IN THE SUPREME COURT OF THE STATE OF NEVADA LYNITA SUE NELSON, INDIVIDUALLY, AND IN HER CAPACITY AS INVESTMENT TRUSTEE OF THE LYNITA S. NELSON NEVADA TRUST DATED MAY 30, 2001, Supreme Court Case No.: 77473 Electronically Filed Feb 26 2020 08:51 p.m. District Ct. Caisca Deth A. Brown D411537 Clerk of Supreme C Clerk of Supreme Court Appellant, VS. ERIC L. NELSON, INDIVIDUALLY, AND IN HIS CAPACITY AS INVESTMENT TRUSTEE OF THE ERIC L. NELSON NEVADA TRUST, DATED MAY 30, 2001, and MATT KLABACKA, AS DISTRIBUTION TRUSTEE OF THE ERIC L. NELSON NEVADA TRUST, DATED MAY 30, 2001, Respondents. APPELLANT, LYNITA SUE NELSON'S, RESPONSE TO JANUARY 27, 2020 ORDER TO SHOW CAUSE

THE DICKERSON KARACSONYI LAW GROUP ROBERT P. DICKERSON, ESQ. Nevada Bar No. 000945 JOSEF M. KARACSONYI, ESQ. Nevada Bar No. 010634 YASNAI RODRIGUEZ-ZAMAN, ESQ. Nevada Bar No. 014605 1745 Village Center Circle Las Vegas, Nevada 89134 Telephone: (702)388-8600 Facsimile: (702)388-0210 Email: info@thedklawgroup.com Attorneys for Appellant, LYNITA SUE NELSON

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I. STATEMENT OF FACTS

As detailed in Appellant, Lynita Sue Nelson's ("Lynita"), Opening Brief, Lynita and Eric were married on September 17, 1983, and divorced by a Decree of Divorce on June 3, 2013. AAPP V19:4691-4742. As part of the relief granted in the Decree of Divorce, the district court equally divided all property held in the parties' self-settled spendthrift trusts - the LSN Trust and the ELN Trust. AAPP V19:4739. Following the entry of the parties' Decree of Divorce, the Decree and other orders were appealed to this Court. AAPP V23:5576-5578, AAPP V25:6249-6250, and SRAPP V1:5-8. On May 25, 2017, this Court rendered its decision in *Klabacka v. Nelson*, 133 Nev. 164, 394 P.3d 940, 949 (2017), which vacated the equal division of property in the LSN Trust and ELN Trust, and remanded the matter back to the district court for the district court to conduct a tracing of the trust assets.

Lynita filed a countermotion in the district court on July 31, 2017, wherein she requested the district court reaffirm the Joint Preliminary Injunction that had been entered pre-divorce (i.e., an injunction against <u>all</u> of the property of the parties that was community property, or subject to a claim of community property interest). SRAPP VI:138-152. In its April 19, 2018 Decision, the district court failed to address any portion of Lynita's request. SRAPP V2:336-344.

Thereafter, on May 22, 2018, the district court entered an order issuing a Joint Preliminary Injunction as to two (2) specific properties (i.e., Banone, LLC and Lindell properties), but failed to address the remainder of Lynita's request (i.e., that the Joint Preliminary Injunction apply to all other properties as well). SRAPP V2:441-449.

On June 5, 2018, Lynita filed her Motion for Reconsideration and Clarification of the Court's Decision Entered May 22, 2018, wherein she requested the district court address her request for a Joint Preliminary Injunction over all properties to which there is a claim of community interest. SRAPP V2:450-457.

On October 16, 2018, the district court served on the parties notice of entry of a Decision denying Lynita's request to expand the Joint Preliminary Injunction to all property subject to a claim of community property interest. SRAPP V3:614-625.

On November 7, 2018, Lynita filed her Notice of Appeal of the district court's denial of the Joint Preliminary Injunction over all properties subject to a community property interest. SRAPP V3:626-628.

On June 6, 2019, Respondent, ELN Trust, filed a Motion to Dismiss Appeal before this Court alleging that this Court did not have jurisdiction to hear the underlying appeal. Later that day, Respondent, Eric L. Nelson ("Eric"), filed a Joinder to the Motion to Dismiss Appeal.

