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

#### **INDICATE FULL CAPTION:**

EDGEWORTH FAMILY TRUST; AMERICAN GRATING, LLC, Appellants,

vs

DANIEL S. SIMON; THE LAW OFFICE OF DANIEL S. SIMON, A PROFESSIONAL CORP., Respondents No. <u>77678</u> Electronically Filed Jan 09 2019 04:49 p.m. DOCKETING STRADEM Frown CIVIL A DISK Supreme Court

#### **GENERAL INFORMATION**

Appellants must complete this docketing statement in compliance with NRAP 14(a). The purpose of the docketing statement is to assist the Supreme Court in screening jurisdiction, identifying issues on appeal, assessing presumptive assignment to the Court of Appeals under NRAP 17, scheduling cases for oral argument and settlement conferences, classifying cases for expedited treatment and assignment to the Court of Appeals, and compiling statistical information.

#### WARNING

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

A complete list of the documents that must be attached appears as Question 27 on this docketing statement. Failure to attach all required documents will result in the delay of your appeal and may result in the imposition of sanctions.

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

 1. Judicial District Eighth
 Department 10

 County Clark
 Judge Tierra Jones

 District Ct. Case No. A-18-767242-C, consolidated with A-16-738444-C

#### 2. Attorney filing this docketing statement:

Attorney John B. Greene, Esq. Telepho

Telephone (702) 853-4338

Firm VANNAH & VANNAH

Address 400 S. 7th Street, 4th Floor Las Vegas, NV 89101

## Client(s) EDGEWORTH FAMILY TRUST and AMERICAN GRATING, LLC

If this is a joint statement by multiple appellants, add the names and addresses of other counsel and the names of their clients on an additional sheet accompanied by a certification that they concur in the filing of this statement.

#### 3. Attorney(s) representing respondents(s):

Attorney	James R.	Christensen,	, Esq.	Telephone	(702) 272-0406
TICOLIC,					

Firm James R. Christensen, P.C.

Address 601 S. Third Street Las Vegas, NV 89101

Client(s) Daniel S. Simon; The Law Office of Daniel S. Simon, A Professional Corporation

Attorney Peter S. Christiansen, Esq. Telephone (702) 240-7979

Firm CHRISTIANSEN LAW OFFICES

Address 810 S. Casino Center Blvd., Ste. 104 Las Vegas, NV 89101

Client(s) Daniel S. Simon; The Law Office of Daniel S. Simon, A Professional Corporation

#### 4. Nature of disposition below (check all that apply):

☐ Judgment after bench trial	🗵 Dismissal:
🖵 Judgment after jury verdict	☐ Lack of jurisdiction
🖵 Summary judgment	🗵 Failure to state a claim
🖵 Default judgment	<b>Failure</b> to prosecute
☐ Grant/Denial of NRCP 60(b) relief	□ Other (specify):
┌─ Grant/Denial of injunction	Divorce Decree:
☐ Grant/Denial of declaratory relief	🗂 Original 👘 Modification
☐ Review of agency determination	⊠ Other disposition (specify): <u>Motion to Adjudica</u>

#### 5. Does this appeal raise issues concerning any of the following?

- ☐ Child Custody
- ☐ Venue
- $\square$  Termination of parental rights

6. Pending and prior proceedings in this court. List the case name and docket number of all appeals or original proceedings presently or previously pending before this court which are related to this appeal:

None.

7. Pending and prior proceedings in other courts. List the case name, number and court of all pending and prior proceedings in other courts which are related to this appeal (e.g., bankruptcy, consolidated or bifurcated proceedings) and their dates of disposition: None.

8. Nature of the action. Briefly describe the nature of the action and the result below:

In Case No. A-16-738444-C, Plaintiffs/Appellants (Edgeworth) retained Defendants/ Respondents (Simon) to represent them and agreed to pay Simon \$550 per hour (\$275 for associates). From May of 2016 through September of 2017, Simon billed \$550 per hour for his time and charged Edgeworth \$367,606.25 in attorneys fees via four invoices. Edgeworth paid these fees in full. Upon settlement, Simon demanded more in fees than the parties agreed to pay and receive. Edgeworth refused and Simon perfected a lien for \$1,977,843.80. After the hearing on Simon's Motion to Adjudicate Lien, Judge Jones awarded Simon an additional \$484,982.50 in fees. Simon won't release \$1,492,861.30 to Edgeworth. In Case No. A-18-767242-C, Edgeworth sued Simon for Breach of Contract, Declaratory Relief, Conversion, and Breach of the Implied Covenant of Good Faith and Fair Dealing. Judge Jones summarily dismissed the Amended Complaint without discovery.

**9. Issues on appeal.** State concisely the principal issue(s) in this appeal (attach separate sheets as necessary):

1. Whether the agreement for payment of hourly fees was oral or implied?

2. Whether Edgeworth constructively discharged Simon?

3. Whether Simon is entitled to any fees based on quantum meruit versus his hourly rate of \$550?

4. Whether Simon is entitled to \$200,000 in fees based on quantum meruit from 11/29/17 thru the conclusion of the case when his billable hours on the invoice he submitted for the work he actually performed for this period of time totals \$31,811.25?

5. Whether it was inappropriate for the Amended Complaint to be dismissed pursuant to NRCP 12(b)(5)?

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

None to our knowledge.

11. Constitutional issues. If this appeal challenges the constitutionality of a statute, and the state, any state agency, or any officer or employee thereof is not a party to this appeal, have you notified the clerk of this court and the attorney general in accordance with NRAP 44 and NRS 30.130?

- ⊠ N/A
- **┌** Yes
- ∟ No

If not, explain:

12. Other issues. Does this appeal involve any of the following issues?

- □ Reversal of well-settled Nevada precedent (identify the case(s))
- $\square$  An issue arising under the United States and/or Nevada Constitutions
- $\Gamma$  A substantial issue of first impression
- $\square$  An issue of public policy
- $\Box$  An issue where en banc consideration is necessary to maintain uniformity of this court's decisions
- $\Gamma$  A ballot question

If so, explain:

13. Assignment to the Court of Appeals or retention in the Supreme Court. Briefly set forth whether the matter is presumptively retained by the Supreme Court or assigned to the Court of Appeals under NRAP 17, and cite the subparagraph(s) of the Rule under which the matter falls. If appellant believes that the Supreme Court should retain the case despite its presumptive assignment to the Court of Appeals, identify the specific issue(s) or circumstance(s) that warrant retaining the case, and include an explanation of their importance or significance:

This matter is arguably presumptively retained by the Supreme Court under NRAP 17(a) (11), being a matter of statewide public importance, as it involves an attorney who agreed to represent a client for an hourly fee of \$550, but failed to reduce the fee agreement to writing; then billed \$550 per hour in four invoices for over 18 months, collecting \$367,606.25 in fees; then demanded more in fees when a large settlement was reached. When the client refused to pay more than the agreed to fee of \$550 per hour, the attorney liened the file for \$1,977,843.80, then used his failure to reduce the fee agreement to writing as a basis to get more fees in a "charging lien". When the lien was adjudicated, thus ordering \$484,982.50 in additional fees, attorney refused to release proceeds to client in excess of his adjudicated lien, retaining \$1,492,861.30 of client funds.

14. Trial. If this action proceeded to trial, how many days did the trial last?

Was it a bench or jury trial? An evidentiary hearing on a Motion to Adjudicate Lien

**15. Judicial Disqualification.** Do you intend to file a motion to disqualify or have a justice recuse him/herself from participation in this appeal? If so, which Justice? No.

#### TIMELINESS OF NOTICE OF APPEAL

#### 16. Date of entry of written judgment or order appealed from $\frac{11/19/18}{2}$

If no written judgment or order was filed in the district court, explain the basis for seeking appellate review:

#### 17. Date written notice of entry of judgment or order was served $\frac{12/27/18}{2}$

Was service by:

☐ Delivery

🕅 Mail/electronic/fax

### 18. If the time for filing the notice of appeal was tolled by a post-judgment motion (NRCP 50(b), 52(b), or 59)

(a) Specify the type of motion, the date and method of service of the motion, and the date of filing.

┌─ NRCP 50(b)	Date of filing
┌─ NRCP 52(b)	Date of filing
┌─ NRCP 59	Date of filing

- NOTE: Motions made pursuant to NRCP 60 or motions for rehearing or reconsideration may toll the time for filing a notice of appeal. See <u>AA Primo Builders v. Washington</u>, 126 Nev. \_\_\_\_, 245 P.3d 1190 (2010).
  - (b) Date of entry of written order resolving tolling motion\_
  - (c) Date written notice of entry of order resolving tolling motion was served\_\_\_\_\_

Was service by:

□ Delivery

┌ Mail

#### 19. Date notice of appeal filed December 7, 2018

If more than one party has appealed from the judgment or order, list the date each notice of appeal was filed and identify by name the party filing the notice of appeal:

## 20. Specify statute or rule governing the time limit for filing the notice of appeal, *e.g.*, NRAP 4(a) or other

NRAP4(a)

#### SUBSTANTIVE APPEALABILITY

## 21. Specify the statute or other authority granting this court jurisdiction to review the judgment or order appealed from:

(a)

) Other (specify)		
<b>┌</b> Other (specify)		
□ NRAP 3A(b)(3)	☐ NRS 703.376	
□ NRAP 3A(b)(2)	☐ NRS 233B.150	
🔀 NRAP 3A(b)(1)	☐ NRS 38.205	

(b) Explain how each authority provides a basis for appeal from the judgment or order: Judge Jones entered a final decision and order adjudicating Simon's attorney's lien. Judge Jones also entered a final decision and order dismissing Edgeworth's Amended Complaint. 22. List all parties involved in the action or consolidated actions in the district court: (a) Parties:

EDGEWORTH FAMILY TRUST; AMERICAN GRATING, LLC; LANGE PLUMBING, LLC; THE VIKING CORPORATION; SUPPLY NETWORK, INC., dba VIKING SUPPLYNET; DANIEL S. SIMON; THE LAW OFFICE OF DANIEL S. SIMON, A PROFESSIONAL CORPORATION.

(b) If all parties in the district court are not parties to this appeal, explain in detail why those parties are not involved in this appeal, *e.g.*, formally dismissed, not served, or other:

LANGE PLUMBING, LLC; THE VIKING CORPORATION; and, SUPPLY NETWORK, INC., dba VIKING SUPPLYNET were all formally dismissed following the settlement reached with Edgeworth.

23. Give a brief description (3 to 5 words) of each party's separate claims, counterclaims, cross-claims, or third-party claims and the date of formal disposition of each claim.

Motion to Adjudicate Attorney's Lien: Adjudicated by Judge Jones

Amended Complaint for Breach of Contract, Declaratory Relief, Conversion, and Breach of the Implied Covenant of Good Faith and Fair Dealing: Dismissed by Judge Jones

24. Did the judgment or order appealed from adjudicate ALL the claims alleged below and the rights and liabilities of ALL the parties to the action or consolidated actions below?

 $\boxtimes$  Yes

∏ No

#### 25. If you answered "No" to question 24, complete the following:

(a) Specify the claims remaining pending below:

(b) Specify the parties remaining below:

(c) Did the district court certify the judgment or order appealed from as a final judgment pursuant to NRCP 54(b)?

**┌** Yes

∟ No

(d) Did the district court make an express determination, pursuant to NRCP 54(b), that there is no just reason for delay and an express direction for the entry of judgment?

☐ Yes

∟ No

26. If you answered "No" to any part of question 25, explain the basis for seeking appellate review (*e.g.*, order is independently appealable under NRAP 3A(b)):

#### 27. Attach file-stamped copies of the following documents:

- The latest-filed complaint, counterclaims, cross-claims, and third-party claims
- Any tolling motion(s) and order(s) resolving tolling motion(s)
- Orders of NRCP 41(a) dismissals formally resolving each claim, counterclaims, crossclaims and/or third-party claims asserted in the action or consolidated action below, even if not at issue on appeal
- Any other order challenged on appeal
- Notices of entry for each attached order

#### VERIFICATION

I declare under penalty of perjury that I have read this docketing statement, that the information provided in this docketing statement is true and complete to the best of my knowledge, information and belief, and that I have attached all required documents to this docketing statement.

Edgeworth Family Trust, et.al.

Name of appellant

John B. Greene, Esq. Name of counsel of record

M Sum gnature of counsel of record

January 9, 2019

Date

Nevada, Clark State and county where signed

#### CERTIFICATE OF SERVICE

I certify that on the <sup>9th</sup> day of <sup>January</sup> , <sup>2019</sup> , I served a copy of this

completed docketing statement upon all counsel of record:

□ By personally serving it upon him/her; or

⊠ By mailing it by first class mail with sufficient postage prepaid to the following address(es): (NOTE: If all names and addresses cannot fit below, please list names below and attach a separate sheet with the addresses.)

