Should Order That The Appropriate Time Frame For The Tracing Of The Parties' Property Is From July 13, 1993, Through Entry Of The Parties' Decree Of Divorce

As stated in the Factual Statement above, the Court's ruling that the tracing of the parties' property should commence in 2001 is based exclusively on the Nevada Supreme Court's purported holding that the ELN Trust and LSN Trust were funded in 2001 with the parties' separate property. Eric and ELN Trust argued for such a ruling, and based their argument on their claim that the Nevada Supreme Court's holding on this matter constitutes "the law of the case." Such is not an accurate reading of Nevada case law on the matter, as described below. In fact, the only reasonable analogy to "law of the case doctrine" in this matter leads to the conclusion that the Nevada Supreme Court based its holding on its

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perception of "the law of the case" as established by this Court's Decree of Divorce.

Pursuant to Nevada law, "where an issue has once been adjudicated by a first appeal, that adjudication is the law of that case in subsequent proceedings." *Andolino v. State*, 99 Nev. 346, 350, 62 P.2d 631, 633 (1983). In this matter, no party to this action raised on appeal the issue of whether the ELN Trust and the LSN Trust were funded with separate or community property, and the issue was not "adjudicated" by the Nevada Supreme Court. Accordingly, the law of the case doctrine is entirely inapposite.

It is well-established by Nevada law that "[a] district court's findings of fact and conclusions of law, even where predicated upon conflicting evidence, must be upheld if supported by substantial evidence, and may not be set aside unless clearly erroneous." *Pombo v. Nev. Apartment Ass'n.*, 113 Nev. 559, 562, 939 P.2d 725, 727 (1997). Likewise, the Nevada Supreme Court in this very matter specifically noted that "[t]his court defers to a district court's findings of fact and will only disturb them if they are not supported by substantial evidence." *Klabacka v. Nelson*, 133 Nev. Adv. Op. 24, 394 P.3d 940, 949 (2017) (internal citations omitted).

With this legal background in mind, the Nevada Supreme Court specifically noted that "the <u>district court</u> found that the SPA was valid and the parties' SSST's were validly established <u>and funded with separate property</u>." *Id.*, 394 P.3d at 944. The Nevada Supreme Court did not itself perform any tracing of the parties' property, nor did it make any factual findings regarding same. Similarly, the Nevada Supreme Court did not rule that any finding of fact by this Court regarding a tracing of the parties' property was erroneous or that a contrary finding was being made. Accordingly, the Nevada Supreme Court relied upon this Court's

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purported finding that the LSN Trust and the ELN Trust were funded with the parties' separate property, and deferred to such purported finding in its own holding. In other words, the Nevada Supreme Court relied upon the "law of the case" as established by this Court's Decree of Divorce.

In the event this Court truly made a finding that the ELN Trust and LSN Trust were funded with the parties' separate property in 2001, then the Nevada Supreme Court's holding does, in fact, confirm the law of the case, and the Court's instant Decision regarding the necessary time frame for tracing is accurate. In the event the Court did not make such a finding, however (as indicated by the Court at the January 31, 2018 hearing), then the Nevada Supreme Court's directives as to the appropriate time frame for tracing of the parties' property are clear:

In a divorce involving trust assets, the district court must trace those trust assets to determine whether any community property exists within the trusts — as discussed below, the parties' respective separate property in the SSST's would be afforded the statutory protection against court-ordered distribution, while any community property would be subject to the district court's equal distribution.

Id., 394 P.3d at 948. In other words, this Court must conduct a tracing that covers a time period sufficient to know whether there was community property of the parties placed into any trusts. In the event this Court truly found at the time of the parties' divorce that the LSN Trust and ELN Trust were funded with the parties' separate property in 2001, then the appropriate time frame for the tracing would be from 2001 to entry of the Decree of Divorce. If, however, this Court never made such a finding, and it remains unknown to the Court whether the ELN Trust and LSN Trust were funded in 2001 with separate or community property, then the appropriate time frame for the tracing is from July 13, 1993, to entry of the Decree of Divorce. Again, during the hearing of January 31, 2018, the

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Court specifically indicated that it did not know whether the property that funded the ELN Trust and LSN Trust in 2001 was separate or community property:

So my plan would be to trace it going back to July, or maybe probably start August 1st 1993, currently because I know when they did the trusts, those were 2001, but there could have been property from 1993 August 1st to the 2001 trusts which could have had community property claims. I don't know.

January 31, 2018 Hearing at 11:35:40.

Based on all the above, Lynita believes that this Court never made a finding that the property with which the LSN Trust and ELN Trust were funded in 2001 constituted the separate property of the parties. Accordingly, Lynita respectfully requests that the Court reconsider its Decision that the tracing be conducted from 2001 to the entry of the Decree of Divorce, and that the tracing instead be conducted from July 13, 1993, to the entry of the Decree of Divorce. In addition, Lynita respectfully requests that this Court include in its Decision a statement confirming the nature and extent of the tracing that had been conducted at the time of the parties' divorce, and whether the Court had, in fact, made any finding that the LSN Trust and ELN Trust were funded in 2001 with the parties' separate property.

The Court Should Order The \$720,000 To Be Transferred To A New Blocked Account Pending A Tracing Of The Parties' <u>Property</u>

As detailed above, the Court's Decision allows for the amount of \$720,000 - all of which may ultimately be determined to be the community property of the parties - to be released to the ELN Trust without any restrictions being placed thereon. In keeping with the prior actions of ELN Trust and Eric throughout the course of this action, there is a significant likelihood that ELN Trust will spend or otherwise irretrievably lose/transfer such monies once they are released. Accordingly,

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in order to comply with the Nevada Supreme Court's ruling that ELN Trust cannot be required to pay Eric's personal obligations, and to simultaneously protect the monies in question, Lynita respectfully requests that this Court reconsider its Decision and enter an Order requiring the \$720,000 to be placed in a new blocked account that is not specifically designated as being intended to assist Eric in the payment of his personal support obligations.

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B. The Court Should Immediately Enter A Joint Preliminary Injunction In This Matter

EDCR 5.517 requires the issuance of a joint preliminary injunction upon the request of any party, to prohibit all parties, and "their officers, agents, servants, employees, or a person in active concert or participation with them from: (1) Transferring, encumbering, concealing, selling, or otherwise disposing of any of the joint, common, or community property of the parties or any property that is subject of a claim of community interest, except in the usual course of conduct or for the necessities of life or for retention of counsel. . . ." Emphasis added. NRS 125.050 requires the Court to "make such restraining order or other order as appears necessary to prevent the act or conduct and preserve the status quo pending final determination of the cause."

Based on the above, as well as the arguments and statements made during the hearing of January 31, 2018, Lynita respectfully requests that

this Court enter a Joint Preliminary Injunction in this matter.

C. The Court Should Order That Any Exercise Of The Right Of First Refusal By Eric And ELN Trust To Purchase The LSN Trust's Interest in The Brian Head Cabin Is Without Prejudice

As detailed above, the Court should make clear that ELN Trust's right of first refusal to purchase LSN Trust's interest in the Brian Head cabin must be exercised, if at all, without prejudice to Lynita/LSN Trust.

In the event the monies used by ELN Trust to purchase LSN Trust's interest in the Brian Head cabin are ultimately determined by the Court to constitute the community property of the parties, Lynita should be entitled to receive an additional award of property over and above her half of the remaining community property in the amount of one-half ($\frac{1}{2}$) of the purchase price of the interest in the Brian Head cabin sold by LSN 6 Trust to ELN Trust. **CONCLUSION** 8 III. Based upon the foregoing, Lynita respectfully request the Court 9 enter the following orders and grant her requests for relief: 10 DATED this 3th day of May, 2018. 11 THE DICKERSON KARACSONYI LAW GROUP 12 13 14 eyada Bar No. 000945 15)SEF M. KARACSONYI, ESQ. eyada Bar No. 010634 16 Las Vegas, Nevada 89134 17 Attorneys for Defendant 18 19 20 21 22

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CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I certify that I am an employee of THE DICKERSON KARACSONYI LAW GROUP, and that on this 312 day of May, 2018, I caused the document entitled, LYNITA NELSON'S MOTION FOR RECONSIDERATION AND CLARIFICATION OF THE COURT'S DECISION ENTERED APRIL 19, 2018 to be served as follows:

- [X] pursuant to EDCR 8.05(a), EDCR 8.05(f), NRCP 5(b)(2)(D) and Administrative Order 14-2 captioned "In the Administrative Matter of Mandatory Electronic Service in the Eighth Judicial District Court," by mandatory electronic service through the Eighth Judicial District Court's electronic filing system;
- by placing same to be deposited for mailing in the United States Mail, in a sealed envelope upon which first class postage was prepaid in Las Vegas, Nevada;
- pursuant to EDCR 7.26, to be sent via facsimile, by duly executed consent for service by electronic means;
- by hand-delivery with signed Receipt of Copy.

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1	To the attorney(s) and/or person(s) listed below at the address, email
2	address, and/or facsimile number indicated below:
3	
4	RHONDA K. FORSBERG, CHÀRTERED 64 North Pecos Road, Ste. 800
5	Henderson, Nevada 89074 rforsberg@forsberg-law.com
6	<u>mweiss@forsberg-law.com</u>
7	Attorneys for Plaintiff
8	MARK A. SOLOMON, ESQ. JEFFREY P. LUSZECK, ESQ.
9	9 SOLOMON, DWIGGINS, FREER & MORSE, LTD.
10	
11	msolomon@sdfnvlaw.com jluszeck@sdfnvlaw.com
12	<u>sgerace@sdfnvlaw.com</u>
13	Attorneys for Distribution Trustee of the ELN Trust
14	\mathcal{M}
15	An employee of The Dickerson Karacsonyi Law Group
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SRAPP000376

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NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 1301 Heather Ridge Road, North Las Vegas, Nevada 89031, APN # 124-28-814-010. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT FORTY-ONE (41), IN BLOCK FIFTEEN (15) OF ELDORADO - R1-65 NO. 2, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 44 OF PLATS; PAGE 38, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA; AND BY CERTIFICATE OF AMENDMENT RECORDED FEBRUARY 7, 1990 IN BOOK 900207 OF OFFICIAL RECORDS AS DOCUMENT NO. 00491 AND AUGUST 20, 1990 IN BOOK 900820 OF OFFICIAL RECORDS AS DOCUMENT NO.

DATED this Who day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

(Must be typed or printed clearly in BLACK ink only **DICKERSON KARACSONYI LAW GR** and avoid printing in the 1" margins of document) Recorded By: MAYSM Pgs: 4 **DEBBIE CONWAY** APN# 124-31-220-093 **CLARK COUNTY RECORDER** (11 digit Assessor's Parcel Number may be obtained at: Src: FRONT COUNTER http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx) Ofc: TENAYA BRANCH TITLE OF DOCUMENT (DO NOT Abbreviate) Notice of Lis Pendens Document Title on cover page must appear EXACTLY as the first page of the document to be recorded. RECORDING REQUESTED BY: DICKERSON Karacsonyi Law Group

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SRAPP000379

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NOTICE OF LIS PENDENS

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 5317 Clover Blossom Court, North Las Vegas, Nevada 89031, APN # 124-31-220-093. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

PARCEL ONE (1):

LOT NINETY-THREE (93) OF ARBOR GATE AS SHOWN BY MAP THEREOF ON FILE IN BOOK NINETY-ONE (91) OF PLATS, PAGE SEVENTY-ONE (71) IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA AND AS AMENDED BY THAT CERTIFICATE OF AMENDMENT RECORDED FEBRUARY 14, 2000, IN BOOK 20000214 AS INSTRUMENT NO. 01540 AND RECORDED JANUARY 23, 2001, IN BOOK 20010123 AS INSTRUMENT NO. 01729 OF OFFICIAL RECORDS.

PARCEL TWO (2):

A NON-EXCLUSIVE EASEMENT FOR INGRESS, EGRESS AND ENJOYMENT IN AND TO THE ASSOCIATION PROPERTY AS SET FORTH IN THE DECLARATION OF COVENANTS, CONDITIONS AND RESTRICTIONS FOR COUNTY GARDEN (ARBOR GATE) A COMMON INTEREST COMMUNITY, RECORDED FEBRUARY 25, 2000, IN BOOK 20000225 AS DOCUMENT NO. 00963, OF OFFICIAL RECORDS OF CLARK COUNTY, NEVADA, AS THE SAME MAY FROM TIME TO TIME BE AMENDED AND OR SUPPLEMENTED, WHICH EASEMENT IS APPURTENANT TO PARCEL ONE (1).

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

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MATT KLABACKA,
as Distribution Trustee of the
ERIC L. NELSON NEVADA TRUST 15 16 dated May 30, 2001, 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 20 21 22 Crossclaimant, 23 LYNITA SUE NELSON, Individually 24 and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 25 26 Cross-Defendant. 27 28

SRAPP000383

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NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 4133 Compass Rose Way, Las Vegas, Nevada 89108, APN # 138-03-815-002. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT SIX (6) IN BLOCK ONE (1) OF NEVADA CLASSIC NORTH, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 47 OF PLATS, PAGE 70, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

DATED this What day of May, 2018.

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THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

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APN# 138-12-415-012

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Fees: \$40.00

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SRAPP000386

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NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 3301 Terra Bella Drive, Las Vegas, Nevada 89108, APN # 138-12-415-012. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT TWENTY (20), IN BLOCK TWO (2), OF NEW CENTURY UNIT NINE (9), AS SHOWN BY MAP THEREOF ON FILE IN BOOK THIRTY-FIVE (35) OF PLATS, PAGE 36, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

DATED this 1th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

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5/11/2018 3:15 PM Steven D. Grierson CLERK OF THE COURT l LIS
THE DICKERSON KARACSONYI LAW GROUP
ROBERT P. DICKERSON, ESQ.
Nevada Bar No. 000945 2 3 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 4 5 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 6 Email: info@thedklawgroup.com 7 Attorneys for Lynita Sue Nelson 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 10 CLARK COUNTY, NEVADA 11 ERIC L. NELSON. 12 CASE NO. D-09-411537-D DEPT NO. O Plaintiff/Counterdefendant, 13 ν. 14 LYNITA SUE NELSON, MATT KLABACKA, 15 as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 16 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 20 21 22 Crossclaimant, 23 ν. 24 LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 25 26 Cross-Defendant. 27 28

Electronically Filed

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 6213 Anaconda Street, Las Vegas, Nevada 89108, APN # 138-14-711-033. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT TWENTY-FIVE (25) IN BLOCK SEVEN (7) OF TORREY PINES PARK NO. 3A, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 21 OF PLATS, PAGE 85, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT PI DICKERSON, ESQ. Nevada Bar No. 000945 IOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

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APN# 138-23-519-014

(11 digit Assessor's Parcel Number may be obtained at: http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)

Inst #: 20180514-0000805

Fees: \$40.00

05/14/2018 11:32:22 AM Receipt #: 3400971

Requestor:

DICKERSON KARACSONYI LAW GR Recorded By: MAYSM Pgs: 3

DEBBIE CONWAY

CLARK COUNTY RECORDER

Src: FRONT COUNTER Ofc: TENAYA BRANCH

TITLE OF DOCUMENT (DO NOT Abbreviate)		
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Document Title on cover page must appear EXACTLY as the first page of the document to be recorded.		
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Address 1745 Village Center Circle		
RETURN TO: Name The Dickerson Karacsonyi Law 6rup Address 1745 Village Center Circle City/State/Zip Las Vegas, N 89134		
MAIL TAX STATEMENT TO: (Applicable to documents transferring real property)		
Name		
Address		
City/State/Zip		

Steven D. Grierson CLERK OF THE COURT 1 THE DICKERSON KARACSONYI LAW GROUP LIS 2 OBERT P. DICKERSON, ESQ. Nevada Bar No. 000945
JOSEF M. KARACSONYI, ESQ.
Nevada Bar No. 010634
1745 Village Center Circle
Las Vegas, Nevada 89134
Telephone: (702) 388-8600
Facsimile: (702) 388-0210
Email: info@thedklawgroup.com 3 4 5 6 7 Attorneys for Lynita Sue Nelson 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 10 CLARK COUNTY, NEVADA 11 ERIC L. NELSON, CASE NO. D-09-411537-D 12 DEPT NO. O Plaintiff/Counterdefendant, 13 ν, 14 LYNITA SUE NELSON,
MATT KLABACKA,
as Distribution Trustee of the
ERIC L. NELSON NEVADA TRUST 15 16 dated May 30, 2001, 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON 20 NEVADA TRUST dated 21 May 30, 2001, 22 Crossclaimant, 23 ν. LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 24 25 26 Cross-Defendant. 27 28

SRAPP000392

Electronically Filed 5/11/2018 3:15 PM

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 6304 Guadalupe Avenue, Las Vegas, Nevada 89108, APN # 138-23-519-014. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT 19 IN BLOCK 7 of CHARLESTON HEIGHTS TRACT NO. 51-C, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 20 OF PLATS, PAGE 52, IN THE OFFICE OF THE COUNTY RECORDER IN CLARK COUNTY, NEVADA.

DATED this 11th day of May, 2018.