On June 27, 2019, Lynita filed her Opposition to Respondents' Motion. On August 6, 2019, this Court issued an Order Denying Motion, finding and ordering as follows:

Respondent Matt Klabacka filed a motion to dismiss this appeal on the grounds that the notice of appeal was untimely filed and the order appealed from is not appealable. Respondent Eric L. Nelson, both individually and as investment trustee of the Eric L. Nelson Trust, joined in the motion. Appellant opposes the motion. Respondents Klabacka and Nelson have filed a reply.

This court has considered the arguments of the parties, and denies the motion to dismiss. Appellant timely filed the notice of appeal from the order entered October 16, 2018, in which the district court resolved her motion for reconsideration and denied her request for a preliminary injunction. NRAP 3A(b)(3); see also NRAP 4(a)(4); AA Primo Builders v. Washington, 126 Nev. 578, 245 P.3d 1190 (2010) (eliminating the distinction between an NRCP 59(e) motion to alter or amend and a motion to reconsider). In addition, respondents' argument regarding the appealability of the denial of a preliminary injunction under NRAP 65 [sic] or EDCR 5.517 appear to go on the merits of the appeal and are not appropriate for disposition in a motion to dismiss. See Taylor v. Barringer, 75 Nev. 409, 410, 344 P.2d 676, 676 (1959).

IT IS SO ORDERED.

Order Denying Motion, pages 1-2 (emphasis added).

On January 27, 2020, this Court issued an Order to Show Cause, stating that a potential jurisdictional defect may exist because "it appears that the district court's order is not appealable." Order to Show Cause, page 1, line 4. This Court granted Lynita thirty (30) days to show cause as to why the underlying appeal should not be dismissed.

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II. LEGAL ARGUMENT

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"This Court has jurisdiction to consider an appeal only when the appeal is authorized by statute or court rule." *Peck v. Crouser*, 129 Nev. 120, 295 P.3d 586, 587 (2013). NRAP 3A(b) sets forth the judgments and orders from which an appeal may be taken. NRAP 3A(b)(3) provides as follows:

- (b) Appealable Determinations. An appeal may be taken from the following judgments and orders of a district court in a civil action:
- (3) An order granting or refusing to grant an injunction or dissolving or refusing to dissolve an injunction.

Emphasis added. NRAP 3A(b)(3) is clear and unambiguous that "[a]n order granting or refusing to grant an injunction or dissolving or refusing to dissolve an injunction" is appealable.

An injunction is "a court order commanding or preventing an action." *Peck*, 295 P.3d at 588 (quoting *Black's Law Dictionary 800* (8th ed.2004)). NRAP 3A(b)(3) does not except injunctions entered in family law matters, whether entered pursuant to NRCP 65 or EDCR 5.517. It is a well-settled rule of statutory and contract construction that where language is clear and unambiguous it should be given its plain meaning. *See, e.g., Saticon Bay LLC v. Fed. Nat'l Mortg. Ass'n*, 134 Nev. 270, 417 P.3d 363, 366 (2018) (addressing statutory

interpretation); see also, Farmers Ins. Exchange v. Young, 108 Nev. 328, 330, 332, 832 P.2d 376, 377-78 (1992) (addressing contract interpretation). To find that an order in a family law matter denying a joint preliminary injunction is not an appealable order would require this Court to read into NRAP 3(A)(b)(3) an exception that does not exist.

In the Order Denying Motion, this Court specifically cited to NRAP 3(A)(b)(3) in denying Respondents' request to dismiss, stating: "Appellant timely filed the notice of appeal from the order entered October 16, 2018, in which the district court resolved her motion for reconsideration and denied her request for a preliminary injunction. NRAP 3A(b)(3)" Order Denying Motion, pages 1-2 (emphasis added). As can be seen, the Court has already determined that the October 16, 2018 Order denying Lynita's request for a joint preliminary injunction falls under the auspices of NRAP 3(A)(b)(3) and is an appealable order thereunder.