Dated this	9th	day of <u>January</u>	<u>, 2019</u>		
			derra	Um	
			Signature	00	

# **Exhibit 1**

# **Exhibit 1**

& VANNAH Floor • Les Veges, Nevada 89101 I Facstimile (702) 369-0104	1 2 3 4 5 6	ACOM ROBERT D. VANNAH, ESQ. Nevada Bar. No. 002503 JOHN B. GREENE, ESQ. Nevada Bar No. 004279 VANNAH & VANNAH 400 South Seventh Street, 4 <sup>th</sup> Floor Las Vegas, Nevada 89101 Telephone: (702) 369-4161 Facsimile: (702) 369-0104 jgreene@vannahlaw.com	Electronically Filed 3/15/2018 12:08 PM Steven D. Grierson CLERK OF THE COURT CLERK OF THE COURT		
	7 8	Attorneys for Plaintiffs			
	9	DISTRICT	COURT		
10	10	CLARK COUNI	Y, NEVADA		
.H S. Nevada 89 )2) 369-0104	11 12	EDGEWORTH FAMILY TRUST; AMERICAN GRATING, LLC,	CASE NO.: A-18-767242-C DEPT NO.: XIV		
	13	Plaintiffs,	Consolidated with		
& V/ Floor L	14	VS.	CASE NO.: A-16-738444-C		
VANNAH & 400 South Seventh Street 4 <sup>th</sup> Flo Telephone (702) 369-4161	15 16 17 18	DANIEL S. SIMON; THE LAW OFFICE OF DANIEL S. SIMON, A PROFESSIONAL CORPORATION; DOES I through X, inclusive, and ROE CORPORATIONS I through X, inclusive, Defendants.	DEPT. NO.: X		
	19				
	20 21 22 23 24 25 26 27 28	Plaintiffs EDGEWORTH FAMILY TRUST (EFT) and AMERICAN GRATING, LL (AGL), by and through their undersigned counsel, ROBERT D. VANNAH, ESQ., and JOHN I GREENE, ESQ., of VANNAH & VANNAH, and for their causes of action against Defendant complain and allege as follows: 1. At all times relevant to the events in this action, EFT is a legal entity organize under the laws of Nevada. Additionally, at all times relevant to the events in this action, AGL is domestic limited liability company organized under the laws of Nevada. At times, EFT and AG are referred to as PLAINTIFFS.			
		Coop Number 6 19 709444			

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Case Number: A-16-738444-C

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1 2. PLAINTIFFS are informed, believe, and thereon allege that Defendant DANIEL S. 2 SIMON is an attorney licensed to practice law in the State of Nevada. Upon further information 3 and belief, PLAINTIFFS are informed, believe, and thereon allege that Defendant THE LAW 4 OFFICE OF DANIEL S. SIMON, A PROFESSIONAL CORPORATION, is a domestic 5 professional corporation licensed and doing business in Clark County, Nevada. At times, 6 Defendants shall be referred to as SIMON. 7

3. The true names of DOES I through X, their citizenship and capacities, whether individual, corporate, associate, partnership or otherwise, are unknown to PLAINTIFFS who therefore sue these defendants by such fictitious names. PLAINTIFFS are informed, believe, and thereon allege that each of the Defendants, designated as DOES I through X, are or may be, legally responsible for the events referred to in this action, and caused damages to PLAINTIFFS, as herein alleged, and PLAINTIFFS will ask leave of this Court to amend the Complaint to insert the true names and capacities of such Defendants, when the same have been ascertained, and to join them in this action, together with the proper charges and allegations.

4. That the true names and capacities of Defendants named herein as ROE CORPORATIONS I through X, inclusive, are unknown to PLAINTIFFS, who therefore sue said Defendants by such fictitious names. PLAINTIFF are informed, believe, and thereon allege that 20 each of the Defendants designated herein as a ROE CORPORATION Defendant is responsible for 21 the events and happenings referred to and proximately caused damages to PLAINTIFFS as alleged 22 herein. PLAINTIFFS ask leave of the Court to amend the Complaint to insert the true names and capacities of ROE CORPORATIONS I through X, inclusive, when the same have been 24 25 ascertained, and to join such Defendants in this action.

DOES I through V are Defendants and/or employers of Defendants who may be 5. liable for Defendant's negligence pursuant to N.R.S. 41.130, which states:

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VANNAH & VANNAH 100 South Seventh Street 4<sup>th</sup> Floor - Las Veges, Novada 80101 Telephone (702) 365-4161 Fassimile (702) 365-0104 1

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[e]xcept as otherwise provided in N.R.S. 41.745, whenever any person shall suffer personal injury by wrongful act, neglect or default of another, the person causing the injury is liable to the person injured for damages; and where the person causing the injury is employed by another person or corporation responsible for his conduct, that person or corporation so responsible is liable to the person injured for damages.

6. Specifically, PLAINTIFFS allege that one or more of the DOE Defendants was and is liable to PLAINTIFFS for the damages they sustained by SIMON'S breach of the contract for services and the conversion of PLAINTIFFS personal property, as herein alleged.

7. ROE CORPORATIONS I through V are entities or other business entities that participated in SIMON'S breach of the oral contract for services and the conversion of PLAINTIFFS personal property, as herein alleged.

#### FACTS COMMON TO ALL CLAIMS FOR RELIEF

8. On or about May 1, 2016, PLAINTIFFS retained SIMON to represent their interests following a flood that occurred on April 10, 2016, in a home under construction that was owned by PLAINTIFFS. That dispute was subject to litigation in the 8<sup>th</sup> Judicial District Court as Case Number A-16-738444-C (the LITIGATION), with a trial date of January 8, 2018. A settlement in favor of PLAINTIFFS for a substantial amount of money was reached with defendants prior to the trial date.

At the outset of the attorney-client relationship, PLAINTIFFS and SIMON orally
 agreed that SIMON would be paid for his services at an hourly rate of \$550 and that fees and costs
 would be paid as they were incurred (the CONTRACT). The terms of the CONTRACT were
 never reduced to writing.

Pursuant to the CONTRACT, SIMON sent invoices to PLAINTIFFS on December
16, 2016, May 3, 2017, August 16, 2017, and September 25, 2017. The amount of fees and costs
SIMON billed PLAINTIFFS totaled \$486,453.09. PLAINTIFFS paid the invoices in full to
SIMON. SIMON also submitted an invoice to PLAINTIFFS in October of 2017 in the amount of

\$72,000. However, SIMON withdrew the invoice and failed to resubmit the invoice to
 PLAINTIFFS, despite a request to do so. It is unknown to PLAINTIFFS whether SIMON ever
 disclosed the final invoice to the defendants in the LITIGATION or whether he added those fees
 and costs to the mandated computation of damages.

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 11. SIMON was aware that PLAINTIFFS were required to secure loans to pay
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 7 SIMON'S fees and costs in the LITIGATION. SIMON was also aware that the loans secured by
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 9 PLAINTIFFS accrued interest.

12. As discovery in the underlying LITIGATION neared its conclusion in the late fall of 2017, and thereafter blossomed from one of mere property damage to one of significant and additional value, SIMON approached PLAINTIFFS with a desire to modify the terms of the CONTRACT. In short, SIMON wanted to be paid far more than \$550.00 per hour and the \$486,453.09 he'd received from PLAINTIFFS over the previous eighteen (18) months. However, neither PLAINTIFFS nor SIMON agreed on any terms.

On November 27, 2017, SIMON sent a letter to PLAINTIFFS setting forth 13. 16 17 additional fees in the amount of \$1,114,000.00, and costs in the amount of that \$80,000.00, that he 18 wanted to be paid in light of a favorable settlement that was reached with the defendants in the 19 LITIGATION. The proposed fees and costs were in addition to the \$486,453.09 that PLAINTIFFS 20 had already paid to SIMON pursuant to the CONTRACT, the invoices that SIMON had presented 21 to PLAINTIFFS, the evidence produced to defendants in the LITIGATION, and the amounts set 22 forth in the computation of damages disclosed by SIMON in the LITIGATION. 23

14. A reason given by SIMON to modify the CONTRACT was that he purportedly
under billed PLAINTIFFS on the four invoices previously sent and paid, and that he wanted to go
through his invoices and create, or submit, additional billing entries. According to SIMON, he
under billed in the LITIGATION in an amount in excess of \$1,000,000.00. An additional reason
given by SIMON was that he felt his work now had greater value than the \$550.00 per hour that

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was agreed to and paid for pursuant to the CONTRACT. SIMON prepared a proposed settlement
breakdown with his new numbers and presented it to PLAINTIFFS for their signatures.

15. Some of PLAINTIFFS' claims in the LITIGATION were for breach of contract and indemnity, and a material part of the claim for indemnity against Defendant Lange was the fees and costs PLAINTIFFS were compelled to pay to SIMON to litigate and be made whole following the flooding event.

16. In support of PLAINTIFFS' claims in the LITIGATION, and pursuant to NRCP 16.1, SIMON was required to present prior to trial a computation of damages that PLAINTIFFS suffered and incurred, which included the amount of SIMON'S fees and costs that PLAINTIFFS paid. There is nothing in the computation of damages signed by and served by SIMON to reflect fees and costs other than those contained in his invoices that were presented to and paid by PLAINTIFFS. Additionally, there is nothing in the evidence or the mandatory pretrial disclosures in the LITIGATION to support any additional attorneys' fees generated by or billed by SIMON, let alone those in excess of \$1,000,000.00.

17 Brian Edgeworth, the representative of PLAINTIFFS in the LITIGATION, sat for a 17. 18 deposition on September 27, 2017. Defendants' attorneys asked specific questions of Mr. 19 Edgeworth regarding the amount of damages that PLAINTIFFS had sustained, including the 20 amount of attorneys fees and costs that had been paid to SIMON. At page 271 of that deposition, a 21 question was asked of Mr. Edgeworth as to the amount of attorneys' fees that PLAINTIFFS had 22 paid to SIMON in the LITIGATION prior to May of 2017. At lines 18-19, SIMON interjected: 23 "They've all been disclosed to you." At lines 23-25, SIMON further stated: "The attorneys' fees 24 25 and costs for both of these plaintiffs as a result of this claim have been disclosed to you long ago." 26 Finally, at page 272, lines 2-3, SIMON further admitted concerning his fees and costs: "And 27 they've been updated as of last week." 28

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18. Despite SIMON'S requests and demands for the payment of more in fees, PLAINTIFFS refuse, and continue to refuse, to alter or amend the terms of the CONTRACT.

3 19. When PLAINTIFFS refused to alter or amend the terms of the CONTRACT. 4 SIMON refused, and continues to refuse, to agree to release the full amount of the settlement 5 proceeds to PLAINTIFFS. Additionally, SIMON refused, and continues to refuse, to provide 6 PLAINTIFFS with either a number that reflects the undisputed amount of the settlement proceeds 7 that PLAINTIFFS are entitled to receive or a definite timeline as to when PLAINTIFFS can 9 receive either the undisputed number or their proceeds.

20. PLAINTIFFS have made several demands to SIMON to comply with the CONTRACT, to provide PLAINTIFFS with a number that reflects the undisputed amount of the settlement proceeds, and/or to agree to provide PLAINTIFFS settlement proceeds to them. To date, SIMON has refused.

#### FIRST CLAIM FOR RELIEF

#### (Breach of Contract)

PLAINTIFFS repeat and reallege each allegation set forth in paragraphs 1 through 21. 20 of this Complaint, as though the same were fully set forth herein.

19 22. A material term of the PLAINTIFFS and SIMON have a CONTRACT. 20 CONTRACT is that SIMON agreed to accept \$550.00 per hour for his services rendered. An 21 additional material term of the CONTRACT is that PLAINTIFFS agreed to pay SIMON'S 22 invoices as they were submitted. An implied provision of the CONTRACT is that SIMON owed, 23 and continues to owe, a fiduciary duty to PLAINTIFFS to act in accordance with PLAINTIFFS 24 25 best interests.

26 PLAINTIFFS and SIMON never contemplated, or agreed in the CONTRACT, that 23. 27 SIMON would have any claim to any portion of the settlement proceeds from the LITIGATION.

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 24.
 PLAINTIFFS paid in full and on time all of SIMON'S invoices that he submitted

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 pursuant to the CONTRACT.

3 25. SIMON'S demand for additional compensation other than what was agreed to in the
 4 CONTRACT, and than what was disclosed to the defendants in the LITIGATION, in exchange for
 6 PLAINTIFFS to receive their settlement proceeds is a material breach of the CONTRACT.