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THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

(Must be typed or printed clearly in BLACK ink only and avoid printing in the 1" margins of document)

APN# 138-23-519-US4

(11 digit Assessor's Parcel Number may be obtained at: http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)

TITLE OF DOCUMENT
(DO NOT Abbreviate)

Inst #: 20180514-0000809

Fees: \$40.00

05/14/2018 11:32:22 AM Receipt #: 3400971

Requestor:

DICKERSON KARACSONYI LAW GR Recorded By: MAYSM Pgs: 3

DEBBIE CONWAY

CLARK COUNTY RECORDER

Src: FRONT COUNTER Ofc: TENAYA BRANCH

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ECORDING REQUESTED BY:
ne Dickerson Karacsonyi Law Group
Address 1745 Village Center Circle City/State/Zip Las Vegas, N 89134
City/State/Zip LUS Vegus, N 89134
1AIL TAX STATEMENT TO: (Applicable to documents transferring real property)
Name
Address
City/State/Zip

Steven D. Grierson CLERK OF THE COURT 1 LIS THE DICKERSON KARACSONYI LAW GROUP ROBERT P. DICKERSON, ESQ. 2 Neyada Bar No. 000945 Nevada Bar No. 000945
JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634
1745 Village Center Circle
Las Vegas, Nevada 89134
Telephone: (702) 388-8600
Facsimile: (702) 388-0210 3 4 5 6 Email: info@thedklawgroup.com 7 Attorneys for Lynita Sue Nelson 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 10 CLARK COUNTY, NEVADA 11 ERIC L. NELSON, 12 CASE NO. D-09-411537-D DEPT NO. O Plaintiff/Counterdefendant, 13 ٧, 14 LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 15 16 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated 20 21 May 30, 2001, 22 Crossclaimant, 23 LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 24 25 26 Cross-Defendant. 27 28

SRAPP000395

Electronically Filed 5/11/2018 3:15 PM

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 6301 Cambria Avenue, Las Vegas, Nevada 89108, APN # 138-23-519-054. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT SEVEN (7), IN BLOCK NINE (9), OF CHARLESTON HEIGHTS TRACT 51-C, AS SHOWN BY MAP THEREOF ON FILE IN BOOK TWENTY (20) OF PLATS, PAGE FIFTY-TWO (52), IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

(Must be typed or printed clearly in BLACK ink only and avoid printing in the 1" margins of document)

APN# <u>138-36-514-034</u>

(11 digit Assessor's Parcel Number may be obtained at: http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)

Inst #: 20180514-0000804

Fees: \$40.00

05/14/2018 11:32:22 AM Receipt #: 3400971

Requestor:

DICKERSON KARACSONYI LAW GR Recorded By: MAYSM Pgs: 3

DEBBIE CONWAY

CLARK COUNTY RECORDER

Src: FRONT COUNTER
Ofc: TENAYA BRANCH

TITLE OF DOCUMENT
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The Dickerson Karacsonyi Law Group
RETURN TO: Name The Dickerson Karacsonyi Law Group
Address 1745 Village Center Circle
Address 1745 Village Center Circle City/State/Zip Las Vegan, N 89134
MAIL TAX STATEMENT TO: (Applicable to documents transferring real property)
Name
Address
City/State/Zip

Steven D. Grierson CLERK OF THE COURT 1 THE DICKERSON KARACSONYI LAW GROUP (ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 2 Nevada Bar No. 000943 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 Email: info@thedklawgroup.com 3 4 5 6 7 Attorneys for Lynita Sue Nelson 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 CLARK COUNTY, NEVADA 10 11 ERIC L. NELSON, CASE NO. D-09-411537-D DEPT NO. O 12 Plaintiff/Counterdefendant, 13 ٧. 14 LYNITA SUE NELSON, MATT KLABACKA, 15 as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 16 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated 20 21 May 30, 2001, 22 Crossclaimant, 23 v. LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 24 25 26 Cross-Defendant. 27 28

SRAPP000398

Electronically Filed 5/11/2018 3:15 PM

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 5113 Churchill Avenue, Las Vegas, Nevada 89107, APN # 138-36-514-034. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT NINE (9) IN BLOCK THREE (3) OF THE STELMAR SUBDIVISION TRACT I, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 6, OF PLATS, PAGE 41, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 IOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

(Must be typed or printed clearly in BLACK ink only and avoid printing in the 1" margins of document)

APN# <u>139-19-21</u>3-073

(11 digit Assessor's Parcel Number may be obtained at: http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)

Inst #: 20180514-0000814

Fees: \$40.00

05/14/2018 11:32:22 AM Receipt #: 3400971

Requestor:

DICKERSON KARACSONYI LAW GR Recorded By: MAYSM Pgs: 3

DEBBIE CONWAY

CLARK COUNTY RECORDER

Src: FRONT COUNTER Ofc: TENAYA BRANCH

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The Dickerson Karacsonyi Law Group		
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Address 1745 Village Center Circle		
Address 1745 Village Center Circle City/State/Zip Las Vegus, N 89134		
MAIL TAX STATEMENT TO: (Applicable to documents transferring real property)		
Name		
Address		
City/State/Zip		

	i	Electronically Filed 5/11/2018 3:15 PM Steven D. Grierson
1	LIS	CLERK OF THE COURT
2	THE DICKERSON KARACSONYI LA	W GROUP
3	LIS THE DICKERSON KARACSONYI LA ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 IOSEF M. KARACSONYI, ESQ.	
4	Nevada Bar No. 010634 1745 Village Center Circle	
5	Las Vegas, Nevada 89134 Telephone: (702) 388-8600	
6	Las Vegas, Nevada 89134 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 Email: info@thedklawgroup.com	
7	Attorneys for Lynita Sue Nelson	
8		
9	EIGHTH JUDICIAL DIS FAMILY DIV	STRICT COORT (SION
10	CLARK COUNTY	, NEVADA
11	TRICI NECONI	\
12	ERIC L. NELSON,	CASE NO. D-09-411537-D DEPT NO. O
13	Plaintiff/Counterdefendant,	DEPT NO. O
14	V.	}
15	LYNITA SUE NELSON, MATT KLABACKA,	}
16	as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST	}
17	dated May 30, 2001,	
18	Defendants/Counterclaimants.	
19		
20	MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON	
21	MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,	
22		
23	V.	
24	LYNITA SUE NELSON, Individually	
25	LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON,	\
26	Cross-Defendant.	
27	C1088-Determant.	
28		
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SRAPP000401

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 4612 Sawyer Avenue, Las Vegas, Nevada 89108, APN # 139-19-213-073. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT FORTY-NINE (49), IN BLOCK SIX (6), OF COLLEGE HEIGHTS #3-A, AS SHOWN BY MAP THEREOF ON FILE IN BOOK NINE (9) OF PLATS, PAGE FORTY-TWO (42), IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

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APN# 139-19-310-032

(11 digit Assessor's Parcel Number may be obtained at: http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)

Inst #: 20180514-0000813

Fees: \$40.00

05/14/2018 11:32:22 AM Receipt #: 3400971

Requestor:

DICKERSON KARACSONYI LAW GR Recorded By: MAYSM Pgs: 3

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CLARK COUNTY RECORDER

Src: FRONT COUNTER Ofc: TENAYA BRANCH

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Address 1745 Village Center Circle
Address 1745 Village Center Circle City/State/Zip Las Vegus, N 89134
MAIL TAX STATEMENT TO: (Applicable to documents transferring real property)
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City/State/Zip_

TITLE OF DOCUMENT

Steven D. Grierson CLERK OF THE COURT THE DICKERSON KARACSONYI LAW GROUP ROBERT P. DICKERSON, ESQ.
Nevada Bar No. 000945
JOSEF M. KARACSONYI, ESQ.
Nevada Bar No. 010634
1745 Village Center Circle
Las Vegas, Nevada 89134
Telephone: (702) 388-8600
Facsimile: (702) 388-0210
Email: info@thedklawgroup.com 1 2 3 4 5 6 Email: info@thedklawgroup.com 7 Attorneys for Lynita Sue Nelson 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 10 CLARK COUNTY, NEVADA 11 ERIC L. NELSON, CASE NO. D-09-411537-D DEPT NO. O 12 Plaintiff/Counterdefendant, 13 ٧. 14 LYNITA SUE NELSON, MATT KLABACKA, 15 as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 16 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated 20 21 May 30, 2001, 22 Crossclaimant, 23 ٧. LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 24 25 26 Cross-Defendant. 27 28

SRAPP000404

Electronically Filed 5/11/2018 3:15 PM

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 4601 Concord Village Drive, Las Vegas, Nevada 89108, APN # 139-19-310-032. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT 24 IN BLOCK 3 OF CONCORD VILLAGE PHASE 1, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 32 OF PLATS, PAGE 33 AND AMENDED BY CERTIFICATE OF AMENDMENT RECORDED NOVEMBER 20, 1984, IN BOOK 2024, AS DOCUMENT NO. 1983879, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

DATED this _\|\frac{1}{th} \text{ day of May, 2018.}

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 IOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

(Must be typed or printed clearly in BLACK ink only and avoid printing in the 1" margins of document)

APN# 139-31-411-073
(11 digit Assessor's Parcel Number may be obtained at:

http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)

Inst #: 20180514-0000807

Fees: \$40.00

05/14/2018 11:32:22 AM Receipt #: 3400971

Requestor:

DICKERSON KARACSONYI LAW GR Recorded By: MAYSM Pgs: 3

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CLARK COUNTY RECORDER

Src: FRONT COUNTER Ofc: TENAYA BRANCH

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RECORDING REQUESTED BY:
The Dickerson Karacsonyi Law Group
RETURN TO: Name The Dickerson Karacsonyi Law Group
Address 1745 Village Center Civile
City/State/Zip LAS Vegus, N 89134
MAIL TAX STATEMENT TO: (Applicable to documents transferring real property)
Name
Address
City/State/Zip

Steven D. Grierson CLERK OF THE COURT 1 THE DICKERSON KARACSONYI LAW GROUP (ROBERT P. DICKERSON, ESQ. 2 evada Bar No. 000945 3 OSEF M. KARACSONYI, ESO. evada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 4 5 6 Email: info@thedklawgroup.com 7 Attorneys for Lynita Sue Nelson 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 10 CLARK COUNTY, NEVADA 11 ERIC L. NELSON, CASE NO. D-09-411537-D DEPT NO. O 12 Plaintiff/Counterdefendant, 13 ٧. 14 LYNITA SUE NELSON, MATT KLABACKA, 15 as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 16 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated 20 21 May 30, 2001, 22 Crossclaimant, 23 ٧. LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 24 25 26 Cross-Defendant. 27 28

Electronically Filed 5/11/2018 3:15 PM

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 4412 Baxter Place, Las Vegas, Nevada 89108, APN # 139-31-411-073. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT SIXTY-FOUR (64) IN BLOCK THREE (3) OF HYDE PARK SUBDIVISION NO. ONE (1), AS SHOWN BY MAP THEREOF ON FILE IN BOOK THREE (3) OF PLATS, PAGE FIFTY-SIX (56), IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

(Must be typed or printed clearly in BLACK ink only and avoid printing in the 1" margins of document)

APN# 161.20.712-020

(11 digit Assessor's Parcel Number may be obtained at: http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)

Inst #: 20180514-0000817

Fees: \$40.00

05/14/2018 11:32:22 AM Receipt #: 3400971

Requestor:

DICKERSON KARACSONYI LAW GR

Recorded By: MAYSM Pgs: 3

DEBBIE CONWAY

CLARK COUNTY RECORDER

Src: FRONT COUNTER Ofc: TENAYA BRANCH

(DO NOT Abbreviate)
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The Dickerson Karacsonyi Law 610up
THE property factoring actor average
RETURN TO: Name The Dickerson Kavacsonyi Law 6mg
Address 1745 Village Center Circle City/State/Zip La Vegan, N 89134
City/State/Zin W Vean N 89134
MAIL TAX STATEMENT TO: (Applicable to documents transferring real property)
Name
Address
City/State/Zip

TITLE OF DOCUMENT

Steven D. Grierson CLERK OF THE COURT 1 ŢĦĘ DICKEŖ<u>SON KARĄ</u>CSONYI LAW GROUP ⁽ 2 ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 OSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 3 1745 Village Center Circle Las Vegas, Nevada 89134 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 4 5 6 Email: info@thedklawgroup.com 7 Attorneys for Lynita Sue Nelson 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 10 CLARK COUNTY, NEVADA 11 ERIC L. NELSON, 12 CASE NO. D-09-411537-D DEPT NO. O Plaintiff/Counterdefendant, 13 ٧. 14 LYNITA SUE NELSON,
MATT KLABACKA,
as Distribution Trustee of the
ERIC L. NELSON NEVADA TRUST 15 16 dated May 30, 2001, 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, 20 21 22 Crossclaimant, 23 v. LYNITA SUE NELSON, Individually 24 and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 25 26 Cross-Defendant. 27 28

Electronically Filed 5/11/2018 3:15 PM

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 4820 Marnell Drive, Las Vegas, Nevada 89121, APN # 161-20-712-026. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

LOT SEVEN HUNDRED EIGHTY-TWO (782) IN BLOCK TWENTY-FIVE (25) OF DESERT HILLS UNIT NO. 8, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 10, OF PLATS, PAGE 64, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

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(Must be typed or printed clearly in BLACK ink only and avoid printing in the 1" margins of document) APN# 10-28-40-05 (11 digit Assessor's Parcel Number may be obtained at:	Recorded By: MAYSM Pgs: A DEBBIE CONWAY CLARK COUNTY RECORDER Src: FRONT COUNTER Ofc: TENAYA BRANCH
http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)	i i
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DICKERSON KARACSONYI LAW GR

05/14/2018 11:32:22 AM Receipt #: 3400971

Fees: \$40.00

Requestor:

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 5220 E. Russell Road, Las Vegas, Nevada 89122, APN 161-28-401-015. # Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

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PARCEL I:

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EXCEPTING THEREFROM THAT PORTION AS CONVEYED TO THE STATE OF NEVADA BY THAT CERTAIN GRANT DEED RECORDED MAY 21, 1984 IN BOOK 1924 AS DOCUMENT NO. 1883518, OF OFFICIAL

PARCEL II:

THE SOUTH HALF (S ½) OF THE NORTHEAST OUARTER (NE ¼) OF THE SOUTHWEST QUARTER (SW ¼) OF THE SOUTHEAST QUARTER (SE ¼) OF THE SOUTHWEST QUARTER (SE ¼) OF THE SOUTHWEST QUARTER (SW ¼) OF SECTION 28, TOWNSHIP 21 SOUTH, RANGE 62 EAST, M.D.M.

AND

THE SOUTHWEST QUARTER (SW ¼) OF THE SOUTHEAST OUARTER (SE ¼) OF THE SOUTHEAST OUARTER (SW ¼) OF THE SOUTHWEST QUARTER (SW ¼) OF SECTION 28, TOWNSHIP 21 SOUTH , RANGE 62

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THE SOUTHEAST QUARTER (SE ¼) OF THE SOUTHWEST QUARTER (SW ¼) OF THE SOUTHEAST QUARTER (SE ¼) OF THE SOUTHWEST QUARTER (SW ¼) OF SECTION 28, TOWNSHIP 21 SOUTH, RANGE 62 EAST, M.D.M.

EXCEPTING THEREFROM ANY PORTION THEREOF LYING WITHIN U.S. HIGHWAY 95.

PARCEL III:

AN EASEMENT FOR PRIVATE ACCESS AND PUBLIC UTILITY PURPOSES AS SET FORTH IN RIGHT-OF-WAY GRANT RECORDED JULY 12, 2001 IN BOOK 20010712 AS DOCUMENT NO. 00259, IN THE OFFICE OF THE COUNTY RECORDER, CLARK COUNTY, NEVADA, WHICH IS APPURTENANT TO PARCELS I AND II. SUBJECT TO THE TERMS, PROVISIONS, CONDITIONS, STIPULATIONS AND RESTRICTIONS CONTAINED THEREIN.

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

DICKERSON KARACSONYI LAW GR (Must be typed or printed clearly in BLACK ink only Recorded By: MAYSM Pgs: 3 and avoid printing in the 1" margins of document) **DEBBIE CONWAY** APN# 163-10-311-010 CLARK COUNTY RECORDER Src: FRONT COUNTER (11 digit Assessor's Parcel Number may be obtained at: http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx) Ofc: TENAYA BRANCH TITLE OF DOCUMENT (DO NOT Abbreviate) Notice of Lispendens Document Title on cover page must appear EXACTLY as the first page of the document to be recorded. RECORDING REQUESTED BY: <u>Dickersun Karacsonyi Law Group</u>

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05/14/2018 11:32:22 AM Receipt #: 3400971

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5/11/2018 3:15 PM Steven D. Grierson CLERK OF THE COURT 1 THE DICKERSON KARACSONYI LAW GROUP (ROBERT P. DICKERSON, ESQ. 2 Nevada Bar No. 000945 OSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 3 1745 Village Center Circle Las Vegas, Nevada 89134 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 Email: info@thedklawgroup.com 4 5 6 7 Attorneys for Lynita Sue Nelson 8 EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION 9 10 CLARK COUNTY, NEVADA 11 ERIC L. NELSON, CASE NO. D-09-411537-D DEPT NO. O 12 Plaintiff/Counterdefendant, 13 ٧. 14 LYNITA SUE NELSON,
MATT KLABACKA,
as Distribution Trustee of the
ERIC L. NELSON NEVADA TRUST 15 16 dated May 30, 2001, 17 Defendants/Counterclaimants. 18 19 MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON 20 NEVADA TRUST dated 21 May 30, 2001, 22 Crossclaimant, 23 24 LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, 25 26 Cross-Defendant. 27 28

SRAPP000416

Electronically Filed

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 2911 Bella Kathryn Circle, Las Vegas, Nevada 89117, APN # 163-10-311-010. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

PARCEL 1:

LOTS TWO (2) AND THREE (3) OF KATHRYN ESTATES SUBDIVISION, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 123 OF PLATS, PAGE 4, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

PARCEL II:

A NON-EXCLUSIVE EASEMENT FOR INGRESS, EGRESS AND PUBLIC UTILITIES AND INCIDENTAL PURPOSES OVER THAT PORTION OF SAID LAND LYING WITHIN THE PRIVATE STREET AND U.E. AS DELINEATED ON SAID PLAT.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

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apn# <u>163-13-205-001</u>

(11 digit Assessor's Parcel Number may be obtained at: http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx)

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Fees: \$40.00

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CLARK COUNTY RECORDER

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SRAPP000419

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 3611 S. Lindell Road, Las Vegas, Nevada 89103, APN # 163-13-205-001. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

THAT PORTION OF THE SOUTHEAST QUARTER (SE 1/4) OF THE NORTHWEST QUARTER (NW 1/4) OF SECTION 13, TOWNSHIP 21 SOUTH, RANGE 60 EAST, M.D.M., DESCRIBED AS FOLLOWS:

LOT ONE (1) OF THAT CERTAIN PARCEL MAP ON FILE IN FILE 86 OF PARCEL MAPS, PAGE 73, IN THE OFFICE OF THE COUNTY RECORDER, CLARK COUNTY, NEVADA RECORDED SEPTEMBER 6, 1996 IN BOOK 960906 AS DOCUMENT NO. 01660, OFFICIAL RECORDS.

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

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RECORDING COVER PAGE Requestor: (Must be typed or printed clearly in BLACK ink only **DICKERSON KARACSONYI LAW GR** and avoid printing in the 1" margins of document) Recorded By: MAYSM Pgs: 4 APN# 179-34-614-071 **DEBBIE CONWAY** CLARK COUNTY RECORDER (11 digit Assessor's Parcel Number may be obtained at: Src: FRONT COUNTER http://redrock.co.clark.nv.us/assrrealprop/ownr.aspx) Ofc: TENAYA BRANCH TITLE OF DOCUMENT (DO NOT Abbreviate) Notice of Lis Pendens Document Title on cover page must appear EXACTLY as the first page of the document to be recorded. RECORDING REQUESTED BY: le Dickerson Karacsonyi Law Group RETURN TO: Name THE DICKERSUN KAVACSUNYI LAW 6rup Address 1745 Village Center Circle City/State/Zip US Vequ, W

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3	Nevada Bar No. 000945	
4	Nevada Bar No. 010634	
5	1745 Village Center Circle Las Vegas, Nevada 89134	
	Las Vegas, Nevada 89134 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 Email: info@thedklawgroup.com	
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7	Attorneys for Lynita Sue Nelson	
8	EIGHTH IUDICIAL DIS	TRICT COURT
9	EIGHTH JUDICIAL DISTRICT COURT FAMILY DIVISION	
10	CLARK COUNTY, NEVADA	
11	ERIC L. NELSON,)
12	·	CASE NO. D-09-411537-D DEPT NO. O
13	Plaintiff/Counterdefendant,	} DELITION O
14	V.	\
15	LYNITA SUE NELSON, MATT KLABACKA,) }
16	as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,	}
17	dated May 30, 2001,	}
18	Defendants/Counterclaimants.	}
19		}
20	MATT KLABACKA, as Distribution Trustee of the FRICI, NELSON	
21	MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,	
22	Crossclaimant,	
23	v.	
24	LYNITA SUE NELSON, Individually	
25	LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON,	
26	li e	}
27	Cross-Defendant.	}
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SRAPP000422

Electronically Filed

NOTICE OF LIS PENDENS

NOTICE is hereby given that an action affecting the title of real property is now pending in the Eighth Judicial District Court of the State of Nevada, in and for the County of Clark, concerning the above-named parties.