In the Motion to Dismiss Appeal, Respondents argued that because an injunction obtained pursuant to EDCR 5.517 does not require "any evidence or analysis as to [Lynita's] likelihood of success of the merits, etc. . . . it is not the type of injunction that can be appealed pursuant to NRAP 3(A)(b)(3) (sic.)" Such an argument does not have any legal support whatsoever, nor does it take into

consideration the goals and purposes of NRCP 65(e)(1) (formerly NRCP 65(f)(1)) and EDCR 5.517 (formerly EDCR 5.85).

While it is true NRCP 65 addresses injunctions in the vast majority of civil actions, divorce cases and other specified domestic relations cases have specifically been excepted therefrom, as follows:

(e) Applicability

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(1) When Inapplicable. This rule is not applicable to actions for divorce, alimony, separate maintenance, or custody of children. In such actions, the court may make prohibitive or mandatory orders, with or without notice or bond, as may be just.

NRCP 65(e)(1). As can be seen, the plain language of NRCP 65(e)(1) specifically permits injunctions to be obtained in domestic cases without the formality required in other civil actions. In order to facilitate such injunctions in divorce actions, EDCR 5.517 was promulgated and requires – upon the request of any party in a divorce action – the issuance of a joint preliminary injunction that prohibits all parties from "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" The goal and purpose of these rules is clearly not to prohibit litigants in domestic cases from appealing the granting or denial of an injunction pursuant to NRAP 3A(b)(3), but rather to provide such litigants with a streamlined process for obtaining such injunctions. In fact, this Court

has itself recognized such a purpose, noting that "[] NRCP 65(f) may be read to envision somewhat greater flexibility and less formality in domestic matters than in other litigation" *Turner v. Saka*, 90 Nev. 54, 63, 518 P.2d 608, 614, n.10 (1974).

Finally, if the district court's denial of the Joint Preliminary Injunction is not substantively appealable, Lynita would not have a speedy and adequate remedy at law to seek review of such order, and would have to file a writ petition. If she had filed such a petition, however, Respondents likely would have argued – and the Court may agree – that the denial of the Joint Preliminary Injunction is substantively appealable under NRAP 3(A)(b)(3), and that writ relief is therefore not appropriate. See Pan v. Eighth Jud. Dist. Ct., 120 Nev. 222, 224, 88 P.3d 840, 841 (2004) ("[T]he right to appeal is generally an adequate legal remedy that precludes writ relief."). If the Court agreed, then there would be zero remedy under the law for parties to a family law proceeding to challenge the denial of the joint preliminary injunction mandated by EDCR 5.517 until after a final judgment, when the "preliminary" injunction would no longer serve a purpose and the issue would be moot.

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III. CONCLUSION

For the reasons set forth above, this Court should find that it has jurisdiction over this appeal pursuant to the express language of NRAP 3(A)(b)(3).

Respectfully submitted,

THE DICKERSON KARACSONYI LAW GROUP

ROBERIT P. DICKERSON, ESO. JOSEF M. KARACSONYI, ESO. YASNAI RODRIGUEZ-ZAMAN, ESQ Attorneys for Appellant, LYNITA SUE NELSON

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CERTIFICATE OF SERVICE

I certify that I am an employee of THE DICKERSON KARACSONYI LAW GROUP, and that on this 26th day of February, 2020, I filed a true and correct copy of the foregoing APPELLANT, LYNITA SUE NELSON'S, RESPONSE TO JANUARY 27, 2020 ORDER TO SHOW CAUSE, with the Clerk of the Court through the Court's eFlex electronic filing system and notice will be sent electronically by the Court to the following:

DAWN R. THRONE, ESQ . THRONE & HAUSER Attorneys for Respondent, ERIC L. NELSON

MARK A. SOLOMON, ESO. JEFFREY P. LUSZECK, ESO. Attorneys for Respondent, MATT KLABACKA, DISTRIBUTION TRUSTEE OF THE ERIC L. NELSON NEVADA TRUST DATED MAY 30, 2001

An employee of The Dickerson Maracsonyi Law Group