7 26. SIMON'S refusal to agree to release all of the settlement proceeds from the
8 LITIGATION to PLAINTIFFS is a breach of his fiduciary duty and a material breach of the
9 CONTRACT.

27. SIMON'S refusal to provide PLAINTIFFS with either a number that reflects the undisputed amount of the settlement proceeds that PLAINTIFFS are entitled to receive or a definite timeline as to when PLAINTIFFS can receive either the undisputed number or their proceeds is a breach of his fiduciary duty and a material breach of the CONTRACT.

As a result of SIMON'S material breach of the CONTRACT, PLAINTIFFS
 incurred compensatory and/or expectation damages, in an amount in excess of \$15,000.00.

29. As a result of SIMON'S material breach of the CONTRACT, PLAINTIFFS incurred foreseeable consequential and incidental damages, in an amount in excess of \$15,000.00.

30. As a result of SIMON'S material breach of the CONTRACT, PLAINTIFFS have been required to retain an attorney to represent their interests. As a result, PLAINTIFFS are entitled to recover attorneys' fees and costs.

#### SECOND CLAIM FOR RELIEF

#### (Declaratory Relief)

25 31. PLAINTIFFS repeat and reallege each allegation and statement set forth in
 26 Paragraphs 1 through 30, as set forth herein.

28 32. PLAINTIFFS orally agreed to pay, and SIMON orally agreed to receive, \$550.00 per hour for SIMON'S legal services performed in the LITIGATION.

VANNAH & VANNAH 400 South Seventh Street, 4<sup>th</sup> Floor • Las Veges, Neveda 89101 Telephone (702) 369-4161 Fessimite (702) 369-0104 10

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133.Pursuant to four invoices, SIMON billed, and PLAINTIFFS paid, \$550.00 per hour2for a total of \$486,453.09, for SIMON'S services in the LITIGATION.

34.Neither PLAINTIFFS nor SIMON ever agreed, either orally or in writing, to alter or5amend any of the terms of the CONTRACT.

35. The only evidence that SIMON produced in the LITIGATION concerning his fees are the amounts set forth in the invoices that SIMON presented to PLAINTIFFS, which PLAINTIFFS paid in full.

36. SIMON admitted in the LITIGATION that the full amount of his fees incurred in the LITIGATION was produced in updated form on or before September 27, 2017. The full amount of his fees, as produced, are the amounts set forth in the invoices that SIMON presented to PLAINTIFFS and that PLAINTIFFS paid in full.

Since PLAINTIFFS and SIMON entered into a CONTRACT; since the 37. 15 CONTRACT provided for attorneys' fees to be paid at \$550.00 per hour; since SIMON billed, and 16 PLAINTIFFS paid, \$550.00 per hour for SIMON'S services in the LITIGATION; since SIMON 17 18 admitted that all of the bills for his services were produced in the LITIGATION; and, since the 19 CONTRACT has never been altered or amended by PLAINTIFFS, PLAINTIFFS are entitled to 20 declaratory judgment setting forth the terms of the CONTRACT as alleged herein, that the 21 CONTRACT has been fully satisfied by PLAINTIFFS, that SIMON is in material breach of the 22 CONTRACT, and that PLAINTIFFS are entitled to the full amount of the settlement proceeds. 23

#### THIRD CLAIM FOR RELIEF

#### (Conversion)

38. PLAINTIFFS repeat and reallege each allegation and statement set forth in Paragraphs 1 through 37, as set forth herein.

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39. Pursuant to the CONTRACT, SIMON agreed to be paid \$550.00 per hour for his services, nothing more.

40. SIMON admitted in the LITIGATION that all of his fees and costs incurred on or before September 27, 2017, had already been produced to the defendants.

41. The defendants in the LITIGATION settled with PLAINTIFFS for a considerable sum. The settlement proceeds from the LITIGATION are the sole property of PLAINTIFFS.

Despite SIMON'S knowledge that he has billed for and been paid in full for his 42. services pursuant to the CONTRACT, that PLAINTIFFS were compelled to take out loans to pay for SIMON'S fees and costs, that he admitted in court proceedings in the LITIGATION that he'd produced all of his billings through September of 2017, SIMON has refused to agree to either release all of the settlement proceeds to PLAINTIFFS or to provide a timeline when an undisputed amount of the settlement proceeds would be identified and paid to PLAINTIFFS.

SIMON'S retention of PLAINTIFFS' property is done intentionally with a 43. conscious disregard of, and contempt for, PLAINTIFFS' property rights.

SIMON'S intentional and conscious disregard for the rights of PLAINTIFFS rises 44. to the level of oppression, fraud, and malice, and that SIMON has also subjected PLAINTIFFS to 20 cruel, and unjust, hardship. PLAINTIFFS are therefore entitled to punitive damages, in an amount 21 in excess of \$15,000.00. 22

23 As a result of SIMON'S intentional conversion of PLAINTIFFS' property, 45. 24 PLAINTIFFS have been required to retain an attorney to represent their interests. As a result, 25 PLAINTIFFS are entitled to recover attorneys' fees and costs. 26

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1	FOURTH CLAIM FOR RELIEF
2	(Breach of the Implied Covenant of Good Faith and Fair Dealing)
3	46. PLAINTIFFS repeat and reallege each and every statement set forth in Paragraphs 1
4	through 45, as though the same were fully set forth herein.
5	47. In every contract in Nevada, including the CONTRACT, there is an implied
7	covenant and obligation of good faith and fair dealing.
8	
9	48. The work performed by SIMON under the CONTRACT was billed to PLAINTIFFS
10	in several invoices, totaling \$486,453.09. Each invoice prepared and produced by SIMON prior to
11	October of 2017 was reviewed and paid in full by PLAINTIFFS within days of receipt.
12	49. Thereafter, when the underlying LITIGATION with the Viking defendant had
13	settled, SIMON demanded that PLAINTIFFS pay to SIMON what is in essence a bonus of over a
14	million dollars, based not upon the terms of the CONTRACT, but upon SIMON'S unilateral belief
15 16	that he was entitled to the bonus based upon the amount of the Viking settlement.
17	50. Thereafter, SIMON produced a super bill where he added billings to existing
18	invoices that had already been paid in full and created additional billings for work allegedly
19	occurring after the LITIGATION had essentially resolved. The amount of the super bill is
20	\$692,120, including a single entry for over 135 hours for reviewing unspecified emails.
21	
22	51. If PLAINTIFFS had either been aware or made aware during the LITIGATION that
23	SIMON had some secret unexpressed thought or plan that the invoices were merely partial
24	invoices, PLAINTIFFS would have been in a reasonable position to evaluate whether they wanted
25 26	to continue using SIMON as their attorney.
20 27	52. When SIMON failed to reduce the CONTRACT to writing, and to remove all
28	ambiguities that he claims now exist, including, but not limited to, how his fee was to be
	10

determined, SIMON failed to deal fairly and in good faith with PLAINTIFFS. As a result,
 SIMON breached the implied covenant of good faith and fair dealing.

53. When SIMON executed his secret plan and went back and added substantial time to
his invoices that had already been billed and paid in full, SIMON failed to deal fairly and in good
faith with PLAINTIFFS. As a result, SIMON breached the implied covenant of good faith and
fair dealing.

54. When SIMON demanded a bonus based upon the amount of the settlement with the Viking defendant, SIMON failed to deal fairly and in good faith with PLAINTIFFS. As a result, SIMON breached the implied covenant of good faith and fair dealing.

55. When SIMON asserted a lien on PLAINTIFFS property, he knowingly did so in an amount that was far in excess of any amount of fees that he had billed from the date of the previously paid invoice to the date of the service of the lien, that he could bill for the work performed, that he actually billed, or that he could possible claim under the CONTRACT. In doing so, SIMON failed to deal fairly and in good faith with PLAINTIFFS. As a result, SIMON breached the implied covenant of good faith and fair dealing.

19
56. As a result of SIMON'S breach of the implied covenant of good faith and fair
dealing, PLAINTIFFS are entitled to damages for SIMON denying PLAINTIFFS to the full access
to, and possession of, their property. PLAINTIFFS are also entitled to consequential damages,
including attorney's fees, and emotional distress, incurred as a result of SIMON'S breach of the
implied covenant of good faith and fair dealing, in an amount in excess of \$15,000.00.

57. SIMON'S past and ongoing denial to PLAINTIFFS of their property is done with a
conscious disregard for the rights of PLAINTIFFS that rises to the level of oppression, fraud, or
malice, and that SIMON subjected PLAINTIFFS to cruel and unjust, hardship. PLAINTIFFS are
therefore entitled to punitive damages, in an amount in excess of \$15,000.00.

	1	50. PLAINTIFFS have been compelled to retain an attorney to represent their interests
	2	in this matter. As a result, PLAINTIFFS are entitled to an award of reasonable attorneys fees and
	3	costs.
	4	PRAYER FOR RELIEF
	5	
	6	Wherefore, PLAINTIFFS pray for relief and judgment against Defendants as follows:
	7	1. Compensatory and/or expectation damages in an amount in excess of \$15,000;
	8	2. Consequential and/or incidental damages, including attorney fees, in an amount in
	9	excess of \$15,000;
89101	10	3. Punitive damages in an amount in excess of \$15,000;
Vevada 369-01	11 12	4. Interest from the time of service of this Complaint, as allowed by N.R.S. 17.130;
VANNAH - Las Vegas, Nevada 89101 - cestimile (702) 369-0104	12	5. Costs of suit; and,
VAN	14	6. For such other and further relief as the Court may deem appropriate.
H & 4 16 16 16	15	DATED this 15 day of March, 2018.
VANNAH 400 South Seventh Street, 4 <sup>6</sup> Telepthone (702) 369-416	16	VANNAH & VANNAH
Sevent V	17	
0 South Teleph	18	Ano Stan
Ą	19	ROBERT D. VANNAH, ESQ.
	20	(4217)
	21	
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# Exhibit 2

Exhibit 2

		Electronically Filed 12/27/2018 11:34 AM Steven D. Grierson CLERK OF THE COURT
1	JOHN B. GREENE, ESQ. Nevada Bar No. 004279	Otiver & Annon
2	ROBERT D. VANNAH, ESQ. Nevada Bar No. 002503	
3	VANNAH & VANNAH	
4	400 S. Seventh Street, 4 <sup>th</sup> Floor Las Vegas, Nevada 89101	
5	jgreene@vannahlaw.com Telephone: (702) 369-4161 Facsimile: (702) 369-0104	
6	Attorneys for Plaintiffs	
7	DISTRICT C	OURT
8	CLARK COUNTY	, NEVADA
9	000	-
10	EDGEWORTH FAMILY TRUST; AMERICAN	CASE NO.: A-16-738444-C
11	GRATING, LLC,	DEPT. NO.: X
12	Plaintiffs,	
13	VS.	NOTICE OF ENTRY OF ORDERS
14	LANGE PLUMBING, LLC; THE VIKING CORPORATION, a Michigan corporation;	NUTICE OF ENTRY OF ORDERS
15	SUPPLY NETWORK, INC., dba VIKING	
16	SUPPLYNET, a Michigan corporation; and DOES I through V and ROE CORPORATIONS	
17	VI through X, inclusive,	
18	Defendants.	
19	EDGEWORTH FAMILY TRUST; AMERICAN	A 19 767242 C
20	GRATING, LLC,	CASE NO.: A-18-767242-C DEPT. NO.: XXIX
21	Plaintiffs,	
22	vs.	
23	DANIEL S. SIMON; THE LAW OFFICE OF	
24	DANIEL S. SIMON, A PROFESSIONAL CORPORATION; DOES I through X, inclusive,	
25	and ROE CORPORATIONS I through X,	
26	inclusive,	
20	Defendants.	
27		
20	1	
	Case Number: A-16-73844	4-C
	Case Number: A 1013014	

VANNAH & VANNAH 400 S. Seventh Street 4° Floor - Les Veges Avereta 89101 Telephone (702) 369-4161 Fessimile (702) 369-0104