This action affects real property that is situated in the County of Clark, State of Nevada, and is more commonly known as 1608 Rusty Ridge Lane, Henderson, Nevada 89002, APN # 179-34-614-071. Defendant/Cross-Defendant, LYNITA SUE NELSON, presently claims an unadjudicated community property interest in said property, which is particularly described as follows:

PARCEL I:

LOT TWO (2) IN BLOCK TWENTY-FOUR (24) OF OLD VEGAS RANCH UNIT 1 (HIGH NOON), A COMMON INTEREST COMMUNITY, AS SHOWN BY MAP THEREOF ON FILE IN BOOK 106 OF PLATS, PAGE 61, IN THE OFFICE OF THE COUNTY RECORDER OF CLARK COUNTY, NEVADA.

TOGETHER WITH ASSOCIATED GARAGE UNIT, AS SET FORTH IN THE DECLARATION OF COVENANTS, CONDITIONS, RESTRICTIONS AND RESERVATIONS OF EASEMENTS OF HIGH NOON AT OLD VEGAS RANCH, RECORDED OCTOBER 9, 2002 IN BOOK 20021009 AS DOCUMENT NO. 00581.

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PARCEL II:

A NON-EXCLUSIVE EASEMENT OF REASONABLE INGRESS, EGRESS AND USE IN, TO AND OVER THE COMMON ELEMENTS AS SET FORTH AND SUBJECT TO THE DECLARATION OF COVENANTS, CONDITIONS, RESTRICTIONS AND RESERVATION OF EASEMENTS FOR OLD VEGAS RANCH RECORDED OCTOBER 3, 2002 IN BOOK 20021003 AS DOCUMENT NO. 01559 OF OFFICIAL RECORDS,

DATED this 11th day of May, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

Electronically Filed 5/21/2018 3:32 PM Steven D. Grierson CLERK OF THE COURT

OPPS

MARK A. SOLOMON, ESQ. Nevada State Bar No. 0418

E-mail: msolomon@sdfnvlaw.com JEFFREY P. LUSZECK, ESO.

Nevada State Bar No. 9619

E-mail: iluszeck@sdfnvlaw.com

SOLOMON DWĪGGINS & FREER, LTD.

Cheyenne West Professional Centre'

9060 W. Cheyenne Avenue Las Vegas, Nevada 89129

Telephone No.: (702) 853-5483

Facsimile No.: (702) 853-5485

Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA

TRUST dated May 30, 2001

DISTRICT COURT

COUNTY OF CLARK, NEVADA

ERIC L. NELSON,

Plaintiff

VS.

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9060 WEST CHEYENNE AVENUE LAS VEGAS, NEVADA 89129 ITELEPHONE (702) 853-5483 FACSIMILE (702) 853-5485 WWW*SDFNVLAW.COM

SOLOMON.

DWIGGINS & FREER

SUE LYNITA NELSON. KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

MATT KLABACKA, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

VS.

LYNITA SUE NELSON,

Cross-defendant.

Case No.: D-09-411537-D

Dept. No.: O

INITIAL OPPOSITION TO LYNITA NELSON'S MOTION FOR RECONSIDERATION AND CLARIFICATION OF THE COURT'S **DECISION ENTERED APRIL 19, 2018;** OUNTERPETITION TO REMOVE LIS PENDENS INAPPROPRIATELY FILED BY THE LSN TRUST; AND FOR ATTORNEYS' FEES AND COSTS

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May 30, 2001, hereby files his Initial Opposition to Lynita Nelson's Motion for Reconsideration and Clarification of the Court's Decision Entered April 19, 2018; and his Counterpetition to

Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated

Remove Lis Pendens Inappropriately Filed by the LSN Trust; and for Attorneys' Fees and Costs.

SRAPP000425

Case Number: D-09-411537-D

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Lynita's Counsel has graciously extended the ELN Trust an extension to file its Opposition to Thursday, May 24, 2018. Consequently, the ELN Trust intends to file a Supplement to the Opposition on or before Thursday, May 24, 2018.

DATED this 21st day of May, 2018.

SOLOMON DWIGGINS & FREER, LTD.

JEFFREY P. LUSZECK, ESQ., NSB 9619 9060 West Chevenne Avenue Las Vegas, Nevada 89129

was a superconstant and the constant of the

Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001

MEMORANDUM OF POINTS AND AUTHORITIES

BRIEF INTRODUCTION AND LEGAL STANDARD I.

In an attempt to re-litigate issues previously heard and decided by this Court, Lynita S. 15 Nelson requests that this Court "reconsider" and/or "clarify" its Decision entered on April 19, 2018 16 (hereinafter referred to as "Order") because she disagrees with this Court's ruling. Despite filing a 17||14-page Motion (which merely regurgitates the same arguments that this Court previously rejected 18 in entering its Order), Lynita fails to identify how the Court's Order is clearly erroneous and or 19||how new facts would support a reversal of this Court's decision. See, Moore v. City of Las Vegas, 20||92 Nev. 402, 405, 551 P.2d 244, 246 (1976) ("Only in very rare instances in which new issues of fact or law are raised supporting a ruling contrary to the ruling already reached should a motion for reconsideration be granted.") (Emphasis Added); Masonry and Tile Constrs. v. Jolley, Urga & Wirth, Ltd., 113 Nev. 737, 741, 941 P.2d 486, 489 (1997) (motions for reconsideration must be based on "substantially different evidence [that] is subsequently introduced" showing that "the decision is clearly erroneous."). Reconsideration motions cannot not be used merely to reargue the 26 || arguments the movant already made to the Court, to "be used to ask the Court to rethink what it 27 has already thought, "Motorola, Inc. v. J.B. Rodgers Mechanical Contractors, 215 F.R.D. 581, 582 28||(D. Ariz. 2003), or "to dress up arguments that previously failed." Waddell & Reed Fin., Inc. v.

SRAPP000426

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Indeed, in her Motion, Lynita advances the identical arguments that she previously raised, 3 and/or could have raised, in her Opposition to Motion to Enforce Supreme Court's Order dated 4 May 25, 2017; Motion to Hold Lynita S. Nelson in Contempt for Violation of September 22, 2014; 5 and for Attorneys' Fees and Costs; and Countermotion for Final Judgment Consistent with Nevada Supreme Court's Remand previously filed on July 31, 2017 (hereinafter referred to as "Opposition") and Reply to Countermotion for Final Judgment Consistent with Nevada Supreme Court's Remand previously filed on August 22, 2017 (hereinafter referred to as "Reply to Countermotion"). Indeed, this is not one of those "rare circumstances" in which reconsideration is 10 appropriate, and to do so would be an abuse of discretion.

As indicated supra, Lynita's Counsel has granted an extension to the ELN Trust until 12||Thursday, May 24, 2018, to file its Opposition; however, in the interim (and in light of the fact that 13 an Ex Parte Application to have the Motion for Reconsideration heard on OST is currently pending 14||before this Court), the ELN Trust hereby briefly responds to Lynita's arguments as follows.

15||II. LEGAL ARGUMENT

THIS COURT FOLLOWED THE SUPREME COURT'S DIRECTIVE BY Α. ORDERING THAT THE TRACING BEGIN ON MAY 30, 2001.

As indicated supra, Lynita's request that the tracing begin on July 13, 1993 is identical to the arguments raised in her Opposition and Reply to Countermotion, and as such, Nevada law requires that the Motion for Reconsideration be denied. As this Court recognized in its Decision entered on April 19, 2018:

> The Nevada Supreme Court held that both the ELN and LST Trusts were funded with separate property stemming from the Separate Property Agreement. As such, the proper date to begin the tracing would be May 30, 2001, the date both the ELN and LSN Trusts were executed. See Order at 3:10-14.1

While the ELN Trust concedes that the tracing should begin on May 30, 2001, it adamantly objects to a tracing being conducted on Wyoming Downs for the reasons set forth in its Reply to Opposition to Motion to Enforce Supreme Court's Order dated May 25, 2017; Motion to Hold Lynita in Contempt for Violation of September 22, 2014 Order; and for Attorneys' Fees and Costs previously filed on August 4, 2017, at 8:24-10:2.

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Upon information and belief, this Court's ruling was based upon the following statements made by the Nevada Supreme Court in its Order:

> Later, the parties converted those trusts into self-settled spendthrift trusts (SSSTs) and funded them with their respective separate property. P. 2.

> In 2001, Eric and Lynita converted their separate property trusts into Eric's Trust and Lynita's Trust, respectively, and funded the SSSTs with the separate property contained within the separate property trusts. P. 4.

> On June 3, 2013, the district court issued the decree. The district court found that the SPA was valid and the parties' SSSTs were validly established and funded with separate property. P. 6.

> For the reasons set forth below, we hold the SSSTs are valid and the trusts were funded with separate property stemming from a valid separate property agreement. P. 13.

Although unclear, in addition to re-making the exact same arguments previously rejected by this Court, it also appears that Lynita is requesting that this Court essentially "second guess" the Nevada Supreme Court's Order, which is inappropriate and inconsistent with Nevada law because the Nevada Supreme Court's Order became the law of the case. See e.g., Bd. Of Gallery of History, Inc. v. Datecs Corp., 116 Nev. 289, 994 P.2d 1149, 1150 (2000) (when the law of the case doctrine applies, "the district court [is] without authority to make a contrary finding."). Indeed, if there was any confusion regarding the Supreme Court's directives then Lynita had a duty to file a petition for rehearing pursuant to NRAP 40, yet she failed to do so.

Because Lynita failed to raise any new issues of fact or law regarding this issue (and/or Lynita is trying to "dress-up" its other arguments that failed), this is not one of the "rare circumstances" identified by the Nevada Supreme Court where a rehearing and/or reconsideration should be granted.

LYNITA HAS FAILED TO RAISE NEW ISSUES OF FACT OR LAW AS TO B. WHY IT IS NECESSARY FOR THE \$720,000 TO BE TRANSFERRED TO A NEW BLOCKED ACCOUNT.

It is unnecessary for the \$720,000 to be placed in a blocked account because this Court 28 || found in its decision that both the ELN Trust and the LSN Trusts possess "sufficient assets...to SRAPP000428

offset any deficiency once a final balance and distribution amount has been determined." See Order at 7:26-8:2. Lynita has failed to raise any new issues of fact or law regarding this issue. As such, the requested relief should be denied.

Because Lynita failed to raise any new issues of fact or law regarding this issue, this is not one of the "rare circumstances" identified by the Nevada Supreme Court where a rehearing and/or reconsideration should be granted.

C. LYNITA HAS FAILED TO RAISE NEW ISSUES OF FACT OR LAW REGARDING THE IMPOSITION OF A JPI.

Contrary to Lynita's contention, the ELN Trust believes that this Court implicitly dealt with the JPI issue by finding that both the ELN Trust and the LSN Trusts possess "sufficient assets...to offset any deficiency once a final balance and distribution amount has been determined." See Order at 7:26-8:2. Since there are sufficient assets to offset any deficiency, it would be manifestly unjust to enter a JPI.

Notwithstanding, if this Court believes that it inadvertently failed to rule on Lynita's request for a JPI, said request should be denied because EDCR 5.85 only applies to the husband and wife in a divorce proceeding,² of which the ELN Trust is not. Consequently, if Lynita wishes to pursue an injunction against the ELN Trust she will need to seek a formal injunction that complies with NRCP 65.

Further, if the Court is inclined to enter a JPI over property which either party deems "community property," said JPI cannot and should not apply to Wyoming Downs because: (1) this Court previously found that Wyoming Downs was not community property; and (2) the Supreme Court upheld the September 22, 2014 Order that disposed of said asset. Specifically, as this Court will certainly recall, the Divorce Decree disposed of all of the assets owned by the ELN Trust and the LSN Trust, with the exception of Wyoming Downs. After a separate evidentiary hearing on Wyoming Downs on May 30, 2014, this Court entered the following findings and orders:

THE COURT FURTHER FINDS that although Wyoming Downs

Indeed, whenever the term "party" or "parties" is referenced in Part V of the Eighth Judicial Court Rules it contemplates application to a husband and wife, and not to third parties.

SRAPP000429

was acquired by the ELN Trust during the pendency of the marriage between Eric L. Nelson and Lynita S. Nelson, the Court does not find it to be community property as it was clearly purchased through Dynasty, an entity wholly owned by the ELN Trust and the Court maintained the ELN Trust. The Court found no facts leading it to conclude Lynita S. Nelson or the LSN Trust has an interest in Wyoming Downs. The Court maintained the integrity of the ELN Trust and LSN Trust for the reasons set forth in the Divorce Decree.

THE COURT FURTHER FINDS that there was no transmutation of Wyoming Downs from separate property to community property, even assuming that Wyoming Downs was separate property of Eric L. Nelson, and not the property of the ELN Trust, separate and distinct from Eric L. Nelson. *See* Notice of Entry of Order entered September 22, 2014.

Lynita appealed the September 22, 2014 Order. Indeed, one of the "Issues on Appeal" that Lynita identified in her Docketing Statement was the following:

Whether the district court erred in denying Lynita a one-half (1/2) interest in Wyoming Downs, which was purchased during the pendency of Eric's and Lynita's divorce proceedings. See LSN Trust's Docketing Statement at 4:10-12.³

In its Opinion, the Nevada Supreme Court <u>upheld</u>, as opposed to overturned, the September 22, 2014 Order:

Accordingly, we affirm in part and vacate in part the district court's decree of divorce, affirm in part and vacate in part the district court's June 8, 2015, order modifying and implementing the divorce decree, and remand this matter for further proceedings consistent with this opinion. See Nevada Supreme Court Order at p. 30.

Further, and perhaps most importantly, footnote 9 provides: "[w]e have considered the parties' other arguments [which would have included Lynita's argument with respect to Wyoming Downs] and conclude they are without merit." In light of the foregoing, it would be an error to enter a JPI and/or litigate any issue, which would include conducting a tracing on Wyoming Downs.

D. <u>BRIAN HEAD CABIN</u>.

Lynita's requested relief regarding the Brian Head Cabin stems from an oral request made by her Counsel at the January 31, 2018, which admittedly was not briefed in the underlying pleadings. It is inappropriate for this Court to tailor its Order to further Lynita's best interest

See also Lynita's Answering Brief and Opening Brief on Cross-Appeal at pp. 52-53.

SRAPP000430

1 without giving the Parties the opportunity to respond to the same. For this reason, Lynita's 2 requested relief should be denied.

3 III. **CONCLUSION**

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As indicated supra, this is not one of the "rare circumstances" where a rehearing and/or 5 reconsideration should be granted. To the contrary, the majority (if not all) of the arguments made 6||in Lynita's Motion for Reconsideration were identical to the arguments that she made at the prior 7 hearings and considered by this Court when it entered its Order.

As stated above, Lynita's Counsel has granted an extension to the ELN Trust until Thursday, May 24, 2018, to file its Opposition, and as such, the ELN Trust intends to supplement its Opposition if necessary.

DATED this 21st day of May, 2018.

SOLOMON DWIGGINS & FREER, LTD.

Nevada State Bar No. 0418 JEFFREY P. LUSZECK, ESQ. Nevada State Bar No. 9619 9060 West Cheyenne Avenue Las Vegas, Nevada 89129

Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001

SOLOMON LAS VEGAS, NEVADA 89129 LOS VEGAS, NEVADA 89129 TRUST AND ESTATE ATTORNEYS | FACSIMILE (702) 853-5485 WWW.SDFNVLAW.COM

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1	CERTIFICATE OF SERVICE
2	I HEREBY CERTIFY, pursuant to NRCP 5(b), that on May 21, 2018, I served a true and
3	correct copy of the foregoing INITIAL OPPOSITION TO LYNITA NELSON'S MOTION
4	FOR RECONSIDERATION AND CLARIFICATION OF THE COURT'S DECISION
5	ENTERED APRIL 19, 2018; COUNTERPETITION TO REMOVE LIS PENDENS
6	INAPPROPRIATELY FILED BY THE LSN TRUST; AND FOR ATTORNEYS' FEES AND
7	COSTS, to the following in the manner set forth below:
9	Hand Delivery U.S. Mail, Postage Prepaid Certified Mail, Receipt No.:
10 11	[] Return Receipt Request [XXX] E-Service through Wiznet
12 13 14	DICKERSON LAW GROUP Robert P. Dickerson, Esq. 1745 Village Center Circle Las Vegas, NV 89134 Attorneys for Plaintiff
15	Attorneys for Defendant
16 17	wall of
18	An Employee of SOLOMON DWIGGINS & FREER, LTD.
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DISTRICT COURT FAMILY DIVISION CLARK COUNTY, NEVADA

ERIC L. NELSON	Case No. D-09-411537-D			
Plaintiff/Petitioner	0			
v. LYNITA SUE NELSON	Dept.			
Defendant/Respondent	MOTION/OPPOSITION FEE INFORMATION SHEET			
Notice: Motions and Oppositions filed after entry of a final order issued pursuant to NRS 125, 125B or 125C are subject to the reopen filing fee of \$25, unless specifically excluded by NRS 19.0312. Additionally, Motions and Oppositions filed in cases initiated by joint petition may be subject to an additional filing fee of \$129 or \$57 in accordance with Senate Bill 388 of the 2015 Legislative Session.				
Step 1. Select either the \$25 or \$0 filing fee i				
X \$25 The Motion/Opposition being filed w -OR-	ith this form is subject to the \$25 reopen fee.			
	ith this form is not subject to the \$25 reopen			
☐ The Motion/Opposition is being fi	led before a Divorce/Custody Decree has been			
	ed solely to adjust the amount of child support			
established in a final order.	and is being filed			
☐ The Motion/Opposition is for recor within 10 days after a final judgme	nsideration or for a new trial, and is being filed ent or decree was entered. The final order was			
entered on				
☐ Other Excluded Motion (must spec				
Step 2. Select the \$0, \$129 or \$57 filing fee i	n the box below.			
	ith this form is not subject to the \$129 or the			
\$57 fee because: Y. The Motion/Opposition is being f	iled in a case that was not initiated by joint petition.			
	sition previously paid a fee of \$129 or \$57.			
-OR-				
to modify, adjust or enforce a final	m is subject to the \$129 fee because it is a motion order.			
-OR- S57 The Motion/Opposition being filing:	with this form is subject to the \$57 fee because it is			
	, adjust or enforce a final order, or it is a motion			
and the opposing party has already p				
Step 3. Add the filing fees from Step 1 and S	Step 2.			
The total filing fee for the motion/opposition \$\Boxed{\$\S0\$} \Boxed{\S25} \$\Boxed{\$\S0\$} \Boxed{\$\S0\$} \$\Boxed{\$\S0\$} \$\Boxed	I am filing with this form is:			
	obacka 05/21/18			
Party filing Motion/Opposition: Matthew Kl	abacka Date O3/21/18			
/s/ Gratta G				
Signature of Party or Preparer				

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RANK P. SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

DISTRICT COURT FAMILY DIVISION - JUVENILE

Electronically Filed 5/22/2018 8:41 AM Steven D. Grierson CLERK OF THE COURT

CLARK COUNTY, NEVADA

ERIC L. NELSON,

Plaintiff.

v.

LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

v.

LYNITA SUE NELSON,

Cross-defendant.

Case No.: D-09-411537-D

Dept. No.: O

DECISION AFFIRMING THE DATE OF TRACING; DENYING A SEPARATE BLOCKED ACCOUNT FOR \$720,000; AND GRANTING A JOINT PRELIMINARY INJUCTION FOR THE BANONE, LLC. AND LINDELL PROPERTIES

This matter was before the Court, pursuant to Lynita Nelson's Motion for Reconsideration and Clarification of the Court's Decision Entered April 19, 2018, and Lynita Nelson's Ex Parte Motion for Issuance of Joint Preliminary

FRANK P. SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101 Injunction. The Court, having reviewed all Motions, based thereon and good cause appearing therefor:

CONCLUSIONS OF LAW

A. May 30, 2001 is the Proper Date To Begin the Tracing Because the Nevada Supreme Court Found and Held That the ELN and LSN Trusts Were Funded With Separate Property

In its May 25, 2017 Order, the Nevada Supreme Court concluded that this Court erred by "not tracing the assets contained within the trusts, either through a reliable expert or other available means." The Nevada Supreme Court also held that both the Eric L. Nelson Nevada Trust ("ELN Trust") and the Lynita S.

Nelson Nevada Trust ("LSN Trust") "are valid and the trusts were funded with separate property stemming from a valid separate property agreement."

In its April 19, 2018 Order, this Court did not address the tracing performed in the underlying divorce proceeding. During the divorce proceeding, this Court did not perform a tracing of assets contained within either the Eric L. Nelson Nevada Trust ("ELN Trust") or the Lynita S. Nelson Nevada Trust ("LSN Trust"). In its May 25, 2017 Order, the Nevada Supreme Court found that "[i]n 2001, Eric and Lynita converted their separate property trusts into Eric's Trust and Lynita's Trust, respectively, and funded the SSST's with the separate

¹ Klabacka v. Nelson, 394 P.3d 940, 948 (Nev. 2017).

² Klabacka, 394 at 947.

FRANK P. SULLIVAN
DISTRICT JUDGE
FAMILY DIVISION, DEPT. O

LAS VEGAS NV 89101

property contained within the separate property trusts."³ The Nevada Supreme Court then held that both the ELN and LSN Trusts were funded with separate property based on their findings.⁴

While this Court never performed a tracing of assets in the trusts in the underlying divorce proceedings, the Nevada Supreme Court held that "the SSSTs are valid and the trusts were funded with separate property stemming from a valid separate property agreement." Therefore, based upon the Nevada Supreme Court's finding and holding, this Court interprets the proper date to begin tracing as May 30, 2001, the date on which both the ELN and LSN Trusts were executed.

B. The \$720,000 Released to the ELN Trust Is A Valid Disbursement As the Funds Were Allocated In Error

In its May 25, 2017 Order, the Nevada Supreme Court found that this

Court erred in Ordering the ELN Trust to pay the personal obligations of Mr.

Nelson with regard to a lump-sum alimony payment. In response to the Nevada Supreme Court's holding, this Court Ordered the return of the \$720,000 which was paid by the ELN Trust and being held in a blocked account.

The sole purpose of the disbursement of the \$720,000 was for the payment of Mr. Nelson's personal obligations. Otherwise, the funds would have remained within the ELN Trust and be afforded all the protections of a Nevada Trust. As

³ *Id.* at 943.

⁴ Id. at 947.

⁵ Id.

⁶ Klabacka v. Nelson, 394 P.3d 940, 952 (Nev. 2017).

FRANK P. SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101 this Court erred when Ordering the distribution of funds from the ELN Trust to pay for Mr. Nelson's personal obligations, the Court is obligated to return the funds from the source of the distribution, the ELN Trust. Therefore, transferring the funds from one blocked account to a separate frozen account is improper at this time.

C. A Joint Preliminary Injunction for the Banone, LLC. and Lindell
Properties is Appropriate Because Both Properties Are Involved In A
Claim of Community Property

In its April 19, 2018 Order, this Court did not address the request for a Joint Preliminary Injunction for the Banone, LLC. and Lindell Properties. Eighth Judicial District Court Rule 5.517 states that "[u]pon the request of any party at any time prior to the entry of...final judgment, a preliminary injunction will be issued by the clerk against the parties to the action enjoining them and their officers, agents, servant, employees, or a person in active concert or participation with them from: transferring, encumbering, concealing, selling, or otherwise disposing of...any property that is the subject of a claim of community interest..."

Both the Banone, LLC. and Lindell Properties are subject to a claim of community interest. As such, both properties are entitled to a Joint Preliminary Injunction to ensure that the properties remain intact prior to the completion of tracing and the final judgment of this Court. However, while this Court is aware

that multiple Notices of Lis Pendens regarding both properties have been filed, a

Joint Preliminary Injunction on the properties is appropriate and will be granted.

Furthermore, considering the extensive litigation costs incurred to date, this Court is issuing this decision prior to any Opposition being filed by Mr. Nelson or the

ELN Trust and any Reply by Ms. Nelson. Therefore, any potential Oppositions and Reply will be reviewed and addressed accordingly as they are filed.

D. Any Funds Used to Purchase the Brian Head Property That Are Considered Community Property Will Be Reimbursed Following the Tracing of Assets in the ELN and LSN Trusts

In its April 19, 2018 Order, this Court stated any financial transfers or inequities found as a result of the tracing of assets would be settled after tracing has been completed and the Court issues a final judgment. This Court also stated that both the ELN and LSN Trusts have sufficient assets to offset any deficiencies ultimately found once a final balance and distribution amount has been determined. Therefore, in the event that the tracing finds that a share of LSN's property held within the ELN Trust was used to purchase the 50% interest in the Brian Head Cabin, the LSN Trust will be entitled to a reimbursement of said property.

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E. The June 5, 2018 Hearing Shall Be Vacated Based On This Court's Decision

As a result of Motions filed in this case, a Motion Hearing was set on this Court's calendar for June 5, 2018. As a result of this Decision, the June 5, 2018 Motion Hearing is hereby Vacated.

ORDER

Based thereon:

IT IS HEREBY ORDERED the this Court's decision to start the tracing of assets within the Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust on May 30, 2001 is hereby AFFIRMED.

IT IS FURTHER ORDERED that the release of the \$720,000 from Bank of Nevada Blocked Account #7502338705 to the ELN Trust is hereby AFFIRMED.

IT IS FURTHER ORDERED that the request to transfer the \$720,000 from the Blocked Account into a separate frozen account is hereby **DENIED**.

IT IS FURTHER ORDERED that the request for a Joint Preliminary
Injunction on the Banone, LLC. and Lindell Properties to prevent the transfer,
encumbrance, concealment, sale, or otherwise disposition of the properties is
hereby GRANTED.

IT IS FURTHER ORDERED that in the event that a complete tracing of assets finds that the Eric L. Nelson Nevada Trust's purchase of the 50% interest

in the Brian Head Utah Cabin is made with community property, the Lynita S.

Nelson Nevada Trust is entitled to a reimbursement in the amount of the proceeds determined to be Lynita Nelson's portion of the community property used for purchase.

IT IS FURTHER ORDERED that any Stay of Order is hereby DENIED.

DATED this 22 day of May, 2018.

Honorable Frank P. Sullivan District Court Judge – Dept. O

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FRANK P. SULLIVAN

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

DISTRICT COURT FAMILY DIVISION - JUVENILE **CLARK COUNTY, NEVADA**

Electronically Filed 5/22/2018 10:24 AM Steven D. Grierson CLERK OF THE COURT

ERIC L. NELSON, Case No.: D-09-411537-D Dept. No.: O

Plaintiff.

LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

v.

LYNITA SUE NELSON,

Cross-defendant.

NOTICE OF ENTRY OF ORDER

TO:

Rhonda Forsberg, Esq. E-Service

Robert Dickerson, Esq. E-Service

Marc Solomon, Esq. E-Service

PLEASE TAKE NOTICE that the DECISION AFFIRMING THE DATE OF TRACING; DENYING A SEPARATE BLOCKED ACCOUNT FOR \$720,000; AND GRANTING A JOINT PRELIMINARY INJUNCTION FOR THE BANONE, LLC. AND LINDELL PROPERTIES was duly entered in the above-referenced case on the 22nd day of May, 2018.

DATED this 22 day of May, 2018.

Lori Parr

Judicial Executive Assistant

Dept. O

FRANK P. SULLIVAN DISTRICT JUDGE

FAMILY DIVISION, DEPT. O LAS VEGAS NV 89101

DISTRICT COURT FAMILY DIVISION – JUVENILE CLARK COUNTY, NEVADA

Electronically Filed 5/22/2018 8:41 AM Steven D. Grierson CLERK OF THE COURT

Atomb.

Case No.: D-09-411537-D

Dept. No.: O

ERIC L. NELSON,

Plaintiff,

v.

LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

V.

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LYNITA SUE NELSON,

Cross-defendant.

DECISION AFFIRMING THE DATE OF TRACING; DENYING A SEPARATE BLOCKED ACCOUNT FOR \$720,000; AND GRANTING A JOINT PRELIMINARY INJUCTION FOR THE BANONE, LLC. AND LINDELL PROPERTIES

This matter was before the Court, pursuant to Lynita Nelson's Motion for Reconsideration and Clarification of the Court's Decision Entered April 19, 2018, and Lynita Nelson's Ex Parte Motion for Issuance of Joint Preliminary SRAPP000443

FRANK P. SULLIVAN DISTRICT JUDGE Injunction. The Court, having reviewed all Motions, based thereon and good cause appearing therefor:

CONCLUSIONS OF LAW

A. May 30, 2001 is the Proper Date To Begin the Tracing Because the Nevada Supreme Court Found and Held That the ELN and LSN Trusts Were Funded With Separate Property

In its May 25, 2017 Order, the Nevada Supreme Court concluded that this Court erred by "not tracing the assets contained within the trusts, either through a reliable expert or other available means." The Nevada Supreme Court also held that both the Eric L. Nelson Nevada Trust ("ELN Trust") and the Lynita S.

Nelson Nevada Trust ("LSN Trust") "are valid and the trusts were funded with separate property stemming from a valid separate property agreement."

In its April 19, 2018 Order, this Court did not address the tracing performed in the underlying divorce proceeding. During the divorce proceeding, this Court did not perform a tracing of assets contained within either the Eric L. Nelson Nevada Trust ("ELN Trust") or the Lynita S. Nelson Nevada Trust ("LSN Trust"). In its May 25, 2017 Order, the Nevada Supreme Court found that "[i]n 2001, Eric and Lynita converted their separate property trusts into Eric's Trust and Lynita's Trust, respectively, and funded the SSST's with the separate

² Klabacka, 394 at 947.

Klabacka v. Nelson, 394 P.3d 940, 948 (Nev. 2017).

property contained within the separate property trusts."³ The Nevada Supreme Court then held that both the ELN and LSN Trusts were funded with separate property based on their findings.⁴

While this Court never performed a tracing of assets in the trusts in the underlying divorce proceedings, the Nevada Supreme Court held that "the SSSTs are valid and the trusts were funded with separate property stemming from a valid separate property agreement." Therefore, based upon the Nevada Supreme Court's finding and holding, this Court interprets the proper date to begin tracing as May 30, 2001, the date on which both the ELN and LSN Trusts were executed.

B. The \$720,000 Released to the ELN Trust Is A Valid Disbursement As the Funds Were Allocated In Error

In its May 25, 2017 Order, the Nevada Supreme Court found that this Court erred in Ordering the ELN Trust to pay the personal obligations of Mr. Nelson with regard to a lump-sum alimony payment. In response to the Nevada Supreme Court's holding, this Court Ordered the return of the \$720,000 which was paid by the ELN Trust and being held in a blocked account.

The sole purpose of the disbursement of the \$720,000 was for the payment of Mr. Nelson's personal obligations. Otherwise, the funds would have remained within the ELN Trust and be afforded all the protections of a Nevada Trust. As

LAS VEGAS NV 89101

³ *Id.* at 943.

⁴ Id. at 947.

Id.

⁶ Klabacka v. Nelson, 394 P.3d 940, 952 (Nev. 2017).

this Court erred when Ordering the distribution of funds from the ELN Trust to pay for Mr. Nelson's personal obligations, the Court is obligated to return the funds from the source of the distribution, the ELN Trust. Therefore, transferring the funds from one blocked account to a separate frozen account is improper at this time.

C. A Joint Preliminary Injunction for the Banone, LLC. and Lindell
Properties is Appropriate Because Both Properties Are Involved In A
Claim of Community Property

In its April 19, 2018 Order, this Court did not address the request for a Joint Preliminary Injunction for the Banone, LLC. and Lindell Properties. Eighth Judicial District Court Rule 5.517 states that "[u]pon the request of any party at any time prior to the entry of...final judgment, a preliminary injunction will be issued by the clerk against the parties to the action enjoining them and their officers, agents, servant, employees, or a person in active concert or participation with them from: transferring, encumbering, concealing, selling, or otherwise disposing of...any property that is the subject of a claim of community interest..."

Both the Banone, LLC. and Lindell Properties are subject to a claim of community interest. As such, both properties are entitled to a Joint Preliminary Injunction to ensure that the properties remain intact prior to the completion of tracing and the final judgment of this Court. However, while this Court is aware

that multiple Notices of Lis Pendens regarding both properties have been filed, a

Joint Preliminary Injunction on the properties is appropriate and will be granted.

Furthermore, considering the extensive litigation costs incurred to date, this Court is issuing this decision prior to any Opposition being filed by Mr. Nelson or the

ELN Trust and any Reply by Ms. Nelson. Therefore, any potential Oppositions and Reply will be reviewed and addressed accordingly as they are filed.

D. Any Funds Used to Purchase the Brian Head Property That Are Considered Community Property Will Be Reimbursed Following the Tracing of Assets in the ELN and LSN Trusts

In its April 19, 2018 Order, this Court stated any financial transfers or inequities found as a result of the tracing of assets would be settled after tracing has been completed and the Court issues a final judgment. This Court also stated that both the ELN and LSN Trusts have sufficient assets to offset any deficiencies ultimately found once a final balance and distribution amount has been determined. Therefore, in the event that the tracing finds that a share of LSN's property held within the ELN Trust was used to purchase the 50% interest in the Brian Head Cabin, the LSN Trust will be entitled to a reimbursement of said property.

• •

E. The June 5, 2018 Hearing Shall Be Vacated Based On This Court's Decision

As a result of Motions filed in this case, a Motion Hearing was set on this Court's calendar for June 5, 2018. As a result of this Decision, the June 5, 2018 Motion Hearing is hereby Vacated.

ORDER

Based thereon:

IT IS HEREBY ORDERED the this Court's decision to start the tracing of assets within the Eric L. Nelson Nevada Trust and the Lynita S. Nelson Nevada Trust on May 30, 2001 is hereby AFFIRMED.

IT IS FURTHER ORDERED that the release of the \$720,000 from Bank of Nevada Blocked Account #7502338705 to the ELN Trust is hereby

AFFIRMED.

IT IS FURTHER ORDERED that the request to transfer the \$720,000 from the Blocked Account into a separate frozen account is hereby **DENIED**.

IT IS FURTHER ORDERED that the request for a Joint Preliminary
Injunction on the Banone, LLC. and Lindell Properties to prevent the transfer,
encumbrance, concealment, sale, or otherwise disposition of the properties is
hereby GRANTED.

IT IS FURTHER ORDERED that in the event that a complete tracing of assets finds that the Eric L. Nelson Nevada Trust's purchase of the 50% interest SRAPP000448

in the Brian Head Utah Cabin is made with community property, the Lynita S.

Nelson Nevada Trust is entitled to a reimbursement in the amount of the proceeds determined to be Lynita Nelson's portion of the community property used for purchase.

IT IS FURTHER ORDERED that any Stay of Order is hereby DENIED.

DATED this 22 day of May, 2018.

Honorable Frank P. Sullivan District Court Judge – Dept. O

7		Electronically Filed 6/5/2018 5:26 PM Steven D. Grierson CLERK OF THE COURT	
1 2 3 4 5 6 7 8	MRCN THE DICKERSON KARACSONYI LAROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Telephone: (702) 388-8600 Facsimile: (702) 388-0210 Email: info@thedklawgroup.com Attorneys for Lynita Sue Nelson EIGHTH JUDICIAL DISTAMILY DIVI		
10	CLARK COUNTY, NEVADA		
11 12			
13 14	ERIC L. NELSON, Plaintiff/Counterdefendant,) CASE NO. D-09-411537-D DEPT NO. O	
15 16 17 18 19	v. LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, Defendants/Counterclaimants.	Date of Hearing: Time of Hearing: ORAL ARGUMENT REQUESTED: NO	
20 21 22 23 24 25 26 27 28	MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, Crossclaimant, v. LYNITA SUE NELSON, Individually and as Investment Trustee of the LSN NEVADA TRUST, dated May 30, 2001, and ERIC NELSON, Cross-Defendant.		
		SRAPP000450	

Case Number: D-09-411537-D

NOTICE: YOU ARE REQUIRED TO FILE A WRITTEN RESPONSE TO THIS MOTION WITH THE CLERK OF THE COURT AND TO PROVIDE THE UNDERSIGNED WITH A COPY OF YOUR RESPONSE WITHIN TEN (10) DAYS OF YOUR RECEIPT OF THIS MOTION. FAILURE TO FILE A WRITTEN RESPONSE WITH THE CLERK OF THE COURT WITHIN TEN (10) DAYS OF YOUR RECEIPT OF THIS MOTION MAY RESULT IN THE REQUESTED RELIEF BEING GRANTED BY THE COURT WITHOUT HEARING PRIOR TO THE SCHEDULED HEARING DATE.

LYNITA NELSON'S MOTION FOR RECONSIDERATION AND CLARIFICATION OF THE COURT'S DECISION ENTERED MAY 22, 2018

COMES NOW, Defendant and Cross-Defendant, LYNITA SUE NELSON ("Lynita"), by and through her counsel, ROBERT P. DICKERSON, ESQ., and JOSEF M. KARACSONYI, ESQ., of THE DICKERSON KARACSONYI LAW GROUP, and respectfully submits for the Court's consideration her Motion for Reconsideration and Clarification of the Court's Decision Entered May 22, 2018 ("Motion").