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,	PLEASE TAKE NOTICE that the following orders were entered on the dates listed below
1 2	and attached as indicated:
3	Adjudicate Line and Onlaw Recording Motion to Adjudicate Lion
4	1. November 19, 2018 Decision and Order Regarding Motion to Adjudicate Lien attached hereto (Exhibit 1)
5	
6	
7	12(B)(5) attached hereto as (Exhibit 2)
8	DATED this $27$ day of December, 2018.
9	VANNAH & VANNAH
10	ROBERT D. VANNAH, ESQ.
11	BOBERT D. VANNAH, ESQ.
12 13	
14	CERTIFICATE OF SERVICE
15	I hereby certify that the following parties are to be served as follows:
16	Electronically:
17	James R. Christensen, Esq.
18	JAMES R. CHRISTENSEN, PC 601 S. Third Street
19	Las Vegas, Nevada 89101
20	Peter S. Christiansen, Esq.
21	CHRISTIANSEN LAW OFFICES 810 S. Casino Center Blvd., Ste. 104
22 23	Las Vegas, Nevada 89101
23	Traditional Manner: None
25	DATED this <u>21</u> day of December, 2018.
26	Jerry Change
27	An employee of the Law Office of Vannah & Vannah
28	
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VANNAH & VANNAH 400 S. Seventh Street, 4<sup>8</sup> Floor - Las Vepas, Nevada 89101 Telephone (702) 369-4161 Farsimile (702) 369-0104

## **Exhibit 1**

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# Exhibit 1

1	ORD	
2		
3	הופדסור	T COURT
4		NTY, NEVADA
5	CLARK COUL	
6 7	EDGEWORTH FAMILY TRUST; and AMERICAN GRATING, LLC,	
8	Plaintiffs, vs.	CASE NO.: A-18-767242-C DEPT NO.: XXVI
9		
10	LANGE PLUMBING, LLC; THE VIKING CORPORATION, a Michigan Corporation;	Consolidated with
11	SUPPLY NETWORK, INC., dba VIKING SUPPLYNET, a Michigan Corporation; and	
12	DOES 1 through 5; and, ROE entities 6 through	CASE NO.: A-16-738444-C
13	10; Defendants.	DEPT NO.: X
14	EDGEWORTH FAMILY TRUST; and	
15	AMERICAN GRATING, LLC,	
16	Plaintiffs,	DECISION AND ORDER ON MOTION TO ADJUDICATE LIEN
17	<b>V</b> S.	
18	DANIEL S. SIMON; THE LAW OFFICE OF	
19	DANIEL S. SIMON, a Professional Corporation d/b/a SIMON LAW; DOES 1 through 10; and,	
20	ROE entities 1 through 10;	
21	Defendants.	
22		COTION TO ADJUDICATE LIEN
23		<b>10TION TO ADJUDICATE LIEN</b>
24	This case came on for an evidentiary	hearing August 27-30, 2018 and concluded on
25	September 18, 2018, in the Eighth Judicial Dis	strict Court, Clark County, Nevada, the Honorable
26	Tierre Jones presiding. Defendants and movant	, Daniel Simon and Law Office of Daniel S. Simon
27	d/b/a Simon Law ("Defendants" or "Law Office	e" or "Simon" or "Mr. Simon") having appeared in
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large		

Hon. Tieng Jongs District gourt judge Department ten Las vegas, kevada stiss

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person and by and through their attorneys of record, Peter S. Christiansen, Esq. and James Christensen, Esq. and Plaintiff Edgeworth Family Trust and American Grating, ("Plaintiff" or "Edgeworths") having appeared through Brian and Angela Edgeworth, and by and through their attorneys of record, the law firm of Vannah and Vannah, Chtd. Robert Vannah, Esq. and John Greene, Esq. The Court having considered the evidence, arguments of counsel and being fully advised of the matters herein, the COURT FINDS:

#### FINDINGS OF FACT

The Court finds that the Law Office of Daniel S. Simon represented the Plaintiffs, 9 1. Edgeworth Family Trust and American Grating in the case entitled Edgeworth Family Trust and 10 American Grating v. Viking, et al., case number A-16-738444-C. The representation commenced on 11 May 27, 2016 when Brian Edgeworth and Daniel Simon Esq. met at Starbucks. This representation 12 originally began as a favor between friends and there was no discussion of fees, at this point. Mr. 13 Simon and his wife were close family friends with Brian and Angela Edgeworth. 14

15

The case involved a complex products liability issue. 2.

On April 10, 2016, a house the Edgeworths were building as a speculation home 3. 16 suffered a flood. The house was still under construction and the flood caused a delay. The 17 Edgeworths did not carry loss insurance if a flood occurred and the plumbing company and 18 manufacturer refused to pay for the property damage. A fire sprinkler installed by the plumber, and 19 within the plumber's scope of work, caused the flood; however, the plumber asserted the fire 20 sprinkler was defective and refused to repair or to pay for repairs. The manufacturer of the sprinkler, 21 Viking, et al., also denied any wrongdoing. 22

23

In May of 2016, Mr. Simon agreed to help his friend with the flood claim and to send 4. a few letters. The parties initially hoped that Simon drafting a few letters to the responsible parties 24 could resolve the matter. Simon wrote the letters to the responsible parties, but the matter did not 25 resolve. Since the matter was not resolved, a lawsuit had to be filed. 26

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On June 14, 2016, a complaint was filed in the case of Edgeworth Family Trust; and 5.

1 2 3	American Grating LLC vs. Lange Plumbing, LLC; the Viking Corporation; Supply Network Inc., dba Viking Supplynet, in case number A-18-738444-C. The cost of repairs was approximately \$500,000. One of the elements of the Edgeworth's damages against Lange Plumbing LLC ("Lange")
4	in the litigation was for reimbursement of the fees and costs that were paid by the Edgeworths.
5 6	with an expert. As they were in the airport waiting for a return flight, they discussed the case, and
7 8	had some discussion about payments and financials. No express fee agreement was reached during the meeting. On August 22, 2017, Brian Edgeworth sent an email to Simon entitled "Contingency."
9	It reads as follows:
10 11	We never really had a structured discussion about how this might be done. I am more that happy to keep paying hourly but if we are going for punitive
12	we should probably explore a hybrid of hourly on the claim and then some other structure that incents both of us to win an go after the appeal that these
13 14	scumbags will file etc. Obviously that could not have been doen earlier snce who would have though this case would meet the hurdle of punitives at the start.
15	I could also swing hourly for the whole case (unless I am off what dids is going to cost). I would likely borrow another \$450K from Margaret in 250
16 17 18	and 200 increments and their could accoupt million in bitcoin I could sell. or if things get really bad, I still have a couple million in bitcoin I could sell. I doubt we will get Kinsale to settle for enough to really finance this since I would have to pay the first \$750,000 or so back to Colin and Margaret and why would Kinsale settle for \$1MM when their exposure is only \$1MM?
19 20	(Def. Exhibit 27).
21	7. During the litigation, Simon sent four (4) involces to the Edgeworths. The first
22	invoice was sent on December 2, 2016, seven (7) months after the original meeting at Starbucks. This invoice indicated that it was for attorney's fees and costs through November 11, 2016. (Def.
23	This invoice indicated that it was for attorney's fees and costs inlogging reduced "rate of \$550 per Exhibit 8). The total of this invoice was \$42,564.95 and was billed at a "reduced" rate of \$550 per
24	hour. <u>Id</u> . The invoice was paid by the Edgeworths on December 16, 2016.
25 26	8. On April 7, 2017 a second invoice was sent to the Edgeworths for attorney's fees and
20 27	costs through April 4, 2017 for a total of \$46,620.69, and was billed at a "reduced" rate of \$550 per
28	3

hour. (Def. Exhibit 9). This invoice was paid by the Edgeworths on May 3, 2017. There was no
 indication on the first two invoices if the services were those of Mr. Simon or his associates; but the
 bills indicated an hourly rate of \$550.00 per hour.

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9. A third invoice was sent to the Edgeworths on July 28, 2017 for attorney's fees and costs through July 28, 2017 totaling of \$142,080.20. (Def. Exhibit 10). This bill identified services of Daniel Simon Esq. for a "reduced" rate of \$550 per hour totaling \$104,021.20; and services of Ashley Ferrel Esq. for a "reduced" rate of \$275 per hour totaling \$37,959.00. Id. This invoice was paid by the Edgeworths on August 16, 2017.

10. The fourth invoice was sent to the Edgeworths on September 19, 2017 in an amount
of \$255,186.25 for attorney's fees and costs; with \$191,317.50 being calculated at a "reduced" rate
of \$550 per hour for Daniel Simon Esq., \$60,981.25 being calculated at a "reduced" rate of \$275 per
hour for Ashley Ferrel Esq., and \$2,887.50 being calculated at a "reduced" rate of \$275 per hour for
Benjamin Miller Esq. (Def. Exhibit 11). This invoice was paid by the Edgeworths on September
25, 2017.

15 11. The amount of attorney's fees in the four (4) invoices was \$367,606.25, and 16 \$118,846.84 in costs; for a total of \$486,453.09.<sup>1</sup> These monies were paid to Daniel Simon Esq. and 17 never returned to the Edgeworths. The Edgeworths secured very high interest loans to pay fees and 18 costs to Simon. They made Simon aware of this fact.

12. Between June 2016 and December 2017, there was a tremendous amount of work
done in the litigation of this case. There were several motions and oppositions filed, several
depositions taken, and several hearings held in the case.

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13. On the evening of November 15, 2017, the Edgeworth's received the first settlement offer for their claims against the Viking Corporation ("Viking"). However, the claims were not settled until on or about December 1, 2017.

25

14. Also on November 15, 2017, Brian Edgeworth sent an email to Simon asking for the

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 <sup>27
 \$265,677.50</sup> in attorney's fees for the services of Daniel Simon; \$99,041.25 for the services of Ashley Ferrel; and
 \$2,887.50 for the services of Benjamin Miller.

open invoice. The email stated: "I know I have an open invoice that you were going to give me at a 1 mediation a couple weeks ago and then did not leave with me. Could someone in your office send 2 Peter (copied here) any invoices that are unpaid please?" (Def. Exhibit 38). 3 On November 17, 2017, Simon scheduled an appointment for the Edgeworths to 15. 4 come to his office to discuss the litigation. 5 On November 27, 2017, Simon sent a letter with an attached retainer agreement, 6 16. stating that the fee for legal services would be \$1,500,000 for services rendered to date. (Plaintiff's 7 8 Exhibit 4). On November 29, 2017, the Edgeworths met with the Law Office of Vannah & 17. 9 Vannah and signed a retainer agreement. (Def. Exhibit 90). On this date, they ceased all 10 communications with Mr. Simon. 11 On the morning of November 30, 2017, Simon received a letter advising him that the 18. 12 Edgeworths had retained the Vannah Law Firm to assist in the litigation with the Viking entities, 13 et.al. The letter read as follows: 14 15 "Please let this letter serve to advise you that I've retained Robert D. Vannah, Esq. and John B. Greene, Esq., of Vannah & Vannah to assist in the litigation 16 with the Viking entities, et.al. I'm instructing you to cooperate with them in every regard concerning the litigation and any settlement. I'm also instructing 17 you to give them complete access to the file and allow them to review 18 whatever documents they request to review. Finally, I direct you to allow them to participate without limitation in any proceeding concerning our case, 19 whether it be at depositions, court hearings, discussions, etc." 20 (Def. Exhibit 43). 21 On the same morning, Simon received, through the Vannah Law Firm, the 22 19. Edgeworth's consent to settle their claims against Lange Plumbing LLC for \$25,000. 23 Also on this date, the Law Office of Danny Simon filed an attorney's lien for the 24 20. reasonable value of its services pursuant to NRS 18.015. (Def. Exhibit 3). On January 2, 2018, the 25 Law Office filed an amended attorney's lien for the sum of \$2,345,450, less payments made in the 26 sum of \$367,606.25, for a net lien in the sum of \$1,977,843.80. This lien includes court costs and 27 28 5

1	out-of-pocket costs advanced by the Law Office of Daniel S. Simon in the sum of \$76,535.93.
2	21. Mr. Edgeworth alleges that the fee agreement with Simon was only for an hourly
3	express agreement of \$550 an hour; and that the agreement for \$550 an hour was made at the outset
4	of the case. Mr. Simon alleges that he worked on the case always believing he would receive the
5	reasonable value of his services when the case concluded. There is a dispute over the reasonable fee
6	due to the Law Office of Danny Simon.
7	22. The parties agree that an express written contract was never formed.
8	23. On December 7, 2017, the Edgeworths signed a Consent to Settle their claims against
9	Lange Plumbing LLC for \$100,000.
10	24. On January 4, 2018, the Edgeworth Family Trust filed a lawsuit against Simon in
11	Edgeworth Family Trust; American Grating LLC vs. Daniel S. Simon, the Law Office of Daniel S.
12	Simon, a Professional Corporation, case number A-18-767242-C.
13	25. On January 24, 2018, the Law Office of Danny Simon filed a Motion to Adjudicate
14	Lien with an attached invoice for legal services rendered. The amount of the invoice was
15	\$692,120.00. The Court set an evidentiary hearing to adjudicate the lien.
16	
17	CONCLUSION OF LAW
18	The Law Office Appropriately Asserted A Charging Lien Which Must Be Adjudicated By The
19	Court
20	An attorney may obtain payment for work on a case by use of an attorney lien. Here, the
21	Law Office of Daniel Simon may use a charging lien to obtain payment for work on case A-16-
22	738444-C under NRS 18.015.
23	NRS 18.015(1)(a) states:
24	<ol> <li>An attorney at law shall have a lien:</li> <li>(a) Upon any claim, demand or cause of action, including any claim for unliquidated</li> </ol>
25	I success which has been placed in the attorney's names by a choice for
26	collection, or upon which a suit or other action has been instituted.
27	Nev. Rev. Stat. 18.015.
28	6

The Court finds that the lien filed by the Law Office of Daniel Simon, in case A-16-738444-C, complies with NRS 18.015(1)(a). The Law Office perfected the charging lien pursuant to NRS 2 18.015(3), by serving the Edgeworths as set forth in the statute. The Law Office charging lien was 3 perfected before settlement funds generated from A-16-738444-C of \$6,100,000.00 were deposited, 4 thus the charging lien attached to the settlement funds. Nev. Rev. Stat. 18.015(4)(a); Golightly & 5 Vannah, PLLC v. TJ Allen LLC, 373 P.3d 103, at 105 (Nev. 2016). The Law Office's charging lien 6 7 is enforceable in form.