Specifically, Lynita respectfully requests the following relief:

- 1. That the Court reconsider its Decision entered May 22, 2018, and Order that the Joint Preliminary Injunction issued is not limited to the Banone, LLC and Lindell Properties; and
 - 2. For such further relief as deemed appropriate in the premises.

This Motion is made and based upon the pleadings and papers on file herein, and the Memorandum of Points and Authorities attached hereto.

DATED this 5th day of June, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 1745 Village Center Circle Las Vegas, Nevada 89134 Attorneys for Lynita Sue Nelson

MEMORANDUM OF POINTS AND AUTHORITIES

I. FACTUAL STATEMENT

This matter was recently before the Court pursuant to Lynita's Motion for Reconsideration and Clarification of the Court's Decision Entered April 19, 2018 ("Motion"), and Lynita's Ex Parte Motion for Issuance of Joint Preliminary Injunction. Having reviewed all such documents, and based thereon and good cause appearing therefor, on May 22, 2018, the Court issued its Decision Affirming the Date of Tracing; Denying A Separate Blocked Account for \$720,000; and Granting a Joint Preliminary Injunction for the Banone, LLC and Lindell Properties ("Decision").

As part of the Court's Decision, the Court noted that in its prior April 19, 2018 Order, "this Court did not address the request for a Joint Preliminary Injunction for the Banone, LLC. and Lindell properties." In reality, however, Lynita's request that was before the Court during the prior hearing of January 31, 2018, and which was the subject of the April 19, 2018 Order, was that a general Joint Preliminary Injunction be issued, and not one related only to the Banone, LLC, and Lindell Properties.

The legal justification provided by the Court for the issuance of the limited Joint Preliminary Injunction is as follows:

Both the Banone, LLC. and Lindell Properties are subject to a claim of community interest. As such, both properties are entitled to a Joint Preliminary Injunction to ensure that the properties remain intact prior to the completion of tracing and the final judgment of this Court.

Decision, page 4.

As this Court is aware, however, there are numerous other properties at issue in the parties' divorce action which are similarly the subject of a claim of community interest. Lynita requests – as she did in her prior Motions – that a general Joint Preliminary Injunction be issued in this

matter. Lynita asks that the Court make clear that <u>none</u> of the assets subject to a claim of community property can be transferred, encumbered, concealed, sold, or other disposed of by the parties pending the finalization of the Court's tracing and entry of the Court's final Order. As the Court will recall, in making an equal division of the parties' property in the Decree of Divorce entered June 3, 2013, Lynita was also awarded one-third (1/3) of Russell Road from the ELN Trust at a value of \$2,265,113.50. An injunction over just the Banone, LLC and Lindell Properties does not protect sufficient property to ensure the Court can accomplish an appropriate division of property if it is determined that the properties held in ELN Trust and LSN Trust are community property.

II. LEGAL ANALYSIS

A. The Court Should Reconsider/Clarify The Scope Of The Joint Preliminary Injunction Issued As Part Of Its Decision of May 22, 2018

Nevada Rules of Civil Procedure, Rule 60 (2018), provides in pertinent part as follows:

(a) Clerical Mistakes. Clerical mistakes in judgments, orders or other parts of the record and errors therein arising from oversight or omission may be corrected by the court at any time of its own initiative or on the motion of any party and after such notice, if any, as the court orders. During the pendency of an appeal, such mistakes may be so corrected before the appeal is docketed in the appellate court, and thereafter while the appeal is pending may be so corrected with leave of the appellate court.

In addition, Eighth Judicial District Court Rules, Rule 5.512 (2018), provides as follows:

(a) A party seeking reconsideration and/or rehearing of a ruling (other than any order that may be addressed by motion pursuant to NRCP 50(b), 52(b), 59 or 60), must file a motion for such relief within 14 calendar days after service of notice of entry of the order unless the time is shortened or enlarged by order. A motion for reconsideration does not toll the period for filing a notice of appeal.

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(b) If a motion for reconsideration and/or rehearing is granted, the court may make a final disposition without hearing, may set it for hearing or resubmission, or may make such other orders as are deemed appropriate under the circumstance.

Finally, NRCP 59(e) provides the trial court the opportunity, within a limited time, to rehear a motion previously brought before it, and to correct or reconsider its order or judgment. *Chiara v. Belaustegui*, 86 Nev. 856, 859, 477 P.2d 857, 858 (1970). "[A] court may, for sufficient cause shown, amend, correct, resettle, modify, or vacate, as the case may be, an order previously made and entered on motion in the progress of the cause or proceeding." *Trail v. Faretto*, 91 Nev. 401, 403, 536 P.2d 1026, 1027 (1975).

B. The Court Should Immediately Enter A Joint Preliminary Injunction In This Matter Over All Property Listed In The Decree Of Divorce

EDCR 5.517 requires the issuance of a joint preliminary injunction upon the request of any party, to prohibit all parties, and "their officers, agents, servants, employees, or a person in active concert or participation with them from: (1) Transferring, encumbering, concealing, selling, or otherwise disposing of any of the joint, common, or community property of the parties or any property that is subject of a claim of community interest, except in the usual course of conduct or for the necessities of life or for retention of counsel. . . ." Emphasis added. NRS 125.050 requires the Court to "make such restraining order or other order as appears necessary to prevent the act or conduct and preserve the status quo pending final determination of the cause."

Based on the above, as well as the arguments and statements made during the hearing of January 31, 2018, Lynita respectfully requests that this Court enter a Joint Preliminary Injunction in this matter providing:

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IT IS HEREBY ORDERED that no property listed in the Decree of Divorce entered June 3, 2013, is to be transferred, encumbered, concealed, sold, or otherwise disposed of without a written agreement between the parties or further Order of the Court to ensure that the properties remain intact prior to the completion of the tracing and the final judgment of this Court.

If the Court is not willing to enjoin all potential community property at issue in this matter, it should, at the very least, issue an Order to Eric and the ELN Trust providing:

IT IS HEREBY ORDERED that no property held by Eric or the ELN Trust which was awarded to Lynita in the Decree of Divorce entered June 3, 2013, is to be transferred, encumbered, concealed, sold, or otherwise disposed of without a written agreement between the parties or further Order of the Court to ensure that the properties remain intact prior to the completion of the tracing and the final judgment of this Court.

Based on the above, as well as the arguments and statements made during the hearing of January 31, 2018, Lynita respectfully requests that this Court enter a Joint Preliminary Injunction in this matter as set forth herein.

III. CONCLUSION

Based upon the foregoing, Lynita respectfully requests that the Court reconsider its Decision entered May 22, 2018, and Order that the Joint Preliminary Injunction issued is not limited to the Banone, LLC and Lindell Properties.

DATED this 5th day of June, 2018.

THE DICKERSON KARACSONYI LAW GROUP

ROBERT P. DICKERSON, ESQ.
Nevada Bar No. 000945
JOSEF M. KARACSONYI, ESQ.
Nevada Bar No. 010634
1745 Village Center Circle
Las Vegas, Nevada 89134
Attorneys for Defendant

CERTIFICATE OF SERVICE

2	Pursuant to NRCP 5(b), I certify that I am an employee of THE		
3	DICKERSON KARACSONYI LAW GROUP, and that on this 5 th day		
4	of June, 2018, I caused the document entitled, LYNITA NELSON'S		
5	MOTION FOR RECONSIDERATION AND CLARIFICATION OF THE		
6	COURT'S DECISION ENTERED MAY 22, 2018 to be served as follows:		
7	[X] pursuant to EDCR 8.05(a), EDCR 8.05(f), NRCP 5(b)(2)(D) and Administrative Order 14-2 captioned "In the Administrative Matter of Mandatory Electronic Service in the Eighth Judicial District Court," by mandatory electronic service through the Eighth Judicial District Court's electronic		
8	Administrative Matter of Mandatory Electronic Service in the		
9	service through the Eighth Judicial District Court's electronic filing system;		
10	· ·		
11	[] by placing same to be deposited for mailing in the United States Mail, in a sealed envelope upon which first class postage was prepaid in Las Vegas, Nevada;		
12			
13	[] pursuant to EDCR 7.26, to be sent via facsimile, by duly executed consent for service by electronic means;		
14	[] by hand-delivery with signed Receipt of Copy.		
15	To the attorney(s) and/or person(s) listed below at the address, email		
16	address, and/or facsimile number indicated below:		
17	RHONDA K. FORSBERG, ESQ .		
18	RHONDA K. FORSBERG, CHARTERED		
19	64 North Pecos Road, Ste. 800 Henderson, Nevada 89074		
20			
21	Attorneys for Plaintiff		
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1	MARK A. SOLOMON, ESQ. JEFFREY P. LUSZECK, ESQ. SOLOMON, DWIGGINS, FREER, LTD. 9060 W. Cheyenne Avenue Las Vegas, Nevada 89129 msolomon@sdfnvlaw.com jluszeck@sdfnvlaw.com sgerace@sdfnvlaw.com Attorneys for Distribution Trustee of the ELN Trust
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6	Attorneys for Distribution Trustee of the ELN Trust
7	VO Me
8	An employee of The Dickerson Karacsonyi Law Group
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Attorneys for Matt Klabacka, Distribution
Trustee of the ERIC L. NELSON NEVADA

DISTRICT COURT COUNTY OF CLARK, NEVADA

ERIC L. NELSON,

TRUST dated May 30, 2001

Plaintiff

VS.

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LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

MATT KLABACKA, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

21 vs.

LYNITA SUE NELSON,

Cross-defendant.

Case No.: D-09-411537-D Dept. No.: O

OPPOSITION TO LYNITA
NELSON'S MOTION FOR
RECONSIDERATION AND
CLARIFICATION OF THE
COURT'S DECISION ENTERED
MAY 22, 2018; AND
COUNTERMOTION TO: (1)
TERMINATE THE JPI; (2) IMPOSE
A BOND ON ANY PROPERTY
SUBJECT TO THE JPI; (3)
EXPUNGE THE
INAPPROPRIATELY RECORDED
LIS PENDENS; (4) ALLOW THE
ELN TRUST TO MANAGE
LINDELL; AND (5) ATTORNEYS'
FEES AND COSTS

HEARING DATE: July 10, 2018 HEARING TIME: 9:30 a.m.

Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA

TRUST dated May 30, 2001, hereby files his Opposition to Lynita Nelson's Motion

for Reconsideration and Clarification of the Court's Decision Entered May 22, 2018;

SRAPP000458

MON HELPHONE (702) 853-5483
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and his Countermotion: (1) to Terminate the JPI; (2) Impose a Bond on any Property Subject to the JPI; (3) Expunge the Inappropriately Recorded Lis Pendens; (4) Allow the ELN Trust to Manage Lindell; and (5) for Attorneys' Fees and Costs.

DATED this 22nd day of June, 2018.

SOLOMON DWIGGINS & FREER, LTD.

Nevada State Bar No. 0418 JEFFREY P. LUSZECK, ESQ. Nevada State Bar No. 9619 9060 West Cheyenne Avenue Las Vegas, Nevada 89129

Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001

MEMORANDUM OF POINTS AND AUTHORITIES

INTRODUCTION AND STATEMENT OF FACTS I.

"If at first you don't succeed try, try again."

Lynita S. Nelson has taken the aforementioned proverb to heart as this is the third time that she has requested the exact same relief: a joint preliminary injunction over all assets owned by the ELN Trust. Indeed, in her Motion (which merely regurgitates the same arguments that this Court previously rejected in entering its April 19, 2018 Order), Lynita fails to identify how the Court's Order entered on May 25||22, 2018 ("May 22 Order") is clearly erroneous and or how new facts would support a reversal of this Court's decision. What makes Lynita's self-serving actions even worse is that after this Court denied her requested relief, she filed lis pendens over

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the majority, if not all, of the ELN Trust's real property (even property that was not awarded to Lynita in Divorce Decree like Bella Kathryn). In light of the foregoing, Lynita's Motion should be denied in its entirety and the ELN Trust should be awarded its attorneys' fees and costs responding to the frivolous Motion.

Additionally, the ELN Trust countermoves this Court for an order: (1) terminating the JPI; (2) compelling Lynita to post a bond on any property subject to the JPI; (3) expunging the lis pendens; and (4) allowing the ELN Trust to manage 10 Lindell.

II. LEGAL STANDARD

A motion for reconsideration must be based on "substantially different evidence [that] is subsequently introduced" showing that "the decision is clearly erroneous." Masonry and Tile Constrs. v. Jolley, Urga & Wirth, Ltd., 113 Nev. 737, 741, 941 P.2d 486, 489 (1997). "Only in very rare instances in which new issues of fact or law are raised supporting a ruling contrary to the ruling already reached should a motion for reconsideration be granted." Moore v. City of Las Vegas, 92 Nev. 402, 405, 551 P.2d 244, 246 (1976). Reconsideration motions cannot not be used merely to reargue the arguments the movant already made to the Court, to "be used to ask the Court to rethink what it has already thought," Motorola, Inc. v. J.B. Rodgers Mechanical Contractors, 215 F.R.D. 581, 582 (D. Ariz. 2003), or "to dress up arguments that previously failed." Waddell & Reed Fin., Inc. v. Torchmark Corp., 338 F. Supp. 2d 1248, 1250 (D. Kan. 2004) (citations omitted).

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Notwithstanding the aforementioned black letter law, in her Motion, Lynita advances the identical arguments that she previously raised, and/or could have raised, in her: (1) Opposition to Motion to Enforce Supreme Court's Order dated May 25, 2017; Motion to Hold Lynita S. Nelson in Contempt for Violation of September 22, 2014; and for Attorneys' Fees and Costs; and Countermotion for Final Judgment Consistent with Nevada Supreme Court's Remand previously filed on July 31, 2017 (hereinafter referred to as "Opposition"); (2) Reply to Countermotion for Final Judgment Consistent with Nevada Supreme Court's Remand previously filed on August 22, 2017 (hereinafter referred to as "Reply to Countermotion"); and (3) Lynita Nelson's Motion for Reconsideration and Clarification of the Court's Decision entered April 19, 2018 ("April 19 Order"). Indeed, this is not one of those "rare circumstances" in which reconsideration is 16 appropriate, and to do so would be an abuse of discretion.

III. LEGAL ARGUMENT

THIS COURT ERRED BY IMPOSING A JOINT PRELIMINARY A. LINDELL ANDTHE BANONE, LLC INJUNCTION ON PROPERTIES.

As an initial matter, this Court erred by imposing a JPI over Banone, LLC and Lindell because EDCR 5.517 only applies to the husband and wife in a divorce proceeding, of which the ELN Trust is not. Consequently, if Lynita wishes to

Indeed, whenever the term "party" or "parties" is referenced in Part V of the Eighth Judicial Court Rules it contemplates application to a husband and wife, and not to third parties.

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pursue an injunction against the ELN Trust she must seek a formal injunction that complies with NRCP 65, including, but not limited to, posting security pursuant to 3 subsection (c). Requiring Lynita to post a security "for the payment of such costs and damages as may be incurred or suffered by any party who is found to have been wrongfully enjoined or restrained" is mandatory under NRCP 65, and is fair and equitable as the ELN Trust has previously been required to post bond. Further, the 8 imposition of a JPI over Banone, LLC and Lindell does not make sense in light of 10 this Court's finding that both the ELN Trust and the LSN Trust possess "sufficient 11 assets in both trusts to offset any deficiency once a final balance and distribution 12 amount has been determined." See April 19 Order at 7:26-8:2.

In light of the foregoing, the ELN Trust respectfully requests that this Court reconsider the imposition of its JPI against Banone, LLC and Lindell without the imposition of a bond.

COURT SHOULD DENY LYNITA'S SELF-SERVING В. ATTEMPT TO INCREASE THE SCOPE OF THE JPI.

Notwithstanding the foregoing, Lynita demands that this Court increase the scope of the JPI to encompass "any property listed in the Decree of Divorce entered June 3, 2013," or at the very least, to include any property "held by Eric or, the ELN

The ELN Trust disagrees that the LSN Trust has sufficient assets to "offset any deficiency once a final balance" has been determined because she has squandered the assets in the LSN Trust and owes the ELN Trust hundreds of thousands of dollars for the following: (1) rents allocated from both the Banone, LLC and Lindell Properties; (2) \$324,000 paid to Lynita from the Bank of Nevada 27||blocked account; (3) a \$6,050 security deposit paid to the LSN Trust from the ELN Trust; (4) payments collected by the LSN Trust pursuant to the Farmouth Circle Note; and (5) \$75,000 paid to 28 the LSN Trust by Banone-AZ, LLC. See, e.g., April 19 Order at 7:11-18.

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Trust which was awarded to Lynita in the Decree of Divorce entered June 3, 2013." Motion at 4:1-12. Once again, Lynita's request ignores this Court's finding that both the ELN Trust and the LSN Trusts possess "sufficient assets in both trusts to offset any deficiency once a final balance and distribution amount has been determined." See April 19 Order at 7:26-8:2.

> THIS COURT SHOULD DENY LYNITA'S REQUEST TO 1. INCREASE THE SCOPE OF THE JPI TO ANY PROPERTY IDENTIFIED IN THE DIVORCE DECREE.

Lynita's request that this Court increase the scope of the JPI to any property 10 identified in the Divorce Decree would constitute gross error. Specifically, said JPI 12 cannot and should not encompass Wyoming Downs because: (1) this Court previously found that Wyoming Downs was not community property; and (2) the 15 Nevada Supreme Court upheld the September 22, 2014 Order that disposed of said 16 17 asset. As this Court will certainly recall, the Divorce Decree disposed of all of the assets owned by the ELN Trust and the LSN Trust, with the exception of Wyoming 18 19 Downs. 20

After a separate evidentiary hearing on Wyoming Downs on May 30, 2014, this Court entered the following findings and orders:

> THE COURT FURTHER FINDS that although Wyoming Downs was acquired by the ELN Trust during the pendency of the marriage between Eric L. Nelson and Lynita S. Nelson, the Court does not find it to be community property as it was clearly purchased through Dynasty, an entity wholly owned by the ELN Trust and the Court maintained the ELN Trust. The Court found no

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facts leading it to conclude Lynita S. Nelson or the LSN Trust has an interest in Wyoming Downs. The Court maintained the integrity of the ELN Trust and LSN Trust for the reasons set forth in the Divorce Decree.

THE COURT FURTHER FINDS that there was no transmutation of Wyoming Downs from separate property to community property, even assuming that Wyoming Downs was separate property of Eric L. Nelson, and not the property of the ELN Trust, separate and distinct from Eric L. Nelson. See Notice of Entry of Order entered September 22, 2014.