The Court has personal jurisdiction over the Law Office and the Plaintiffs in A-16-738444-C. 8 Argentina Consolidated Mining Co., v. Jolley, Urga, Wirth, Woodbury & Standish, 216 P.3d 779 at 9 782-83 (Nev. 2009). The Court has subject matter jurisdiction over adjudication of the Law Office's 10 charging lien. Argentina, 216 P.3d at 783. The Law Office filed a motion requesting adjudication 11 under NRS 18.015, thus the Court must adjudicate the lien. 12

#### Fee Agreement

It is undisputed that no express written fee agreement was formed. The Court finds that there 15 was no express oral fee agreement formed between the parties. An express oral agreement is 16 formed when all important terms are agreed upon. See, Loma Linda University v. Eckenweiler, 469 17 P.2d 54 (Nev. 1970) (no oral contract was formed, despite negotiation, when important terms were 18 not agreed upon and when the parties contemplated a written agreement). The Court finds that the 19 payment terms are essential to the formation of an express oral contract to provide legal services on 20 21 an hourly basis.

Here, the testimony from the evidentiary hearing does not indicate, with any degree of 22 certainty, that there was an express oral fee agreement formed on or about June of 2016. Despite 23 Brian Edgeworth's affidavits and testimony; the emails between himself and Danny Simon, 24 regarding punitive damages and a possible contingency fee, indicate that no express oral fee 25 agreement was formed at the meeting on June 10, 2016. Specifically in Brian Edgeworth's August 26 22, 2017 email, titled "Contingency," he writes: 27

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1 2 3 4 5 6 7 8 9 10 11 12 13 14 15	<ul> <li>"We never really had a structured discussion about how this might be done. I am more than happy to keep paying hourly but if we are going for punitive we should probably explore a hybrid of hourly on the claim and then some other structure that incents both of us to win an go after the appeal that these scumbags will file etc. Obviously that could not have been done earlier snce who would have thought this case would meet the hurdle of punitives at the start. I could also swing hourly for the whole case (unless I am off what this is going to cost). I would likely borrow another \$450K from Margaret in 250 and 200 increments and then either I could use one of the house alles for cash or if things get really bad, I still have a couple million in bitcoin I could sell. I doubt we will get Kinsale to settle for enough to really finance this since I would have to pay the first \$750,000 or so back to Colin and Margaret and why would Kinsale settle for \$1MM when their exposure is only \$1MM?"</li> <li>(Def. Exhibit 27).</li> <li>It is undisputed that when the flood issue arose, all parties were under the impression that Simon would be helping out the Edgeworths, as a favor.</li> <li>The Court finds that an implied fee agreement was formed between the parties on December 2, 2016, when Simon sent the first invoice to the Edgeworths, billing his services at \$550 per hour, and the Edgeworths paid the invoice. On July 28, 2017 an addition to the implied contract was created with a fee of \$275 per hour for Simon's associates.</li> </ul>
16 17	Edgeworths not to pay the bills, though he testified that from the outset he only wanted to "trigger
18	coverage". When Simon repeatedly billed the Edgeworths at \$550 per hour for his services, and \$275 an hour for the services of his associates; and the Edgeworths paid those invoices, an implied
19 20	fee agreement was formed between the parties. The implied fee agreement was for \$550 per hour
20 21	for the services of Daniel Simon Esq. and \$275 per hour for the services of his associates.
22	Constructive Discharge
23	Constructive discharge of an attorney may occur under several circumstances, such as:
24	<ul> <li>Refusal to communicate with an attorney creates constructive discharge. <u>Rosenberg V.</u></li> <li>Refusal to communicate with an attorney creates constructive discharge. <u>Rosenberg V.</u></li> </ul>
25	Refusal to communicate with an anomey creates constituence distinger <u>Calderon Automation</u> , 1986 Ohio App. LEXIS 5460 (Jan. 31, 1986).
26 27	<ul> <li>Refusal to pay an attorney creates constructive discharge. See e.g., Christian v. All Persons Claiming Any Right, 962 F. Supp. 676 (U.S. Dist. V.I. 1997).</li> </ul>
28	<u>Chauming stury rectan</u> see to a the second se
1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16	<ul> <li>Suing an attorney creates constructive discharge. See Tao v. Probate Court for the Northeast Dist, #26, 2015 Conn. Super. LEXIS 3146, *13-14, (Dec. 14, 2015). See also Maples v. Thomas, 555 U.S. 266 (2012); Harris v. State, 2017 Nev. LEXIS 111; and Guerrero v. State. 2017 Nev. Unpubl. LEXIS 472.</li> <li>Taking actions that preventing effective representation creates constructive discharge. McNair v. Commonwealth, 37 Va. App. 687, 697-98 (Va. 2002).</li> <li>Here, the Court finds that the Edgeworths constructively discharged Simon as their lawyer on November 29, 2017. The Edgeworths assert that because Simon has not been expressly terminated, has not withdrawn, and is still technically their attorney of record; there cannot be a termination. The Court disagrees.</li> <li>On November 29, 2017, the Edgeworths met with the Law Firm of Vannah and Vannah and signed a retainer agreement. The retainer agreement was for representation on the Viking settlement agreement and the Lange claims. (Def. Exhibit 90). This is the exact litigation that Simon was representing the Edgeworths on. This fee agreement also allowed Vannah and Vannah to do all things without a compromise. Id. The retainer agreement specifically states:</li> <li>Client retains Attorneys to represent him as his Attorneys regarding Edgeworth Family Trust and AMERICAN GRATING V. ALL VIKING</li> </ul>
---	---
17 18	Edgeworth Family Trust and Attribution of the edge of
19	a)
20	<ul> <li>b)</li> <li>c) Client agrees that his attorneys will work to consummate a settlement of \$6,000,000 from the Viking entities and any settlement amount agreed to be \$6,000,000 from the Viking entities and any settlement will work to reach</li> </ul>
21	\$6,000,000 from the Viking entities and any solution and use will work to reach paid by the Lange entity. Client also agrees that attorneys will work to reach an agreement amongst the parties to resolve all claims in the Lange and
22	an agreement amongst the parties to reserve in standard with a viking litigation.
23	14
24 25	Id. This agreement was in place at the time of the settlement of the Viking and Lange claims. Mr.
26	Simon had already begun negotiating the terms of the settlement agreement with Viking during the
27	week of November 27, 2017 prior to Mr. Vannah's involvement. These negotiated terms were put
28	9

into a final release signed by the Edgeworths and Mr. Vannah's office on December 1, 2017. (Def.
 Exhibit 5). Mr. Simon's name is not contained in the release; Mr. Vannah's firm is expressly
 identified as the firm that solely advised the clients about the settlement. The actual language in the
 settlement agreement, for the Viking claims, states:

PLAINTIFFS represent that their independent counsel, Robert Vannah, Esq. and John Greene, Esq., of the law firm Vannah & Vannah has explained the effect of this AGREEMENT and their release of any and all claims, known or unknown and, based upon that explanation and their independent judgment by the reading of this Agreement, PLAINTIFFS understand and acknowledge the legal significance and the consequences of the claims being released by this Agreement. PLAINTIFFS further represent that they understand and acknowledge the legal significance and consequences of a release of unknown claims against the SETTLING PARTIES set forth in, or arising from, the INCIDENT and hereby assume full responsibility for any injuries, damages, losses or liabilities that hereafter may occur with respect to the matters released by this Agreement.

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<u>Id</u>.

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Also, Simon was not present for the signing of these settlement documents and never explained any
of the terms to the Edgeworths. He sent the settlement documents to the Law Office of Vannah and
Vannah and received them back with the signatures of the Edgeworths.

Further, the Edgeworths did not personally speak with Simon after November 25, 2017. 17 Though there were email communications between the Edgeworths and Simon, they did not verbally 18 speak to him and were not seeking legal advice from him. In an email dated December 5, 2017, 19 Simon is requesting Brian Edgeworth return a call to him about the case, and Brian Edgeworth 20 responds to the email saying, "please give John Greene at Vannah and Vannah a call if you need 21 anything done on the case. I am sure they can handle it." (Def. Exhibit 80). At this time, the claim 22 against Lange Plumbing had not been settled. The evidence indicates that Simon was actively 23 working on this claim, but he had no communication with the Edgeworths and was not advising 24 them on the claim against Lange Plumbing. Specifically, Brian Edgeworth testified that Robert 25 Vannah Esq. told them what Simon said about the Lange claims and it was established that the Law 26 Firm of Vannah and Vannah provided advice to the Edgeworths regarding the Lange claim. Simon 27

and the Law Firm of Vannah and Vannah gave different advice on the Lange claim, and the Edgeworths followed the advice of the Law Firm of Vannah and Vannah to settle the Lange claim. The Law Firm of Vannah and Vannah drafted the consent to settle for the claims against Lange Plumbing (Def. Exhibit 47). This consent to settle was inconsistent with the advice of Simon. Mr. Simon never signed off on any of the releases for the Lange settlement.

Further demonstrating a constructive discharge of Simon is the email from Robert Vannah Esq. to James Christensen Esq. dated December 26, 2017, which states: "They have lost all faith and trust in Mr. Simon. Therefore, they will not sign the checks to be deposited into his trust account. Quite frankly, they are fearful that he will steal the money." (Def. Exhibit 48). Then on January 4, 2018, the Edgeworth's filed a lawsuit against Simon in Edgeworth Family Trust; American Grating. 10 LLC vs. Daniel S. Simon; the Law Office of Daniel S. Simon, a Professional Corporation d/b/a 11 Simon Law, case number A-18-767242-C. Then, on January 9, 2018, Robert Vannah Esq. sent an 12 email to James Christensen Esq. stating, "I guess he could move to withdraw. However, that 13 doesn't seem in his best interests." (Def. Exhibit 53). 14

The Court recognizes that Simon still has not withdrawn as counsel of record on A-16-15 738444-C, the Law Firm of Vannah and Vannah has never substituted in as counsel of record, the 16 Edgeworths have never explicitly told Simon that he was fired, Simon sent the November 27, 2018 17 letter indicating that the Edgeworth's could consult with other attorneys on the fee agreement (that 18 was attached to the letter), and that Simon continued to work on the case after the November 29, 19 2017 date. The court further recognizes that it is always a client's decision of whether or not to 20 accept a settlement offer. However the issue is constructive discharge and nothing about the fact 21 that Mr. Simon has never officially withdrawn from the case indicates that he was not constructively 22 discharged. His November 27, 2017 letter invited the Edgeworth's to consult with other attorneys 23 on the fee agreement, not the claims against Viking or Lange. His clients were not communicating 24 with him, making it impossible to advise them on pending legal issues, such as the settlements with 25 Lange and Viking. It is clear that there was a breakdown in attorney-client relationship preventing 26

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1	Simon from effectively representing the clients. The Court finds that Danny Simon was
2	constructively discharged by the Edgeworths on November 29, 2017.
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	Adjudication of the Lien and Determination of the Law Office Fee
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5	NRS 18.015 states:
6	1. An attorney at law shall have a lien:
7	(a) Upon any claim, demand or cause of action, including any claim for unliquidated damages, which has been placed in the attorney's hands by a
8	client for suit or collection, or upon which a suit or other action has been
	inctituted
9	(b) In any civil action, upon any file or other property properly left in the possession of the attorney by a client.
10	2 A lies surguent to subsection 1 is for the amount of any ree which has
11	been agreed upon by the attorney and client. In the absence of an agreement, the lien is for a reasonable fee for the services which the attorney has rendered
12	C. Also alterna
	a subsection 1 by serving nouce
13	3. An attorney perfects a new described in each requested, upon his or in writing, in person or by certified mail, return receipt requested, upon his or her client and, if applicable, upon the party against whom the client has a
14	cause of action, claiming the lien and stating the amount of the lien.
15	
16	<ul> <li>4. A first pursuant to:</li> <li>(a) Paragraph (a) of subsection 1 attaches to any verdict, judgment or</li> <li>decree entered and to any money or property which is recovered on account of</li> </ul>
17	(b) Paragraph (b) of subsection 1 attaches to any file of other property
18	the student coming of the Shorney's life in the Vightin coverses
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20	attorney to retain any such file or property until such time as an adjudication is made pursuant to subsection 6, from the time of service of the notices
21	
	5. A lien pursuant to paragraph (b) of subsection 1 must not be construed as inconsistent with the attorney's professional responsibilities to
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23	6. On motion filed by an attorney having a lien under this section, the
24	a sent shall after 5 days' notice to all interested parties, aujuditure and after the
25	the attorney, client or other parties and enforce the lien. 7. Collection of attorney's fees by a lien under this section may be
26	7. Collection of attorney's rees by a new under the formation of attorney's rees by a new under the formation of attorney's rees by a new under the formation of attorney is rees by a n
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Nev. Rev. Stat. 18.015.