Lynita appealed the September 22, 2014 Order. Indeed, one of the "Issues on

Appeal" that Lynita identified in her Docketing Statement was the following:

Whether the district court erred in denying Lynita a onehalf (1/2) interest in Wyoming Downs, which was purchased during the pendency of Eric's and Lynita's See LSN Trust's Docketing divorce proceedings. Statement at 4:10-12.3

16 In its Opinion, the Nevada Supreme Court upheld, as opposed to overturned, the September 22, 2014 Order:

> Accordingly, we affirm in part and vacate in part the district court's decree of divorce, affirm in part and vacate in part the district court's June 8, 2015, order modifying and implementing the divorce decree, and remand this matter for further proceedings consistent with this opinion. See Nevada Supreme Court Order at p. 30.

Further, footnote 9 of the Opinion provides: "[w]e have considered the parties' other

arguments [which would have included Lynita's argument with respect to Wyoming

Downs] and conclude they are without merit." In light of the foregoing, it would be

See also Lynita's Answering Brief and Opening Brief on Cross-Appeal at pp. 52-53.

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an error to enter a JPI and/or litigate any issue relating to Wyoming Downs.

2. THIS COURT SHOULD DENY LYNITA'S REQUEST TO INCREASE THE SCOPE OF THE JPI TO ANY PROPERTY PURPORTEDLY AWARDED TO HER IN THE DIVORCE **OVERTURNED NEVADA** BY THE DECREE AND SUPREME COURT.

Alternatively, Lynita requests that this Court increase the scope of the JPI to include assets that were purportedly awarded to her in the Divorce Decree, despite the fact that said award was overturned by the Nevada Supreme Court. Although she does not come out and say it, upon information and belief the assets that Lynita is referring to are the \$720,000 that was released to the ELN Trust and Russel Road. Lynita's request to have a JPI imposed over the \$720,000 was already addressed by this Court in its May 22 Order at 3:14-4:7, and as such, should be denied by this 15 Court.

Lynita's request to have a JPI imposed over Russel Road should also be denied because said asset was purchased 100% by the ELN Trust. Indeed, on November 11, 1999, the LSN Trust purchased the Russell Road Property for \$855,945.4 brother, Cal Nelson, made a down payment of \$20,000.00 and became a 50% owner of the Russell Road Property. See id. Lynita and Cal later formed CJE & L, LLC, which rented the Russell Road Property to Cal's Blue Water Marine. See id. Shortly thereafter, C J E & L, LLC obtained a \$3,100,000 loan for the purpose of constructing a building for Cal's Blue Water Marine. See id. In 2004, Lynita

See Notice of Filing Asset Schedule and Notes to Asset Schedule filed on or around July 4, 28||2011, a copy of which is attached hereto as **Exhibit 1**.

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executed a guarantee on the flooring contract for Cal's Blue Water Marine, and 2 shortly thereafter, the LSN Trust forfeited its interest in C J E & L, LLC and the Russell Road Property to be released as a guarantor. See id.

The ELN Trust purchased a 66.67% interest in the Russell Road Property in 6 February 2010, over 5 years after the LSN Trust forfeited its interest. The courtappointed Special Master, Larry Bertsch, found that the ELN Trust paid nearly \$4,000,000.00 for its 65% interest in the Russell Road Property, which is comprised 10 of the following amounts:

- In 2009, the ELN Trust purchased an FDIC note on a property in 1) Phoenix commonly known as "Sugar Daddy's" for approximately The source of these funds came from the Line of \$520,000. The property was sold with proceeds amounting to Credit. \$1,520,597.88. Since this was designated as a 1031 exchange, the proceeds were used in 2010 to purchase Eric's interest in the Russell Road Property.
- As indicated above, the ELN Trust had previously paid \$300,000 2) to pay down the Bank Loan which was secured by property in Utah. In addition, the ELN Trust paid off the mortgage on Cal's house amounting to \$400,000. Both amounts were paid from a Line of Credit. These two amounts aggregating \$700,000 were then used as a credit towards the purchase price for ELN Trust's interest.
- The ELN Trust gave a credit amounting to \$522,138.47 which 3) represented future agreements with Cal and the termination of any present verbal partnership agreements. This also included money on rental payments given to Cal.
- The remaining amount to fulfill the obligation of the purchase 4) price was to borrow \$1,257,263.67 from the Line of Credit in 2010.

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Therefore the purchase of ELN Trust's interest is comprised of the following:

Pay down of Bank Loan	\$300,000.00
Pay off of personal residence of Cal Nelson	400,000.00
Credit to Cal Nelson for prior payments	522,138.45
Amount to pay Bank Note from Sugar Daddy's	1,520,597.88
Amount to pay Bank Loan from Line of Credit	1,257,263.67
1 /	$\$4,000,000.00^5$

Since the ELN Trust's interest in the Russell Road Property was paid for with its own 8 assets and proceeds, as opposed to assets belonging to Lynita or the LSN Trust, it would be inappropriate to impose a JPI over the same (especially without requiring 11 Lynita to post a bond). 12

THE INAPPROPRIATELY THIS COURT SHOULD REMOVE C. IS PENDENS RECORDED BY LYNITA ON OR AROUND APRIL 11, 2018.

NRS 14.010 permits a plaintiff to file a lis pendens only "[i]n an action for the foreclosure of a mortgage upon real property, or affecting title or possession of real 18 property." "As a general proposition, lis pendens are not appropriate instruments for use in promoting recoveries in actions for personal or money judgments; rather, their office is to prevent the transfer or loss of real property which is the subject of dispute in the action that provides the basis for the lis pendens." Levinson v. Eighth Judicial Dist. Ct., 109 Nev. 747, 750 (Nev. 1993). Accordingly, NRS 14.015(1) and (2) 24 provide that a defendant may request a hearing upon 15 days' notice, whereupon the plaintiff must:

...establish to the satisfaction of the court that:

28||5 See id.

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- The action is for the foreclosure of a mortgage upon the real (a) property described in the notice or affects the title or possession of the real property described in the notice;
- The action was not brought in bad faith or for an improper motive; (b)
- The party who recorded the notice will be able to perform any (c) conditions precedent to the relief sought in the action insofar as it affects the title or possession of the real property; and
- The party who recorded the notice would be injured by any (d) transfer of an interest in the property before the action is concluded.
- In addition to the matters enumerated in subsection 2, the party who 3. recorded the notice must establish to the satisfaction of the court either:
 - That the party who recorded the notice is likely to prevail in the (a) action; or
 - That the party who recorded the notice has a fair chance of (b) success on the merits in the action and the injury described in paragraph (d) of subsection 2 would be sufficiently serious that the hardship on him or her in the event of a transfer would be greater than the hardship on the defendant resulting from the notice of pendency, - and that if the party who recorded the notice prevails he or she will be entitled to relief affecting the title or possession of the real property.

If plaintiff fails to meet the foregoing burden, the lis pendens must be expunged. NRS 14.015(5).

Here, Lynita has not only recorded lis pendens on real property currently 23 subject to the JPI (i.e. Banone LLC and Lindell), but also on Bella Kathryn (a property that was not awarded to her in the Divorce Decree and which has never been subject to a JPI following the entry of the Divorce Decree) and Russell Road. Said 27 actions confirm Lynita's bad faith.

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Lynita cannot demonstrate that she is likely to "prevail in the action" or "have a fair chance of success on the merits... and [her alleged injury] would be sufficiently serious that the hardship on [the LSN Trust] in the event of a transfer would be greater than the hardship on [ELN Trust] resulting from the notice of pendency" for 6 the reasons set forth in the ELN Trust's Reply to Opposition to Motion to Enforce Supreme Court's Order filed on August 4, 2017 at 5:9-7:13, the portion of which is attached hereto as Exhibit 2. Specifically, the Nevada Supreme Court found that Eric and Lynita's community property was transmutated to separate property and 11 Lynita failed to introduce any evidence, let alone clear and convincing evidence, that 12 the Parties separate property was transmutated back to community property. In light of the foregoing, the ELN Trust respectfully requests that the lis pendens be 15 expunged and that it be awarded its attorneys' fees and costs stemming relating to the 16 same. 17

D. THE ELN TRUST'S REQUEST FOR IMPOSITION OF A BOND.

The ELN Trust also requests that this Court impose a reasonable bond and/or other security stemming from the imposition of the JPI for the reasons set forth in Section III(A) supra.

E. THE ELN TRUST RESPECTFULLY REQUESTS THAT THE ELN TRUST BE ALLOWED TO MANAGE THE LINDELL PROPERTY.

Although Lynita provided the Quitclaim Deed for the Lindell Property to the

ELN Trust on May 22, 2018, she continues to manage said property despite the fact that she possesses a 50% interest in said property. As evidenced by the Accountings provided by Lynita and/or the LSN Trust, Lynita has mismanaged the Lindell Property, and in so doing, has charged an unreasonable management fee. The ELN Trust is willing to manage the Lindell Property for free pending resolution of the Divorce Proceeding, which will include the preparation of a monthly accounting and payment to the LSN Trust for 50% of rents collected. Alternatively, the ELN Trust respectfully requests that this Court appoint a disinterested management company to manage the same as it would be inequitable to allow Lynita to continue to manage the same.

F. THE ELN TRUST IS ENTITLED TO ITS ATTORNEYS' FEES AND COSTS.

NRS 18.010 explains:

"... the court may make an allowance of attorney's fees to a prevailing party: (b) Without regard to the recovery sought, when the court finds that the claim... of the opposing party was brought or maintained without reasonable ground or to harass the prevailing party. The court shall liberally construe the provisions of this paragraph in favor of awarding attorney's fees in all appropriate situations. It is the intent of the Legislature that the court award attorney's fees pursuant to this paragraph and impose sanctions pursuant to Rule 11 of the Nevada Rules of Civil Procedure in all appropriate situations to punish for and deter frivolous or vexatious claims and defenses because such claims and defenses overburden

Lynita violated this Court's April 19 Order because she failed to transfer the Banone LLC and Lindell Property to the ELN Trust within "thirty days of the date of this Order." Indeed, although Lynita executed the quitclaim deeds on May 10, 2018, she tactically withheld turning over the same until May 22, 2018, in violation of said order.

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limited judicial resources, hinder the timely resolution of meritorious claims and increase the costs of engaging in business and providing professional services to the public.

EDCR 7.60 allows the Court to award attorneys' fees and costs when "a party without just cause...(1) Presents to the court a motion or an opposition to a motion which is obviously frivolous, unnecessary or unwarranted... (3) So multiplies the proceedings in a case as to increase costs unreasonable and vexatiously."

Here, the Motion was brought without reasonable grounds for the reasons set 10 forth above. Consequently, Eric request that he be awarded his attorney's fees and costs for having to oppose the frivolous Motion and seeking to have the improperly recorded lis pendens expunged.

$14||\mathbf{IV}.$ **CONCLUSION**

As indicated supra, this is not one of the "rare circumstances" where a rehearing and/or reconsideration should be granted. To the contrary, the majority (if not all) of the arguments made in Lynita's Motion for Reconsideration were identical to the arguments that she made at the prior hearings and considered by this Court when it entered its Orders on April 19 and May 15. Consequently, Lynita's Motion should be denied in its entirety.

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The ELN Trust also moves this Court for an order: (1) terminating the JPI; (2) imposing a bond on any property subject to the JPI; (3) expunging the lis pendens; (4) allowing the ELN Trust to manage Lindell; and (5) for Attorneys' Fees and Costs.

DATED this 22nd day of June, 2018.

SOLOMON DWIGGINS & FREER, LTD.

Nevada State Bar No. 0418 JEFFREY P. LUSZECK, ESQ. Nevada State Bar No. 9619 9060 West Cheyenne Avenue Las Vegas, Nevada 89129

Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001

CERTIFICATE OF SERVICE

2	I HEREBY CERTIFY, pursuant to NRCP 5(b), that on June 22, 2018, I served
3	a true and correct copy of the foregoing OPPOSITION TO LYNITA NELSON'S
4	a true and correct copy of the foregoing OIT OBITION TO DIMINITE TABLES OIL S
5	MOTION FOR RECONSIDERATION AND CLARIFICATION OF THE
6	COURT'S DECISION ENTERED MAY 22, 2018; AND COUNTERMOTION
7	TO: (1) TERMINATE THE JPI; (2) IMPOSE A BOND ON ANY PROPERTY
8	
9	SUBJECT TO THE JPI; (3) EXPUNGE THE INAPPROPRIATELY
10	RECORDED LIS PENDENS; (4) ALLOW THE ELN TRUST TO MANAGE
11	LINDELL; AND (5) ATTORNEYS' FEES AND COSTS, to the following in the
12	
13	manner set forth below:
14	
15	U.S. Mail, Postage Prepaid Cartified Mail, Passint No.:
16	Certified Mail, Receipt No.: Return Receipt Request
17	EXECUTE TO C 1 1 1 TYP
18	

DICKERSON LAW GROUP Robert P. Dickerson, Esq. 1745 Village Center Circle Las Vegas, NV 89134 Rhonda K. Forsberg, Esq. 64 N. Pecos Road, Suite 800 Henderson, NV 89074

Attorneys for Plaintiff

Attorneys for Defendant

An Employee of SOLOMON DWIGGINS & FREER, LTD.

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EXHIBIT "1"

EXHIBIT "1"

1	NOTC	
2	Larry L. Bertsch, CPA, CFF Nicholas S. Miller, CFE	
3	LARRY L. BERTSCH, CPA & ASSOCIATES 265 East Warm Springs Rd., Suite 104 Las Vegas, Nevada 89119	
4	Las Vegas, Nevada 89119 Telephone: (702) 471-7223	
5	Facsimile: (702) 471-7225	
6	Forensic Accountants	
7	DISTRICT	COURT
8	FAMILY I	DIVISION
9	CLARK COUN	TY, NEVADA
10	ERIC L. NELSON,	,
11	Plaintiff,	Case No. D-09-411637-D Dept. O
12	V.	
13	LYNITA SUE NELSON,	NOTICE OF FILING ASSET SCHEDULE AND NOTES TO ASSET SCHEDULE
14	Defendant.	
15		· ·
16	Larry L. Bertsch, CPA, CFF, and Nichole	as S. Miller, CFE, of the accounting firm of LARRY
17	L. BERTSCH, CPA & ASSOCIATES, hereby fi	le as Exhibit "A" their Asset Schedule and Notes to
18	Asset Schedule pursuant to Judge Sullivan's Ord	er in this matter.
19	DATED this 51 day of July, 2011.	
20	LA	RRY L. BERTSCH CPA & ASSOCIATES
21		$=$ \sim \sim
22		ry / Bertsch CPA, CFF
23	Nic	tolas S. Miller, CFE
24	[[Las	East Warm Springs Rd., Suite 104 Vegas, Nevada 89119
25	(70	2) 471-7223 Telephone 2) 471-7225 Facsimile rensic Accountants
26	l roi	EIGIL ALLUMINAMA
27	1	
28		

10015-01/545216

CERTIFICATE OF SERVICE

I hereby certify that on the day of July, 2011, I mailed a copy of the Notice of Filing Asset Schedule and Notes to Asset Schedule to the following at the last known address, by depositing the same in the United States mail in Las Vegas, Nevada, first class postage prepaid and addressed as follows:

David A. Stephens, Esq.
STEPHENS, GOURLEY & BYWATER
3636 N. Rancho Drive
Las Vegas, NV 89130
Attorneys for Plaintiff Eric L. Nelson

Robert P. Dickerson, Esq.
THE DICKERSON LAW GROUP
1745 Village Center Circle
Las Vegas, NV 89134
Attorneys for Defendant Lynita Sue Nelson

An employee of Larry L. Bertsch, CPA & Associates

-2-

10015-01/545216

Exhibit "A"

Exhibit "A"

Nelson v. Nelson Asset Schedule

July 5, 2011

Larry L. Bertsch, CPA & Associates

Larry L. Bertsch, CPA, CFF

Nicholas S. Miller, CFE, CSAR, MBA

	Nelson v. N Asset Sche				
	Visser Serie	ouic .		:	
i.	1	1			
İ		Lynita	Eric	Asset	Income
• • • • • • • • • • • • • • • • • • • •	NOTE	Value	Value	"`` Titled	Producing
al Estate					
7065 Palmyra - Las Vegas. Nevada	i i [650,000	910,000	Lynita - Trust	NO
SOULD HE West " or to I . W	,	*	000.000		
2911 Bella Kathryn Circle - Las Vegas	. 2 .	ŤBD .		Eric Trust - Banone	. NO
2911 Bella Kathryn Circle - Las Vegas	. 2 .	ŢBD ,	175,000	Eric Trust - Banone	Ю
AZ-31 Gateway Lots	24	139,500	139,500	Lynita Trust	NO
AZ-29 Gateway Lots	17	139,500		Eric - Trust	NO
	• "	137,300	1000	1	.,,
Russell Road Property (65%)	3	. 1			٠:
Owned by Eric Nelson Auctioneering (50%)	3a	TBD	2,000.000	Eric - Trust	YES
Owned by Eric Nelson Trust (15%)	3b	TBD		Eric - Trust	YES
Receivable from CIE & L, LLC	. 3c .	742,368	TBD	Eric - Trust	Unknown
Land Capita sides and and and and		174,000			- ACIO 111
Brianhead, Utah	4	2,000,000	2,000,000	Each Trust - 50%	МО
36 Lindel - Las Vegas	5 .	TBD	1,400,000	Each Trust - 50%	YES
DOLL THEORY - THE A CREE	1 ' '		14-200000		1,774
5913 Pebble Beach	6	75,000	75,000	Lynita - Trust	NO.
Wyoming - 200 acres (40%)	. ,	TBD :	800,000	Lynita - Trust	NO
	• ' •			,—,	
****				·	
ssissippi Properties		•		, , :	
830 Arnold Ave. (Clay House) - Greenville, Miss.	8	40,000	40,000	Lynita - Trust	YES
A40 D					
MS Bay 200 Acres - allocated	9 .				
		10 000	N1		NO
Emerald Bay, LLC (Holding Company)	9a	45,500	None	Ench Trust - 50%	NO
Bal Harbour, LLC	. 9b	TBD		Each Trust - 50%	NO
Bay Beach Resorts, LLC	, 9c .	TBD		Each Trust - 50%	NO
Bay Resorts, LLC	, 9d .	ŢBD		Each Trust - 50%	NO
				i	
MS Bay allocated acreage- Lynita Trust	ا ہے ،	TDD		Lynita - Trust	NO
Lynna Trust - not used	. 9e	TBD			YES
RV Park	. 91	TBD		Lynita - Trust	1.23
<u>Dynasty</u>	10	TBD		Eric Trust - Dynasty	•
Silver Slipper	10a	TBD		Eric Trust - Dynasty	YES
MS Bay allocated acreage Titled to Dynasty	10b	TBD	937 500	Eric Trust - Dynasty	NO
MS Bay allocated acreage Titled Frank Soris Trust	, 106 . 10c	TBD	312 400	Eric Trust - Dynasty	NO
M 3 Day anocarco acreage Turier Plank Sons 1725	, IUC .	, Mai	2 1 2,300		: 110
Grotta, LLC 16.67% interest	li i	TBD		Lynita · Trust	NO
Dynasty profit sharing agreement	Ha	TBD		Lynita - Trust	NO
MS Bay allocated interest - titled to Grotta, LLC	11b	TBD	16,667	Lynite - Trust	NO
Grotta Financial Partuershin	11c			, * :	. NO
		.		•	
Riverwalk Ent. (Holding Company for Hideway Casino)	12	Unknown	None	Eric - Tiust	NO
•	. ,	,		;	
	,	·		ł	<u>.</u>