NRS 18.015(2) matches Nevada contract law. If there is an express contract, then the contract terms are applied. Here, there was no express contract for the fee amount, however there was an implied contract when Simon began to bill the Edgeworths for fees in the amount of \$550 per hour for his 4 services, and \$275 per hour for the services of his associates. This contract was in effect until 5 November 29, 2017, when he was constructively discharged from representing the Edgeworths. 6 After he was constructively discharged, under NRS 18.015(2) and Nevada contract law, Simon is 7 due a reasonable fee- that is, quantum meruit. 8

#### **Implied** Contract

On December 2, 2016, an implied contract for fees was created. The implied fee was \$550 an hour for the services of Mr. Simon. On July 28, 2017 an addition to the implied contract was created with a fee of \$275 per hour for the services of Simon's associates. This implied contract was created when invoices were sent to the Edgeworths, and they paid the invoices.

The invoices that were sent to the Edgeworths indicate that they were for costs and attorney's 15 fees, and these invoices were paid by the Edgeworths. Though the invoice says that the fees were 16 reduced, there is no evidence that establishes that there was any discussion with the Edgeworths as 17 to how much of a reduction was being taken, and that the invoices did not need to be paid. There is 18 no indication that the Edgeworths knew about the amount of the reduction and acknowledged that 19 the full amount would be due at a later date. Simon testified that Brian Edgeworth chose to pay the 20 bills to give credibility to his actual damages, above his property damage loss. However, as the 21 lawyer/counselor, Simon did not prevent Brian Edgeworth from paying the bill or in any way refund 22 the money, or memorialize this or any understanding in writing. 23

Simon produced evidence of the claims for damages for his fees and costs pursuant to NRCP 24 16.1 disclosures and computation of damages; and these amounts include the four invoices that were 25 paid in full and there was never any indication given that anything less than all the fees had been 26 produced. During the deposition of Brian Edgeworth it was suggested, by Simon, that all of the fees 27

had been disclosed. Further, Simon argues that the delay in the billing coincides with the timing of the NRCP 16.1 disclosures, however the billing does not distinguish or in any way indicate that the sole purpose was for the Lange Plumbing LLC claim. Since there is no contract, the Court must look to the actions of the parties to demonstrate the parties' understanding. Here, the actions of the parties are that Simon sent invoices to the Edgeworths, they paid the invoices, and Simon Law Office retained the payments, indicating an implied contract was formed between the parties. The Court find that the Law Office of Daniel Simon should be paid under the implied contract until the date they were constructively discharged, November 29, 2017.

Amount of Fees Owed Under Implied Contract

The Edgeworths were billed, and paid for services through September 19, 2017. There is 11 some testimony that an invoice was requested for services after that date, but there is no evidence 12 that any invoice was paid by the Edgeworths. Since the Court has found that an implied contract for 13 fees was formed, the Court must now determine what amount of fees and costs are owed from 14 September 19, 2017 to the constructive discharge date of November 29, 2017. In doing so, the 15 Court must consider the testimony from the witnesses at the evidentiary hearing, the submitted 16 billings, the attached lien, and all other evidence provided regarding the services provided during 17 this time. 18

At the evidentiary hearing, Ashley Ferrel Esq. testified that some of the items in the billing 19 that was prepared with the lien "super bill," are not necessarily accurate as the Law Office went back 20 and attempted to create a bill for work that had been done over a year before. She testified that they 21 added in .3 hours for each Wiznet filing that was reviewed and emailed and .15 hours for every 22 email that was read and responded to. She testified that the dates were not exact, they just used the 23 dates for which the documents were filed, and not necessarily the dates in which the work was 24 performed. Further, there are billed items included in the "super bill" that was not previously billed 25 to the Edgeworths, though the items are alleged to have occurred prior to or during the invoice 26 billing period previously submitted to the Edgeworths. The testimony at the evidentiary hearing 27

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indicated that there were no phone calls included in the billings that were submitted to the Edgeworths.

This attempt to recreate billing and supplement/increase previously billed work makes it unclear to the Court as to the accuracy of this "recreated" billing, since so much time had elapsed between the actual work and the billing. The court reviewed the billings of the "super bill" in comparison to the previous bills and determined that it was necessary to discount the items that had not been previously billed for; such as text messages, reviews with the court reporter, and reviewing, downloading, and saving documents because the Court is uncertain of the accuracy of the "super bill."

Simon argues that he has no billing software in his office and that he has never billed a client 10 on an hourly basis, but his actions in this case are contrary. Also, Simon argues that the Edgeworths, 11 in this case, were billed hourly because the Lange contract had a provision for attorney's fees; 12 however, as the Court previously found, when the Edgeworths paid the invoices it was not made 13 clear to them that the billings were only for the Lange contract and that they did not need to be paid. 14 Also, there was no indication on the invoices that the work was only for the Lange claims, and not 15 the Viking claims. Ms. Ferrel testified that the billings were only for substantial items, without 16 emails or calls, understanding that those items may be billed separately; but again the evidence does 17 not demonstrate that this information was relayed to the Edgeworths as the bills were being paid. 18 This argument does not persuade the court of the accuracy of the "super bill". 19

The amount of attorney's fees and costs for the period beginning in June of 2016 to December 2, 2016 is \$42,564.95. This amount is based upon the invoice from December 2, 2016 which appears to indicate that it began with the initial meeting with the client, leading the court to determine that this is the beginning of the relationship. This invoice also states it is for attorney's fees and costs through November 11, 2016, but the last hourly charge is December 2, 2016. This amount has already been paid by the Edgeworths on December 16, 2016.<sup>2</sup>

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<sup>2</sup>There are no billing amounts from December 2 to December 4, 2016.

The amount of the attorney's fees and costs for the period beginning on December 5, 2016 to April 4, 2017 is \$46,620.69. This amount is based upon the invoice from April 7, 2017. This amount has already been paid by the Edgeworths on May 3, 2017.

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The amount of attorney's fees for the period of April 5, 2017 to July 28, 2017, for the services of Daniel Simon Esq. is \$72,077.50. The amount of attorney's fees for this period for Ashley Ferrel Esq. is \$38,060.00. The amount of costs outstanding for this period is \$31,943.70. This amount totals \$142,081.20 and is based upon the invoice from July 28, 2017. This amount has been paid by the Edgeworths on August 16, 2017.<sup>3</sup>

The amount of attorney's fees for the period of July 31, 2017 to September 19, 2017, for the 9 services of Daniel Simon Esq. is \$119,762.50. The amount of attorney's fees for this period for 10 Ashley Ferrel Esq. is \$60,981.25. The amount of attorney's fees for this period for Benjamin Miller 11 Esq. is \$2,887.50. The amount of costs outstanding for this period is \$71,555.00. This amount 12 totals \$255,186.25 and is based upon the invoice from September 19, 2017. This amount has been 13 paid by the Edgeworths on September 25, 2017. 14

From September 19, 2017 to November 29, 2017, the Court must determine the amount of 15 attorney fees owed to the Law Office of Daniel Simon.<sup>4</sup> For the services of Daniel Simon Esq., the 16 total amount of hours billed are 340.05. At a rate of \$550 per hour, the total attorney's fees owed to 17 the Law Office for the work of Daniel Simon Esq. is \$187,027.50. For the services of Ashley Ferrel 18 Esq., the total amount of hours billed are 337.15. At a rate of \$275 per hour, the total attorney's fees 19 owed to the Law Office for the work of Ashley Ferrel Esq. from September 19, 2017 to November 20 29, 2017 is \$92,716.25.<sup>5</sup> For the services of Benjamin Miller Esq., the total amount of hours billed 21 are 19.05. At a rate of \$275 per hour, the total attorney's fees owed to the Law Office for the work 22 of Benjamin Miller Esq. from September 19, 2017 to November 29, 2017 is \$5,238.75.6 23

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<sup>3</sup> There are no billings from July 28 to July 30, 2017.

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The Court notes that though there was never a fee agreement made with Ashley Ferrel Esq.

There are no billings for October 8th, October 28-29, and November 5th. 26

There is no billing for the October 7-8, October 22, October 28-29, November 4, November 11-12, November 18-19, November 21, and November 23-26.

There is no billing from September 19, 2017 to November 5, 2017.

<sup>28</sup> 

or Benjamin Miller Esq., however, their fees were included on the last two invoices that were paid 1 by the Edgeworths, so the implied fee agreement applies to their work as well. 2 The Court finds that the total amount owed to the Law Office of Daniel Simon for the period 3 of September 19, 2018 to November 29, 2017 is \$284,982.50. 4 5 Costs Owed 6 The Court finds that the Law Office of Daniel Simon is not owed any monies for outstanding 7 costs of the litigation in Edgeworth Family Trust; and American Grating, LLC vs. Lange Plumbing, 8 LLC; The Viking Corporation; Supply Network, Inc. dba Viking Supplynet in case number A-16-9 The attorney lien asserted by Simon, in January of 2018, originally sought 738444-C. 10 reimbursement for advances costs of \$71,594.93. The amount sought for advanced cots was later 11 changed to \$68,844.93. In March of 2018, the Edgeworths paid the outstanding advanced costs, so 12 the Court finds that there no outstanding costs remaining owed to the Law Office of Daniel Simon. 13 14 Quantum Meruit 15 When a lawyer is discharged by the client, the lawyer is no longer compensated under the 16 discharged/breached/repudiated contract, but is paid based on quantum meruit. See e.g. Golightly v. 17 Gassner, 281 P.3d 1176 (Nev. 2009) (unreported) (discharged contingency attorney paid by 18 quantum meruit rather than by contingency fee pursuant to agreement with client); citing, Gordon v. 19 Stewart, 324 P.3d 234 (1958) (attorney paid in quantum meruit after client breach of agreement); 20 and, Cooke v. Gove, 114 P.2d 87 (Nev. 1941) (fees awarded in quantum meruit when there was no 21 Here, Simon was constructively discharged by the Edgeworths on contingency agreement). 22 November 29, 2017. The constructive discharge terminated the implied contract for fees. William 23 Kemp Esq. testified as an expert witness and stated that if there is no contract, then the proper award 24 is quantum meruit. The Court finds that the Law Office of Daniel Simon is owed attorney's fees 25 under quantum meruit from November 29, 2017, after the constructive discharge, to the conclusion 26 of the Law Office's work on this case. 27 28 17

In determining the amount of fees to be awarded under quantum meruit, the Court has wide 1 discretion on the method of calculation of attorney fee, to be "tempered only by reason and 2 fairness". Albios v. Horizon Communities, Inc., 132 P.3d 1022 (Nev. 2006). The law only requires 3 that the court calculate a reasonable fee. Shuette v. Beazer Homes Holding Corp., 124 P.3d 530 4 (Nev. 2005). Whatever method of calculation is used by the Court, the amount of the attorney fee 5 must be reasonable under the Brunzell factors. Id. The Court should enter written findings of the 6 reasonableness of the fee under the Brunzell factors. Argentena Consolidated Mining Co., v. Jolley. 7 Urga, Wirth, Woodbury Standish, 216 P.3d 779, at fn2 (Nev. 2009). Brunzell provides that 8 "[w]hile hourly time schedules are helpful in establishing the value of counsel services, other factors 9 may be equally significant. Brunzell v. Golden Gate National Bank, 455 P.2d 31 (Nev. 1969). 10

The <u>Brunzell</u> factors are: (1) the qualities of the advocate; (2) the character of the work to be done; (3) the work actually performed; and (4) the result obtained. <u>Id</u>. However, in this case the Court notes that the majority of the work in this case was complete before the date of the constructive discharge, and the Court is applying the <u>Brunzell</u> factors for the period commencing after the constructive discharge.

16 In considering the <u>Brunzell</u> factors, the Court looks at all of the evidence presented in the 17 case, the testimony at the evidentiary hearing, and the litigation involved in the case.

18

1. Quality of the Advocate

Brunzell expands on the "qualities of the advocate" factor and mentions such items as training, skill and education of the advocate. Mr. Simon has been an active Nevada trial attorney for over two decades. He has several 7-figure trial verdicts and settlements to his credit. Craig Drummond Esq. testified that he considers Mr. Simon a top 1% trial lawyer and he associates Mr. Simon in on cases that are complex and of significant value. Michael Nunez Esq. testified that Mr. Simon's work on this case was extremely impressive. William Kemp Esq. testified that Mr. Simon's work product and results are exceptional.

2. The Character of the Work to be Done

The character of the work done in this case is complex. There were multiple parties,

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multiple claims, and many interrelated issues. Affirmative claims by the Edgeworths covered the gamut from product liability to negligence. The many issues involved manufacturing, engineering. fraud, and a full understanding of how to work up and present the liability and damages. Mr. Kemp 3 testified that the quality and quantity of the work was exceptional for a products liability case against 4 a world-wide manufacturer that is experienced in litigating case. Mr. Kemp further testified that the 5 Law Office of Danny Simon retained multiple experts to secure the necessary opinions to prove the 6 case. The continued aggressive representation, of Mr. Simon, in prosecuting the case that was a 7 substantial factor in achieving the exceptional results. 8

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#### 3. The Work Actually Performed

Mr. Simon was aggressive in litigating this case. In addition to filing several motions, 10 numerous court appearances, and deposition; his office uncovered several other activations, that 11 caused possible other floods. While the Court finds that Mr. Edgeworth was extensively involved 12 and helpful in this aspect of the case, the Court disagrees that it was his work alone that led to the 13 other activations being uncovered and the result that was achieved in this case. Since Mr. 14 Edgeworth is not a lawyer, it is impossible that it was his work alone that led to the filing of motions 15 and the litigation that allowed this case to develop into a \$6 million settlement. All of the work by 16 the Law Office of Daniel Simon led to the ultimate result in this case. 17

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#### 4. The Result Obtained

The result was impressive. This began as a \$500,000 insurance claim and ended up settling 19 for over \$6,000,000. Mr. Simon was also able to recover an additional \$100,000 from Lange 20 Plumbing LLC. Mr. Vannah indicated to Simon that the Edgeworths were ready so sign and settle 21 the Lange Claim for \$25,000 but Simon kept working on the case and making changes to the 22 settlement agreement. This ultimately led to a larger settlement for the Edgeworths. Recognition is 23 due to Mr. Simon for placing the Edgeworths in a great position to recover a greater amount from 24 Lange. Mr. Kemp testified that this was the most important factor and that the result was incredible. 25 Mr. Kemp also testified that he has never heard of a \$6 million settlement with a \$500,000 damage 26 case. Further, in the Consent to Settle, on the Lange claims, the Edgeworth's acknowledge that they 27

1	were made more than whole with the settlement with the Viking entities.
2	In determining the amount of attorney's fees owed to the Law Firm of Daniel Simon, the
3	Court also considers the factors set forth in Nevada Rules of Professional Conduct - Rule 1.5(a)
4	which states:
5	
6	(a) A lawyer shall not make an agreement for, charge, or collect an unreasonable fee or an unreasonable amount for expenses. The factors to be
7	considered in determining the reasonableness of a fee include the following:
8	questions involved, and the skill requisite to perform the legal service
9	properly; (2) The likelihood, if apparent to the client, that the acceptance of the
10	<ul><li>(2) The intermoted, if apparent to the particular employment will preclude other employment by the lawyer;</li><li>(3) The fee customarily charged in the locality for similar legal</li></ul>
11	services;
12	(5) The time limitations imposed by the client of by the
13	circumstances; (6) The nature and length of the professional relationship with the
14	client; (7) The experience, reputation, and ability of the lawyer or lawyers
15	performing the services; and (8) Whether the fee is fixed or contingent.
16	NRCP 1.5. However, the Court must also consider the remainder of Rule 1.5 which goes on to state:
17	City representation and the basis or rate of the fee and
18	expenses for which the client will be responsible shall be communicated to the
19 20	
20	regularly represented client on the same basis of rate, i dy to the client.
21 22	(c) A fee may be contingent on the outcome of the interest fee is prohibited
22 23	service is rendered, except in a matter in which a complete shall be in writing, by paragraph (d) or other law. A contingent fee agreement shall be in writing, signed by the client, and shall state, in boldface type that is at least as large as
23 24	the largest type used in the contingent fee agreement: (1) The method by which the fee is to be determined, including the
24 25	(1) The method by which the lee is to be detailined, the event of percentage or percentages that shall accrue to the lawyer in the event of
26	settlement, trial or appeal;
27	(2) Whether litigation and other expension are to be deducted before or after the recovery, and whether such expenses are to be deducted before or after the contingent fee is calculated;
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(3) Whether the client is liable for expenses regardless of outcome;

(4) That, in the event of a loss, the client may be liable for the opposing party's attorney fees, and will be liable for the opposing party's costs as required by law; and

(5) That a suit brought solely to harass or to coerce a settlement may result in liability for malicious prosecution or abuse of process. Upon conclusion of a contingent fee matter, the lawyer shall provide the client with a written statement stating the outcome of the matter and, if there is a recovery, showing the remittance to the client and the method of its determination.

NRCP 1.5.

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The Court finds that under the Brunzell factors, Mr. Simon was an exceptional advocate for 9 the Edgeworths, the character of the work was complex, the work actually performed was extremely 10 significant, and the work yielded a phenomenal result for the Edgeworths. All of the Brunzell 11 factors justify a reasonable fee under NRPC 1.5. However, the Court must also consider the fact 12 that the evidence suggests that the basis or rate of the fee and expenses for which the client will be 13 responsible were never communicated to the client, within a reasonable time after commencing the 14 Further, this is not a contingent fee case, and the Court is not awarding a 15 representation. contingency fee. Instead, the Court must determine the amount of a reasonable fee. The Court has 16 considered the services of the Law Office of Daniel Simon, under the Brunzell factors, and the Court 17 finds that the Law Office of Daniel Simon is entitled to a reasonable fee in the amount of \$200,000, 18 from November 30, 2017 to the conclusion of this case. 19

20 21

#### CONCLUSION

The Court finds that the Law Office of Daniel Simon properly filed and perfected the charging lien pursuant to NRS 18.015(3) and the Court must adjudicate the lien. The Court further finds that there was an implied agreement for a fee of \$550 per hour between Mr. Simon and the Edgeworths once Simon started billing Edgeworth for this amount, and the bills were paid. The Court further finds that on November 29, 2017, the Edgeworth's constructively discharged Mr. Simon as their attorney, when they ceased following his advice and refused to communicate with

1	him about their litigation. The Court further finds that Mr. Simon was compensated at the implied
2	agreement rate of \$550 per hour for his services, and \$275 per hour for his associates; up and until
3	the last billing of September 19, 2017. For the period from September 19, 2017 to November 29,
4	2017, the Court finds that Mr. Simon is entitled to his implied agreement fee of \$550 an hour, and
5	\$275 an hour for his associates, for a total amount of \$284,982.50. For the period after November
6	29, 2017, the Court finds that the Law Office of Daniel Simon properly perfected their lien and is
7	entitled to a reasonable fee for the services the office rendered for the Edgeworths, after being
8	constructively discharged, under quantum meruit, in an amount of \$200,000.
9	
10	ORDER
11	It is hereby ordered, adjudged, and decreed, that the Motion to Adjudicate the Attorneys Lien
12	of the Law Office of Daniel S. Simon is hereby granted and that the reasonable fee due to the Law
13	Office of Daniel Simon is \$484,982.50.
14	IT IS SO ORDERED this day of November, 2018.
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16	DISTRICT COURT JUDGE
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1	CERTIFICATE OF SERVICE
2 3 4	I hereby certify that on or about the date e-filed, this document was copied through e-mail, placed in the attorney's folder in the Regional Justice Center or mailed to the
5	proper person as follows:
6	Electronically served on all parties as noted in the Court's Master Service List
7	and/or mailed to any party in proper person.
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11	Tess Driver
12	Judicial Executive Assistant
13	Department 10
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## Exhibit 2

# Exhibit 2

I	ORD	
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3	DIGTDIC	T COURT
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5	CLARK COU	NTY, NEVADA
6	EDGEWORTH FAMILY TRUST; and	
7	AMERICAN GRATING, LLC,	
8	Plaintiffs,	CASE NO.: A-18-767242-C
9	V\$.	DEPT NO.: XXVI
10	LANGE PLUMBING, LLC; THE VIKING	
11	CORPORATION, a Michigan Corporation; SUPPLY NETWORK, INC., dba VIKING	Consolidated with
12	SUPPLYNET, a Michigan Corporation; and DOES 1 through 5; and, ROE entities 6 through	CASE NO.: A-16-738444-C
13	10;	DEPT NO.: X
14	Defendants.	
15	EDGEWORTH FAMILY TRUST; and AMERICAN GRATING, LLC,	
16	Plaintiffs,	DECISION AND ORDER ON MOTION TO DISMISS NRCP 12(B)(5)
17	VS.	
18	DANIEL S. SIMON; THE LAW OFFICE OF	
19	DANTEL S. SIMON, a Professional Corporation	
20	d/b/a SIMON LAW; DOES 1 through 10; and, ROE entities 1 through 10;	
21	Defendants.	
22		ON MOTION TO DISMISS NRCP 12(B)(5)
23		
24	This case came on for an evidentiary	hearing August 27-30, 2018 and concluded on
25	September 18, 2018, in the Eighth Judicial Di	strict Court, Clark County, Nevada, the Honorable
26	Tierra Jones presiding. Defendants and movant	, Daniel Simon and Law Office of Daniel S. Simon
27	d/b/a Simon Law ("Defendants" or "Law Offic	e" or "Simon" or "Mr. Simon") having appeared in
28	person and by and through their attorneys of	of record, Peter S. Christiansen, Esq. and James

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Non. Tiarra Jonce CISTRICT COURT JUDGE DEPARTMENT TEN LAB VEGAS, NEVADA 66185

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Christensen, Esq. and Plaintiff Edgeworth Family Trust and American Grating, ("Plaintiff" or "Edgeworths") having appeared through Brian and Angela Edgeworth, and by and through their attorneys of record, the law firm of Vannah and Vannah, Chtd. Robert Vannah, Esq. and John Greene, Esq. The Court having considered the evidence, arguments of counsel and being fully advised of the matters herein, the COURT FINDS:

#### FINDINGS OF FACT

The Court finds that the Law Office of Daniel S. Simon represented the Plaintiffs, 1. Edgeworth Family Trust and American Grating in the case entitled Edgeworth Family Trust and American Grating v. Viking, et al., case number A-16-738444-C. The representation commenced on May 27, 2016 when Brian Edgeworth and Daniel Simon Esq. met at Starbucks. This representation originally began as a favor between friends and there was no discussion of fees, at this point. Mr. 12 Simon and his wife were close family friends with Brian and Angela Edgeworth. 13

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The case involved a complex products liability issue. 2.

On April 10, 2016, a house the Edgeworths were building as a speculation home 3. 15 suffered a flood. The house was still under construction and the flood caused a delay. The 16 Edgeworths did not carry loss insurance if a flood occurred and the plumbing company and 17 manufacturer refused to pay for the property damage. A fire sprinkler installed by the plumber, and 18 within the plumber's scope of work, caused the flood; however, the plumber asserted the fire 19 sprinkler was defective and refused to repair or to pay for repairs. The manufacturer of the sprinkler, 20 Viking, et al., also denied any wrongdoing. 21

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In May of 2016, Mr. Simon agreed to help his friend with the flood claim and to send 4. a few letters. The parties initially hoped that Simon drafting a few letters to the responsible parties could resolve the matter. Simon wrote the letters to the responsible parties, but the matter did not resolve. Since the matter was not resolved, a lawsuit had to be filed.