Other Investments			,	·····
Banone, LLC	** :	7		i
4412 Baxter - Las Vegas	13,13a j	62,522	82,522 Eric Trust - Banone	YES
5314 Clover Blossom Court - North Las Vegas, Nevada	13,134	108,705	108,750 Eric Trust - Banone	YES
1301 Heather Ridge - North Las Vegas, Nevuoli	! 13 . 13	 •	118,459 Eric Trust - Banone	YES
		118,459 .		YES
6213 Anaconda - Las Vegas	. 13	81,411	81.411 Eric Trust - Banone	,
1608 Rusty Ridge Lane - Henderson (Daughters House)	. 13	77.526	77,526 Eric Trust - Banone	. NO
Mesa Vista (5 acres)	. 13	100,000	100.000 Eric Trust - Banone	NO
Mesa Vista - Lot 68	13	21,229_	21,229 Eric Trust - Banone	NO
2209 Farmouth Circle - Novada	13	88,166	88.166 Eric Trust - Banone	YES
3301 Terra Bella Drive - Nevada	13	65,013	65,013 Eric Trust - Banone	YES
4133 Compass Rose Way - Nevada	13	67,820	67,820 Erlc Trust - Banone	YES
4601 Concord Village Drive - Nevada	13	61,070	61.070 Eric Trust - Banone	YES
4612 Sawyer Ave - Nevada	13	49,304	49,304 Eric Trust - Banone	YES
4820 Marnell Drive - Nevada	13	23,643	23,643 Eric Trust - Banone	YES
5113 Churchill Ave Nevnda	13	58,070	58.070 Eric Trust - Banone	YES
5704 Roseridge Ave Nevada	13	61,510	61.510 Eric Trust - Banone	YES
6301 Cambria Ave Nevada	1 13	68,244	68.244 Eric Trust - Banone	YES
6304 Guadalupe Ave Nevada	13	41,599	51,499 Eric Trust - Banone	YES
		* * * * * * * * * * * * * * * * * * * *	21,263 Eric Trust - Banone	NO .
Mesn Vista - Lot 67 - Arizona (Deeded Back)	_ 14	21,263 j		
1628 W. Darrel Road - Arizona	14	37,882	37,882 Eric Trust - Banone	YES
1830 N. 66th Drive - Arizona	. 14	24.7 91	24,791 Eric Trust - Banone	YES
1837 N. 59th Street - Arizona	. 14	29,050	29,050 Eric Trust - Banone	YES
2220 W. Tonto Street - Arizona	14	30,906	30,906 Eric Trust - Banone	YES
3225 W. Roma Ave Arizona	; 14	31,299	31,299 Eric Trust - Banone	YES
3307 W. Thomas Road - Arizona	14	35,383	35.383 Eric Trust - Banone	YES
3332 N, 80th Lanc - Arizona	14	29,924	29,924 Eric Trust - Banone	YES
3415 N. 84th Lanc - Arizona	14	35,368	35.368 Eric Trust - Banone	YES
3424 W. Bloomfield Road - Arizona	14	43,084	43,084 Eric Trust - Banone	YES
3631 N, 81st Ave Arizona	14	30,063	30,063 Eric Trust - Banone	YES
4141 N. 34th Ave Arizona	14	21,804	21,804 Eric Trust - Banone	YES
4541 N 76th Ave Arizona	14	32,540	32,540 Eric Trust - Banone	YES
• • • • • • • • • • • • • • • • • • • •	14	•	19,633 Eric Trust - Banone	YES
4816 S. 17th Street - Arizona	,,	19,633	30.324 Eric Trust - Banone	YES
5014 W. Cypress Street - Arizona] 14	30,324	******	YES
5518 N. 34th Drive - Arizona	14	27,641	27,641 Eric Trust - Banone	1 .
6172 W. Fillmore Street - Arizona	14	39,871	39.871 Eric Trust - Banone	YES
6202 S. 43rd Street - Arizona	.1 14	27,772	27,772 Eric Trust - Banone	YES
6720 W. Cambridge Ave Arizona	14	32,563	32.563 Eric Trust - Banone	YES
6822 W. Wilshire Drive - Arizona	14	40,477	40,477 Eric Trust - Banone	YES
6901 W. Coolidge Street - Arizona	14	32,583	32,583 Eric Trust - Banone	YES
1		`]		
Banone, LLC - AZ		I	1	1
4838 W Berkeley Rd Arizona	15	TBD	32,622 Eric Trust - Banone	YES
8 Homes - Arizona	15	TBD	251.000 Eric Trust - Banone	NO
A TIGHTON 46 PROVING		,		•
Banone Nevada Notes Receivable	16	•	Eric Trust - Banone	٠.
R & D Custom Builders - DMV Lot 16-17 (secured)	16a	46,463	Eric Trust - Banone	YES
	, JUM ,	20,081	Eric Trust - Banone	, ,,,,
Advantage Construction • MV Lot 37 (secured)	; .		Eric Trust - Banone	
Gerald & Linda Fixsen - MV Lot 52 (secured)		22,838	Eric Trust - Banone	, ,,,,,,
Genild & Linda Fixson - MV Lot 53 (secured)		22,838	,	, ,,,
Joe Williams & Sherry Fixsen - MV Lot 54 (secured)	!	22,838	Eric Trust - Banone	•
Bideo, Inc MV Lot 61 (secured)		21.263	Eric Trust - Banone	
Cary & Troy Fixsen - MV Lot 98 (secured)		22.838	Eric Trust - Banone	
Amada & Chris Stromberg (secured by Condo in PA)	16b	133.357	Eric Trust - Banone	
JB Ramos Trust (secured by 436 Europa Way)	16c	78.000	Eric Trust - Banone	
Katherine Stephens (secured by 1601 Knoll Heights)	l6d	83,000	63,000 Eric Trust - Banone	
Chad Ramos (secured 7933 Dover Shores)	16e	60,000	Eric Trust - Banone	
Alicia Harrison (secured by 1025 Academy)		68,620	Eric Trust - Banone	
Enc T. Nelson (secured by 8619 W. Mohave - AZ)	16f	95,000	Eric Trust - Banone	YES
Michael & Lyndia Asquith - MV Lot 50 (secured)	16g	23,625	Eric Trust - Banone	

TBD = To Be Determined

Notes to Asset Schedule are an integral part of this schedule

Other Receivables Frank Soris (Contingent)	. 17	TBD .	1 000 000	Eric - Trust	YES
Nikki Cvintavich	. 17	200,000		Eric Nelson	YES
MIKKI CVIIIIAVICII	1 ** .	200,000	200,000	THE MEISON	
Family Loans	1			. 1	•
Chad Ramos	19	261,675		Eric - Trust	Unknown
Jesse Harber	20	47,000	25,000	Eric - Trust	Unknown
Brock Nelson		10,000	10,000	Eric - Trust	Unknown
Autos/Vehicles	•			, .	•
2008 Escalade EXT SUV (Owned) (Eric's)	21	40,475		Eric - Trust	אס
2007 Mercedes SL 550 (Owned) (Eric's)	21	50,115	42,845	Eric - Trust	NO
2011 Audi (Leased) (Lynita's)		Lease	Lease	Lynita	NO
ATV's and Snowmobiles	2 ia	TBD	TBD	Unknown	NO
 Tax Situation		ŗ		<u>;</u>	
2006 Tax Refund (Held by Dave Stephens, Esq.)	. 22	110,125	110,128	Eric Nelson	NO
Cash & Investment Accounts		;			•
Lynita's Accounts		• •			. '
Schwab Capstone Capital- 2834 (3/31/2011)	23	1,016,969		Lynita - Trust	
Credit Union 1 37214-01 (3/31/2011)	23	5		Lynita - Trust	•
Credit Union 1 37214-22 (3/31/2011)	23	48,274		Lynita - Trust	
Silver State 3736-01 (3/31/2011)	23	2,020		Lynita Nelson	
Silver State 3736-80 (3/31/2011)	23	3,767	,,,,,	Lynita Nelson	
Eric Accounts	l		•••	1	
Bank of America 5010-0976-5829 (3/31/2011)	23	:	82,781	Eric - Trust	
Bank of America 5010-0716-2754 (3/31/2011)	23	ļ		Eric Trust - Banone	
Bank of America 0050-1157-7064 (3/31/2011)	23	-	- 177 -	Eric Trust - Banone	ļ
Bank of America 5010-1100-6958 (3/31/2011)	23	_		Eric Trust - EN Auct	:
Chi National Bank 363201539 (3/31/2011)	23			Eric Trust - Banone	•
Citi National Bank 363005152 (3/31/2011)	23			Eric Trust - Dynasty	 -
Citi National Bank 363250807 (3/31/2011)	23			Eric Trust - Banone	••
Melion - 10594001700 (3/31/2011)	23		2,757,160	Eric - Trust	
<u>Liabilities</u>		, • •	• •	· · · · · · · · · · · · · · · · · · ·	•
Frank Soris Contingent Liability	17	ļ	(562,981	Eric - Trust	
Due on Line of Credit (3/31/2011)	23	'	(1,807,369	Eric - Trust	

Nelson v. Nelson Notes to Asset Schedule

July 5, 2011

Larry L. Bertsch, CPA & Associates

Larry L. Bertsch, CPA, CFF

Nicholas S. Miller, CFE, CSAR, MBA

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Larry L. Bertsch, CPA & Associates reserves the right to update this report upon the production of additional documents. The information contained within this report is for use only in the conjunction with the surrounding Clark County District Court case Nelson v Nelson.

Note 1 - 7065 Palmyra

This is the current residence of Lynita Nelson. It has been alleged that improvements have been made to the property in the last two years. The parties do not agree on the value of the Property.

Since there is no agreement on the value of the property, it is recommended an appraisal be made on the property directed by an independent third party.

Note 2 - 2911 Bella Kathryn

This is the current residence of Eric Nelson which includes an adjacent vacant lot for which Eric is conducting improvements. Eric has valued the property as \$900,000 for the residence and \$175,000 for the adjoining lot. Lynita does not agree and her issue is stated below.

According to the detailed records of Eric Nelson, a total amount of \$1,362,612.57 has been spent towards the property which contains the house. The house was initially purchased for \$381,984.00 on 12/28/2009 and improvements have been made to the property as of 06/11/2011 amounting to \$980,628.57.

In reviewing the details of the house improvements on the general ledger kept by Eric Nelson, there was only one payment recorded to a relative, Paul Nelson, in the amount of \$25,000 and designated as contract labor in building the Residence. There were other payments recorded to relatives for reimbursement of materials and supplies used on the building of the residence. None of the reimbursed amount appeared material or not related to the residence. Those reimbursed payments were made to Paul Nelson, Cal Nelson, and to Big Fish, LLC, a company owned by Cal Nelson.

The adjoining lot was purchased on 08/11/2010 for a cost of \$175,000. As of 06/11/2011, improvements have been made towards the lot in the amount of \$64,558.68. In total, the purchase price and additional improvements towards this property amount to \$239,558.68.

Therefore the aggregate costs of the residence and adjoining lot at 06/11/2011amounts to \$1,602.171.25.

Since there is no agreement on the value it is recommended an appraisal be made of the property directed by an independent third party or a decision that funds expended for the property be the criteria of value.

At issue - Lynita claims Eric has used community funds to build this residence and feels regardless of an appraisal, she should receive 50% on the costs to buy and build the property.

Note 3 - Russell Road Property

History

Property consisting of 3.3 acres at 5220 E. Russell Road was purchased on November 11, 1999 for \$855,945 by the Lynita Nelson Trust and the down payment from Cal Nelson amounting to \$20,000. Lynita then became a 50% partner with Cal Nelson in a partnership named CJE&L, LLC which was formed for the purpose of renting the property to Cal's Blue Water Marine.

Shortly thereafter, CIE&L, LLC obtained a loan from Business Bank of Nevada in the amount of \$3,100,000. The purpose of this loan was to build a building for the operations of Cal's Blue Water Marine, Inc. The loan was to be guaranteed by Clarence and Jeanette, individually as well as their Trust dated May 31, 2001 and also Cal's Blue Water Marine, Inc.

Sometime in 2004, Lynita signed a guarantee on the flooring contract for the inventory of Cal's Blue Water Marine, Inc. On 01/01/2005, Lynita withdrew her guarantee of the flooring contract and in return, Lynita signed an assignment or forfeit of her interest in the partnership to remove her from the property records. (The Examiner has not seen the flooring agreement that was signed by Lynita, although requested - Each of the parties claims the other has the contract). According to the records, the forfeiture of partnership interest was transferred to the capital account of Cal Nelson there being no cash attached to the transaction.

The boat business failed in 2008. At that time, the Bank demanded a \$300,000 pay down to keep the loan in performing status. Eric paid the \$300,000 which was secured by property owned by Cal Nelson and located in Utah.

Eric's purchase of the interest in property

On or about 02/10/2010, Eric Nelson decided to purchase a 65% interest in the property. Eric's 65% interest is said to have cost \$4,000,000; which is comprised of the following amounts:

- 1) In 2009, Eric purchased an FDIC note on a property in Phoenix commonly known as "Sugar Daddy's" for approximately \$520,000. The source of these funds came from the Line of Credit. The property was sold with proceeds amounting to \$1,520,597.88. Since this was designed as a 1031 exchange, the proceeds were used in 2010 to purchase Eric's interest in the Russell Road Property.
- 2) As indicated above, Eric had previously paid \$300,000 to pay down the Bank Loan which was secured by property in Utah. In addition, Eric paid off the mortgage on Cal's house amounting to \$400,000. Both amounts were paid from Eric's Line of Credit. These two amounts aggregating \$700,000 were then used as a credit towards the purchase price for Eric's interest.

- 3) Eric gave a credit amounting to \$522,138.47 which represented future agreements with Cal and the termination of any present verbal partnership agreements. This also included money on rental payments given to Cal.
- 4) The remaining amount to fulfill the obligation of the purchase price was to borrow \$1,257,263.67 from the Line of Credit in 2010.

Therefore the purchase of Eric's interest is comprised of the following:

Pay down of Bank Loan	\$	300,000.00
Pay off of personal residence of Cal Nelson		400,000.00
Credit to Cal Nelson for prior payments		522,138.45
Amount to pay Bank Note from Sugar Daddy's		1,520,597.88
Amount to pay Bank Loan from Line of Credit		1,257,263.67
• -	\$ -	4,000,000.00

Therefore the amount of cash contributed directly to the interest in the property by Eric in 2010, amounts to \$2,777,861.55 (1,520,597.88 + 1,257,263.67). The cash reportedly paid off the original loan held by Business Bank of Nevada.

According to CJE&L's tax returns and representations made by Cal Nelson, Cal Nelson's capital account includes \$855,000; which represents the purchase price of the land originally purchased on November 11, 1999 by the Lynita Nelson Trust as well as \$501,529 in leasehold improvements made by Cal's Blue Water Marine. The summary document supporting the leasehold improvements contribution was believed to be at cost and not the net depreciated value. As prior indicated Cal's Blue Water Marine eventually failed in 2008. Since the Business failure in 2008, Cal Nelson has taken distributions from CJE&L of \$11,096 in 2009 and \$73,978 in 2010, aggregating to \$85,074.

The current ownership of the 5220 E. Russell Road property is 50% by Eric Nelson Auctioneering (an asset of the Eric Nelson Trust), 15% by the Eric Nelson Trust and 35% by CJE&L, LLC. (See below).

Note 3a - 50% in Russell Road owned by Eric Nelson Auctioneering

In the purchase of the Russell Road Property, the ownership of 65% of the property purchase from CJE & L, LLC was described above to be \$4,000,000. Eric Nelson says that 50% of the interest was designated to be owned by Eric Nelson Auctioneering and the other 15% by the Eric Nelson Trust.

Note 3b - 15% sale back to Cal Nelson for 15% interest by Eric Trust

The 15% interest is evidenced by a note in the amount of \$2,000,000 the principal amount is due in seven years from 2/3/2010 from Cal Nelson to Eric Nelson Trust. The note is secured by 15% of the real property owned by CJE & L, LLC and 15% of all rents collected from the property will be recognized as interest on the note.

Note 3c - Receivable from CJE & L, LLC amounting to \$742,368.

According to the 2010 tax return of CJE&L, LLC (owned 99% by Nelson Nevada Trust (Cal's Trust) and 1% by Cal Nelson), the company reports a liability in the amount of \$742,368 is due to Eric Nelson Auctioneering (Reported under Eric Trust - Eric Nelson Auctioneering). We have not received information as to the nature of this note.

Because of the controversy on this property, it is recommended that an appraisal of the property be made directed by an independent third party.

At issue, Lynita believes that Cal Nelson has not put any capital into the investment and therefore the amount of this asset is 100% owned solely by Lynita and Eric Nelson.

Also at issue is that Lynita bought the land for \$855,000 and was forced to forfeit her interest through an assignment to Cal Nelson. This issue is over a guarantee made by Lynita on a flooring arrangement on boats for a company owned by Cal Nelson, named Cal's Blue Water Marine.

Subsequent Transaction

The property was sold to the Oasis Baptist Church on 05/27/2011, prior to this transaction, the church held an option to purchase for \$6,500,000. The payments on the note were to begin on 09/01/2011. Until this date, the Oasis Baptist Church was to pay \$17,500 each month for the months of June, July, and August. Then starting on 09/01/2011 the Oasis Baptist Church will pay interest only at 6% on \$6,000,000 for 5 years and then will have a balloon payment due of \$6,500,000.

This contract was amended on 06/15/2011 because the Church could not get an exemption from property taxes unless they own the property. Therefore the original financial arrangement has been amended.

The Oasis Baptist Church needs additional improvements in order to bring their school over to the Russell Road property. In order to do this, they need an additional \$300,000 in funds for improvements to the property. Currently, they are paying \$20,000 per month space rental for them to conduct their school.

As of 06/15/2011, Julie Brown loaned \$300,000 to the Oasis Baptist Church and has a 1st Note/Deed on the property.

A 2nd Note/Deed is placed on the property to recapture all back rents and taxes in the amount of \$295,000. The 2nd Note/Deed is shared 1/3rd to Eric Nelson Auctioneering, 1/3rd to the Eric Nelson Trust and 1/3rd to CJE&L, LLC.

Therefore the remaining amount of \$6,500,000 through subordination has become a 3rd Note/Deed in the favor of shared 1/3rd to Eric Nelson Auctioneering, 1/3rd to the Eric Nelson Trust and 1/3rd to CJE&L, LLC.