On June 14, 2016, a complaint was filed in the case of Edgeworth Family Trust; and 5. 26 American Grating LLC vs. Lange Plumbing, LLC; the Viking Corporation; Supply Network Inc., 27

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17	<ul> <li>dba Viking Supplynet, in case number A-18-738444-C. The cost of repairs was approximately \$500,000. One of the elements of the Edgeworth's damages against Lange Plumbing LLC ("Lange") in the litigation was for reimbursement of the fees and costs that were paid by the Edgeworths.</li> <li>6. On August 9, 2017, Mr. Simon and Brian Edgeworth traveled to San Diego to meet with an expert. As they were in the airport waiting for a return flight, they discussed the case, and had some discussion about payments and financials. No express fee agreement was reached during the meeting. On August 22, 2017, Brian Edgeworth sent an email to Simon entitled "Contingency." It reads as follows:</li> <li>We never really had a structured discussion about how this might be done. I am more that happy to keep paying hourly but if we are going for punitive we should probably explore a hybrid of hourly on the claim and then some other structure that incents both of us to win an go after the appeal that these scumbags will file etc. Obviously that could not have been doen earlier snce who would have thought this case would meet the hurdle of punitives at the start. I could also swing hourly for the whole case (unless I am off what this is going to cos). I would likely borrow another \$450K from Margaret in 250 and 200 increments and then either I could use one of the house sales for cash or if things get really bad, I still have a couple million in bitcoin I could sell. I doubt we will get Kinsale to settle for enough to really finance this since I would Kinsale settle for \$1MM when their exposure is only \$1MM?</li> </ul>
<ol> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> <li>27</li> <li>28</li> </ol>	<ul> <li>(Def. Exhibit 27).</li> <li>7. During the litigation, Simon sent four (4) invoices to the Edgeworths. The first invoice was sent on December 2, 2016, seven (7) months after the original meeting at Starbucks. This invoice indicated that it was for attorney's fees and costs through November 11, 2016. (Def. Exhibit 8). The total of this invoice was \$42,564.95 and was billed at a "reduced" rate of \$550 per hour. Id. The invoice was paid by the Edgeworths on December 16, 2016.</li> <li>8. On April 7, 2017 a second invoice was sent to the Edgeworths for attorney's fees and costs through April 4, 2017 for a total of \$46,620.69, and was billed at a "reduced" rate of \$550 per hour. (Def. Exhibit 9). This invoice was paid by the Edgeworths on May 3, 2017. There was no</li> </ul>

indication on the first two invoices if the services were those of Mr. Simon or his associates; but the
 bills indicated an hourly rate of \$550.00 per hour.

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9. A third invoice was sent to the Edgeworths on July 28, 2017 for attorney's fees and costs through July 28, 2017 totaling of \$142,080.20. (Def. Exhibit 10). This bill identified services of Daniel Simon Esq. for a "reduced" rate of \$550 per hour totaling \$104,021.20; and services of Ashley Ferrel Esq. for a "reduced" rate of \$275 per hour totaling \$37,959.00. Id. This invoice was paid by the Edgeworths on August 16, 2017.

10. The fourth invoice was sent to the Edgeworths on September 19, 2017 in an amount
of \$255,186.25 for attorney's fees and costs; with \$191,317.50 being calculated at a "reduced" rate
of \$550 per hour for Daniel Simon Esq., \$60,981.25 being calculated at a "reduced" rate of \$275 per
hour for Ashley Ferrel Esq., and \$2,887.50 being calculated at a "reduced" rate of \$275 per hour for
Benjamin Miller Esq. (Def. Exhibit 11). This invoice was paid by the Edgeworths on September
25, 2017.

14 11. The amount of attorney's fees in the four (4) invoices was \$367,606.25, and 15 \$118,846.84 in costs; for a total of \$486,453.09.<sup>1</sup> These monies were paid to Daniel Simon Esq. and 16 never returned to the Edgeworths. The Edgeworths secured very high interest loans to pay fees and 17 costs to Simon. They made Simon aware of this fact.

18 12. Between June 2016 and December 2017, there was a tremendous amount of work
19 done in the litigation of this case. There were several motions and oppositions filed, several
20 depositions taken, and several hearings held in the case.

21 22 13. On the evening of November 15, 2017, the Edgeworth's settled their claims against the Viking Corporation ("Viking").

- 14. Also on November 15, 2017, Brian Edgeworth sent an email to Simon asking for the open invoice. The email stated: "I know I have an open invoice that you were going to give me at a mediation a couple weeks ago and then did not leave with me. Could someone in your office send
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<sup>1</sup> \$265,677.50 in attorney's fees for the services of Daniel Simon; \$99,041.25 for the services of Ashley Ferrel; and \$2,887.50 for the services of Benjamin Miller.

1	Peter (copied here) any invoices that are unpaid please?" (Def. Exhibit 38).
2	15. On November 17, 2017, Simon scheduled an appointment for the Edgeworths to
3	come to his office to discuss the litigation.
4	16. On November 27, 2017, Simon sent a letter with an attached retainer agreement,
5	stating that the fee for legal services would be \$1,500,000 for services rendered to date. (Plaintiff's
6	Exhibit 4).
7	17. On November 29, 2017, the Edgeworths met with the Law Office of Vannah &
8	Vannah and signed a retainer agreement. (Def. Exhibit 90). On this date, they ceased all
9	communications with Mr. Simon.
10	18. On the morning of November 30, 2017, Simon received a letter advising him that the
11	Edgeworths had retained the Vannah Law Firm to assist in the litigation with the Viking entities,
12	et.al. The letter read as follows:
13	"Please let this letter serve to advise you that I've retained Robert D. Vannah,
14	Esq. and John B. Greene, Esq., of Vannah & Vannah to assist in the hugation
15	every regard concerning the litigation and any settlement. The also instructing
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17	whatever documents they request to teview. I many, i concerning our case, them to participate without limitation in any proceeding concerning our case, whether it be at depositions, court hearings, discussions, etc."
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19	(Def. Exhibit 43).
20	19. On the same morning, Simon received, through the Vannah Law Firm, the
21	Edgeworth's consent to settle their claims against Lange Plumbing LLC for \$25,000.
22	20. Also on this date, the Law Office of Danny Simon filed an attorney's lien for the
23	reasonable value of its services pursuant to NRS 18.015. (Def. Exhibit 3). On January 2, 2018, the
24	Law Office filed an amended attorney's lien for the sum of \$2,345,450, less payments made in the
25	sum of \$367,606.25, for a net lien in the sum of \$1,977,843.80. This lien includes court costs and out-of-pocket costs advanced by the Law Office of Daniel S. Simon in the sum of \$76,535.93.
26	the source of the second that the fee agreement with Simon was only for an nourly
27	21. Mr. Edgeworth aneges that he ice agreement and
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1 2 3 4 5 6 7	<ul> <li>express agreement of \$550 an hour; and that the agreement for \$550 an hour was made at the outset of the case. Mr. Simon alleges that he worked on the case always believing he would receive the reasonable value of his services when the case concluded. There is a dispute over the reasonable fee due to the Law Office of Danny Simon.</li> <li>22. The parties agree that an express written contract was never formed.</li> <li>23. On December 7, 2017, the Edgeworths signed a Consent to Settle their claims against Lange Plumbing LLC for \$100,000.</li> </ul>
8	24. On January 4, 2018, the Edgeworth Family Trust filed a lawsuit against Simon in
9	Edgeworth Family Trust; American Grating LLC vs. Daniel S. Simon, the Law Office of Daniel S.
10	Simon, a Professional Corporation, case number A-18-767242-C.
11	25. On January 24, 2018, the Law Office of Danny Simon filed a Motion to Adjudicate
12	Lien with an attached invoice for legal services rendered. The amount of the invoice was
13	\$692,120.00. The Court set an evidentiary hearing to adjudicate the lien.
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15	CONCLUSION OF LAW
16	Breach of Contract
17	The First Claim for Relief of the Amended Complaint alleges breach of an express oral
18	contract to pay the law office \$550 an hour for the work of Mr. Simon. The Amended Complaint
19	alleges an oral contract was formed on or about May 1, 2016. After the Evidentiary Hearing, the
20	Court finds that there was no express contract formed, and only an implied contract. As such, a
21	claim for breach of contract does not exist and must be dismissed as a matter of law.
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23	Declaratory Relief
24	The Plaintiff's Second Claim for Relief is Declaratory Relief to determine whether a contract
25	existed, that there was a breach of contract, and that the Plaintiffs are entitled to the full amount of
26	the settlement proceeds. The Court finds that there was no express agreement for compensation, so
27	the settlement proceeds. The contractions the settlement of the there cannot be a breach of the agreement. The Plaintiffs are not entitled to the full amount of the
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settlement proceeds as the Court has adjudicated the lien and ordered the appropriate distribution of the settlement proceeds, in the Decision and Order on Motion to Adjudicate Lien. As such, a claim for declaratory relief must be dismissed as a matter of law.

#### Conversion

The Third Claim for Relief is for conversion based on the fact that the Edgeworths believed that the settlement proceeds were solely theirs and Simon asserting an attorney's lien constitutes a claim for conversion. In the Amended Complaint, Plaintiffs allege "The settlement proceeds from the litigation are the sole property of the Plaintiffs." Amended Complaint, P. 9, Para. 41.

Mr. Simon followed the law and was required to deposit the disputed money in a trust account. This is confirmed by David Clark, Esq. in his declaration, which remains undisputed. Mr. Simon never exercised exclusive control over the proceeds and never used the money for his personal use. The money was placed in a separate account controlled equally by the Edgeworth's own counsel, Mr. Vannah. This account was set up at the request of Mr. Vannah.

When the Complaint was filed on January 4, 2018, Mr. Simon was not in possession of the settlement proceeds as the checks were not endorsed or deposited in the trust account. They were finally deposited on January 8, 2018 and cleared a week later. Since the Court adjudicated the lien and found that the Law Office of Daniel Simon is entitled to a portion of the settlement proceeds, this claim must be dismissed as a matter of law.

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### Breach of the Implied Covenant of Good Faith and Fair Dealing

The Fourth Claim for Relief alleges a Breach of the Implied Covenant of Good Faith and Fair Dealing based on the time sheets submitted by Mr. Simon on January 24, 2018. Since no express contract existed for compensation and there was not a breach of a contract for compensation, the cause of action for the breach of the covenant of good faith and fair dealing also fails as a matter of law and must be dismissed.

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#### **Breach of Fiduciary Duty**

The allegations in the Complaint assert a breach of fiduciary duty for not releasing all the funds to the Edgeworths. The Court finds that Mr. Simon followed the law when filing the attorney's lien. Mr. Simon also fulfilled all his obligations and placed the clients' interests above his when completing the settlement and securing better terms for the clients even after his discharge. Mr. Simon timely released the undisputed portion of the settlement proceeds as soon as they cleared the account. The Court finds that the Law Office of Daniel Simon is owed a sum of money based on the adjudication of the lien, and therefore, there is no basis in law or fact for the cause of action for breach of fiduciary duty and this claim must be dismissed.

#### **Punitive Damages**

Plaintiffs' Amended Complaint alleges that Mr. Simon acted with oppression, fraud, or malice for denying Plaintiffs of their property. The Court finds that the disputed proceeds are not solely those of the Edgeworths and the Complaint fails to state any legal basis upon which claims may give rise to punitive damages. The evidence indicates that Mr. Simon, along with Mr. Vannah deposited the disputed settlement proceeds into an interest bearing trust account, where they remain. Therefore, Plaintiffs' prayer for punitive damages in their Complaint fails as a matter of a law and must be dismissed.

#### CONCLUSION

The Court finds that the Law Office of Daniel Simon properly filed and perfected the charging lien pursuant to NRS 18.015(3) and the Court adjudicated the lien. The Court further finds 22 that the claims for Breach of Contract, Declaratory Relief, Conversion, Breach of the Implied 23 Covenant of Good Faith and Fair Dealing, Breach of the Fiduciary Duty, and Punitive Damages 24 must be dismissed as a matter of law. 25

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<u>ORDER</u> It is hereby ordered, adjudged, and decreed, that the Motion to Dispuss NRCP 12(b)(5) is GRANTED. IT IS SO ORDERED this \_\_\_\_\_ day of November, 2018. DISTRICT COURT JUDGE б 

1	CERTIFICATE OF SERVICE
2	I hereby certify that on or about the date e-filed, this document was copied through
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4	e-mail, placed in the attorney's folder in the Regional Justice Center or mailed to the
5	proper person as follows:
6	Electronically served on all parties as noted in the Court's Master Service List
7	and/or mailed to any party in proper person.
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