The current terms are to pay \$17,500 per month until 09/01/2011 and \$30,000 thereafter. However they may ask that the payments be extended to 12/01/2011 before they begin to pay \$30,000 per month for their purchase of the property.

We understand there is a servicing agreement to collect the mortgage payments. We do not know the entity that the servicing arrangement is contracted.

The servicing agency is an issue with Lynita.

Note 4 - Brianhead, Utah

The property located in Brianhead, Utah includes a cabin on 150 acres. In addition to the property and building, the ownership includes water rights.

Eric originally valued the asset at \$3,000,000 but now believes the property has a value of approximately \$2,000,000. Lynita states the property should bring \$2,000,000 at sale, which is her preference.

It appears there is an agreement on the value of this property. However, there is no agreement on the disposition of the asset. As a result, a third-party appraisal may be required to determine the value either party should pay to buy the other one out.

Note 5 - 3611 Lindell

This property is an office complex. The complex has 13,040 square feet and is the location of Eric Nelson offices. Eric collects the monthly rents as well as pays for the monthly maintenance.

Both income and expenses will be listed in the Sources of Income and Expenses report.

Since there is a disagreement about the value of the office building, it is recommended an appraisal by made of the property by an independent third party.

Note 6 - 5913 Pebble Beach

This property is owned by the LSN Nevada Trust and is occupied by Lynita's sister, Thelma. The mortgage of \$69,000 has been paid off and the property is currently unencumbered. It appears that neither party is interested in the property and may become a non-issue.

Note 7 - Wyoming (200 acres)

This property consists of 200 acres located in Evanston, Wyoming and owned 40% by Lynita's Trust, 50% by Paul Nelson (relative) and 10% by Aleda Nelson (relative). This property could be developed into 84 Lots and are in the name of Equestrian Estates, LLC.

Eric has given a value for Lynita's 40% interest in the property of \$800,000. Lynita has not determined a value,

It is recommended an appraisal be made by an independent third party to obtain a value of the 40% interest.

Note 8 - 830 Arnold Ave.

This is a 1,300 sq. ft. house located in Greenville Mississippi. The house is being rented at \$500 per month and the rent is being collected and deposited into Banone's Bank Account. Eric has valued the property at \$40,000, which is believed to be the initial purchase price of the property.

Because there are so many other issues, it is recommended the purchase price be considered the value based upon the current economic conditions,

Note 9 - MS Bay (200 acres)

This is 200 acres located in Mississippi. The ownership and titles to the property are not clear and need to be addressed. Currently the property is titled as follows:

	Acres
Bal Harbour, LLC (Note 9b)	4.7790560
Bay Harbour Beach Resort, LLC (Note 9c)	2.7996560
Emerald Bay, LLC (note 9a)	0.2217080
Grotta (Note 11)	25.3773880
Lynita Trust - RV Park (Note 9e)	20.6856080
Lynita Trust (Note 9f)	41.0152290
•	94.8786450
Dynasty (Note 10b)	91.0927580
Frank Soris Family Trust (Note 10c)	30.1382120
•	121.2309700
Total Acres	216.1096150

Note 9a - Emerald Bay, LLC has .221708 acres titled in its name, which was purchased for \$55,000. Emerald Bay, LLC (formally Paradise Bay Mississippi, LLC was formed in 2005 and changed name in 2007) is a holding Company whose purpose was to assemble property of 120

acres about 2 miles from the current Silver Slipper Casino to develop a resort type project. The subsidiaries of the Company were Bal Harbour, LLC, Bay Harbour Beach Resort, Montgage Resort, LLC, Bay Resorts, LLC, and Paradise landing, LLC. This project is not currently operating and is at a standstill.

In 2008 the ownership in this property went from 100% ownership by Eric Trust to an ownership of 50% to Lynita Trust and 50% to Eric Trust.

At issue, Emerald Bay owes Nelson & Associates \$45,500.

The amount due from Emerald Bay, LLC were funds advanced to pay for expenses in the assembling process. Emerald Bay does not have funds and therefore doubtful to repay Nelson & Associates back.

Note 9b - Bal Harbour, LLC has 4.779056 acres titled in its name.

Note 9c - Bay Harbour Beach Resort, LLC has 2.799656 acres titled in its name.

Note 9d - Bay Resorts, LLC currently does not have any ownership in land. This entity operated the RV Resort, had its own Bank Account until the law suit was filed. The Bank Account was closed and the rental income from Silver Slipper was the deposited into Banone.

Note 9e - Lynita Trust has 41.0152290 titled in its name. This property is not being used.

Note 9f - RV Park is owned by Lynita's Trust. The property designated for its use is 20.6856080 acres. The Silver Slipper is leasing this property and pays an amount of approximately \$4,000.00 per month.

Since there are different owners and the property is being used differently, it is recommended either an appraisal for the separate parcels be made or that the entire 200+acres be appraised altogether, then the value could be allocated to the individual owners. In either case, the appraisal should be directed by an independent party.

Note 10 - Dynasty

Dynasty is an entity that is included in the Eric Nelson Trust consisting of various types of investments as described below.

Note 10a - Silver Slipper (Owned by Dynasty)

Dynasty has a 34% interest in the Silver Slipper Casino. If options were to be exercised, then the interest could increase to 43%.

There is currently a dispute between Eric Nelson and the other partners of the Silver Slipper Casino. In the operating agreement of Silver Slipper is a buyout provision. The other partners are attempting to exercise that provision and have offered \$1,586,000 and are pushing Eric Nelson to accept.

The other partners have filed a law suit in Los Angeles to force Eric Nelson to accept their offer. Eric Nelson is unwilling to accept the current position of the other partners. In order to oppose the other partners, Eric Nelson did put Dynasty into Bankruptcy, filing in Mississippi.

The other partners filed a motion to have the Bankruptcy dismissed as a bad faith filing. It is understood that hearing has taken place and the Bankruptcy has been dismissed. Therefore it is back to defending the law suit filed in Los Angeles.

There are other issues affecting the ownership interest in the Silver Slipper, one of which being that Lynita is not currently licensed by the Mississippi Gaming Authorities and therefore not qualified to own an interest in a gaming property.

It is recommended that a Business Valuation be directed by an independent third party to determine the value of the Silver Slipper and also to determine the value of the percent interest owned by Dynasty.

<u>Note 10b</u> - Dynasty owns 91.092758 acres. There has been a lien of \$1,000,000 placed against the property by BBJ, a lender to Silver Slipper.

Note 10c - This land consisting of 30.1382120 acres was deeded to Frank Soris Family to collateralize the \$1,300,000 owed from the 2002 transaction between Soris and Lynita Trust. (See Note 17 for the Soris transactions). It has been stated that this acreage has been quitclaimed back to Dynasty when the property in Banone was substituted as collateral for the \$1,300,000 note to Soris. The quitclaim has not been recorded.

Eric Nelson stated the value of the property, both what Dynasty owns and the Frank Soris property totaling 121.230970 acres is valued at \$1,250,000.

It is recommended that an appraisal be made of the property owned by Dynasty and the property currently owned by Frank Soris. Such an appraisal should be conducted as recommended in Note 9.

Note 11 - Grotta, LLC

Lynita's Trust owns a 1/6th interest or 16.67% with Eric Nelson's relatives owning the remaining 5/6th interest. Grotta, LLC controls various investments as described below:

Note 11a - Dynasty Profit Sharing Agreement

Eric Nelson states that this Company has an interest in a Profit Sharing agreement whereby Grotta, LLC is to receive 10% of Dynasty's Profits. (No determination has been made to ascertain if that is an investment and/or operating profits). There have been no profits to-date; therefore no payments from Dynasty have ever been made to Grotta, LLC.

Note 11b - Mississippi Land

The Grotta, LLC owns 25.377388 acres of the 200 acres described in Note 9 as MS Bay 200 acres. Eric states the value of that land is approximately \$100,000.

Eric values Lynita's trust ownership in this land at \$16,667. Lynita does not have a separate value for the property owned by Grotta, LLC.

Note 11c - Grotta Financial Partnership

The Grotta Financial Partnership owned land on Flamingo Road in Las Vegas, Nevada, which was condemned for the purpose of using the land to construct the "Beltway". The commendation was used as an IRS Section 1033 exchange. Cash amounting to \$3,025,000 which was in the Grotta Financial Partnership, was transferred to the Eric Nelson Trust for future investing purposes in order to comply with the IRS Section 1033 exchange provisions. Therefore, the cash on the books of Grotta Financial Partnership was replaced with a Note Receivable to the Eric Nelson Trust. The investments made by Eric Nelson through the Eric Nelson Trust would at this time be included in the current asset schedule.

If the Eric Nelson Trust were to pay Grotta Financial Partnership the amount of \$3,025,000 or any part thereof, it would then create the situation that the amount would become taxable because the transaction would be treated as a loan which does not qualify under the IRS Section 1033 exchange rules.

At issue, there is a Note Receivable in the amount of \$3,025,000 booked on Grotta Financial Partnership financial statements from the Eric Nelson Trust. The transaction contains various issues relating to taxable consequences if paid back.

Note 12 - Hideaway Casino

This was an Investment between Eric Nelson and Steve Bieri. Eric Nelson has not spent community funds in his effort to develop a casino. The investment was not viable and thus failed. Eric states that there may be a law suit against Eric Nelson to the extent of the loss suffered by Mr. Bieri amounting to approximately \$3,000,000.

Note 13 - Banone, LLC (Nevada)

These properties are located in Nevada and titled in the name of Banone, LLC, which is in Eric Nelson Trust. The value indicated on the schedule is the purchase price of the property including repairs thereto. In discussion with Lynita, she appeared to have a willingness to accept those values, with the exception of 4412 Baxter as described below:

Note 13a - 4412 Baxter - According to Lynita, the amount booked for 4412 Baxter is \$20,000 greater than it should be. Lynita claims the proper amount should be \$62,522; instead of \$82,522.

Note 14 - Banone, LLC (Arizona)

These properties are located in Arizona and titled in the name of Banone, LLC which is in Eric Nelson Trust. The value indicated on the schedule is the purchase price of the property including repairs thereto. In discussion with Lynita, she appeared to have a willingness to accept those values.

Note 15 - Banone AZ, LLC

There is one property in Banone AZ, LLC that is income producing. During 2010, 8 additional homes were purchased at a cost of \$251,000; at which time we have not received indication that they are income producing.

Note 16 - Notes Receivable

To date, we have not received copies of the documents relating to the various notes receivable. Eric represented that the notes were secured by property but we have not examined appropriate evidence to determine the validity of the collateral.

- a. This note is in default. Roger Nelson is owner of RD Builders. Roger Nelson is not a relative.
 - b. Amada & Chris Stromberg are the daughter and son-in-law of Eric and Lynita Nelson.
 - c. JB Ramos Trust is related to an employee of Eric Nelson
- d. Niece At issue by Lynita, Purchased by Banone on 03/02/2010 and questions the down payment of \$20,000 and if that money came from Community Funds.

- e. Chad Ramos is a Nephew to Eric
- f. Eric T. Nelson is a Nephew to Eric
- g. Have received deed in lieu of foreclosure.

Note 17 - Soris Transaction

History

This first transaction commenced in 2002 when Frank Soris made an investment as mortgage holder in the Wyoming operations. Mr. Soris loaned \$2,300,000 to the Lynita Trust on a building that was to be used for Off Track Betting to support a Race Track owned at that time by the Nelson's. The operations in the building were outlawed and the operations had to cease.

The \$2,300,000 was an amount needed by Frank Soris to complete a 1031 exchange (Tax Code provision to defer taxes). The amount actually loaned is \$1,300,000 and a note payable to Lynita's Trust for \$1,000,000. Sometime between the date of the 1031 and 2010, the promissory note was transferred to the Eric L Nelson Nevada Trust. We have not received indication as to why the note was transferred out of Lynita's Trust or if any consideration was given in return for the transfer. Information has been received that interest of \$75,000 was received in 2009 relating to the \$1,000,000 note which is being serviced by U. S. Loan Servicing.

When the Off Track Betting business failed, Mr. Soris insisted on collateral to replace the building in Evanston, Wyoming. Eric Nelson then collateralized the note with property in Phoenix, Arizona. Upon failure of that collateral, Eric Nelson then collateralized the note with property in Mississippi. Since there was ongoing litigation in Mississippi, Mr. Soris again sought collateral for the amount due him. It was then, in early 2010, when Eric made a decision to take the better of the Banone properties in Arizona and transfer those rental properties to the Frank Soris Family Trust.

It was understood from Eric Nelson that there was a deal with Frank Soris that if the properties were to sell in excess of the \$1,300,000, Eric would be entitled to monies from such sales. In documents received there was a written agreement that upon the transfer of the Banone properties, the \$1,000,000.00 note made payable to the Eric L. Nelson Nevada Trust is cancelled and considered satisfied. We have not received further documentation as to why the note was cancelled or satisfied. We have yet to determine which position is current. Of course, if the properties sell for less than \$1,300,000, the concerns of the \$1,000,000 will be dispelled.

Current Situation

The cost of the current twenty properties transferred to Soris has a book value of \$737,018.67. Therefore the aggregate amount of collateral against a debt of \$1,300.000 leaves a contingent liability of \$562,981.33. In addition, Eric has pledged to use 8 lots from his investment in AZ-29 Gateway Lots, but actual lots are to be determined at a later date according to the February 19, 2010 agreement between Soris and Eric Nelson.

The contingent asset may or may not have value if the properties sell for more than \$1,300,000, depending on the outcome of the agreement to share or if the note has been cancelled.

The interest on the \$1,300,000 note is being paid by the rents collected on the properties.

At issue, Lynita believes Eric gave Soris the best properties from Banone. Eric agrees with that statement.

Note 18 - Nikki Cvintavich Note Receivable

This is a loan made by Eric Nelson to Nikki Cvintavich, an employee in Mississippi. This loan has no direct connection to the Mississippi investments. We have not received documentation evidencing if this note is collateralized by any type of property.

Note 19 - Family Loan (Chad Ramos)

This was money given to start several businesses. The businesses have all failed. This money was given to him prior to 01/01/2009 and should be considered as community participation and be eliminated as an issue.

It is recommended that this item be eliminated from any settlement.

Note 20 - Family Loan (Jesse Harber)

We have not received documentation relating to the terms and conditions of this receivable. As a result, we cannot determine a value of the outstanding amounts due or if there was or is any collateral against the receivable.

Note 21 - Autos/Vehicles

The values given by each party was from Kelly Blue Book. It has not been determined what was used as mileage, accessories, or wholesale or retail suggested prices.

Note 21a - Both parties have indicated the presence of several ATVs and snowmobiles.

It is recommended a determination by an independent third party at a selected date determined by the Court.

Note 22 - Tax Situation

Is has been understood that the 2006 taxes were filed jointly. Thereafter the Federal Income Tax Returns have been filed as Married filing Separate. It has been stated that a 2006 refund in the approximate amount of \$110,125 is currently held by Eric Nelson's attorney in a separate bank account.

Note 23 - Bank Accounts

It is recommended that all of the Banking Accounts be brought up to a date determined by the Court and that all transactions be reviewed for subsequent transactions.

Note 24 - AZ-31 Gateway Lots

The property in this account consists of the following:

- 1. 29 parcels that are titled to the Lynita Trust.
- 2. 8 parcels where the Lynita Trust has a 25% interest, Harber Investments has a 25% interest, Louis Walter has a 25% interest, and Gary & Margaret Zahlen have a 25% interest.
- 3. 2 lots that were in foreclosure. As of the date of this report, we have not received documentation relating to the disposition of the foreclosure proceedings.
- 4. 7 lots from Joan Ramos. Joan Ramos filed bankruptcy and all lots were to be deeded back to Lynita's Trust. As of the date of this report, all seven lots are currently in the name of "Ramos Joan B Trustee".

Tabs3 Conflict of Interest Report Solomon Dwiggins & Freer, Ltd.

Client Name Description File Field

Search Text: "JOY COLE"

Total finds for JOY COLE: 0

Search Text::"AUTUMN COLE"
Total finds for AUTUMN COLE: 0

Search Text: "KATHERINE COLE"
Total finds for KATHERINE COLE: 0

EXHIBIT "2"

EXHIBIT "2"

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**Attorneys for Matt Klabacka, Distribution
Trustee of the ERIC L. NELSON NEVADA*

DISTRICT COURT

COUNTY OF CLARK, NEVADA

ERIC L. NELSON,

TRUST dated May 30, 2001

Plaintiff

VS.

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LYNITA SUE NELSON, MATT KLABACKA, as Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Defendants.

MATT KLABACKA, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001,

Cross-claimant,

VS.

25 LYNITA SUE NELSON,

26 Cross-defendant.

27||,

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IKK, NEV

Case No.: D411537

Dept.:

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Case Number: D-09-411537-D

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REPLY TO OPPOSITION TO MOTION TO ENFORCE SUPREME COURT'S ORDER DATED MAY 25, 2017; MOTION TO HOLD LYNITA S. NELSON IN CONTEMPT FOR VIOLATION OF SEPTEMBER 22, 2014 ORDER; AND FOR ATTORNEYS' FEES AND **COSTS**

AND

OPPOSITION TO COUNTERMOTION FOR FINAL JUDGMENT CONSISTENT WITH THE NEVADA SUPREME COURT'S REMAND OR, IN THE ALTERNATIVE, FOR AFFIRMATION OF JOINT PRELIMINARY INJUNCTION, FOR A RECEIVER TO MANAGE THE PROPERTY PENDING FINAL JUDGMENT, FOR UPDATED FINANCIAL DISCLOSURES AND EXCHANGE OF FINANCIAL INFORMATION, AND FOR SALE OF PROPERTY FOR PAYMENT OF ATTORNEYS' FEES AND COSTS

Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001, hereby files his Reply to Opposition to Motion to Enforce Supreme Court's Order dated May 25, 2017; Motion to Hold Lynita S. Nelson in Contempt for Violation of September 22, 2014 Order; and for Attorneys' Fees and Costs and Opposition to Countermotion for Final Judgment Consistent with the Nevada Supreme Court's Remand or, in the Alternative, for Affirmation of Joint Preliminary Injunction, for a Receiver to Manage the Property Pending Final Judgment, for Updated Financial Disclosures and Exchange of Financial Information, and for Sale of Property for Payment of Attorneys' Fees and Costs.

This Reply and Opposition to Countermotion is made and based upon the pleadings and papers on file herein, the Points and Authorities attached hereto, and any other evidence the Court may adduce at the hearing on this matter.

DATED this 4th day of August, 2017.

SOLOMON DWIGGINS & FREER, LTD.

By: /s/ Jeffrey P. Luszeck MARK A. SOLOMON, ESQ., NSB 0418 JEFFREY P. LUSZECK, ESQ., NSB 9619 9060 West Cheyenne Avenue Las Vegas, Nevada 89129 Attorneys for Matt Klabacka, Distribution Trustee of the ERIC L. NELSON NEVADA TRUST dated May 30, 2001