N FIRM	1 2 3 4 5 6 7 8 9 10 11 12 13	 Nevada Bar No. 11371 ATKIN WINNER & SHERROD 1117 South Rancho Drive Las Vegas, Nevada 89102 Phone (702) 243-7000 Facsimile (702) 243-7059 mdouglas@awslawyers.com Attorneys for Proposed Intervenor United Automobile Insuran EIGHTH JUDICIAL DISTRICT C CLARK COUNTY, NEVAD CHEYANNE NALDER, CASE NO.: DEPT. NO. Plaintiff, vs. GARY LEWIS and DOES I through V, inclusive, 	COURT A A-18-772220-C
		Las Vegas, Nevada 89102 Phone (702) 243-7000	
		mdouglas@awslawyers.com	
		Attorneys for Proposed Intervenor United Automobile Insuran	ce Company
		EIGHTH JUDICIAL DISTRICT C	COURT
		CLARK COUNTY, NEVAD	A
		CHEYANNE NALDER, CASE NO.:	
Q I	10	Plaintiff,	
RRO	11		OTION TO INTERVENE
O HE	12		
	13	Defendants.	
ER	14		
W INNER Nevada 1	15	COMES NOW, UNITED AUTOMOBILE INSUR	ANCE COMPANY (hereinafter
	16	referred to as "UAIC"), by and through its attorney of record,	, ATKIN WINNER & SHERROD
A TKIN	17	and hereby submits this Motion to Intervene in the present	t action, pursuant to the attached
AT	18	Memorandum of Points and Authorities, all exhibits attached	hereto, all papers and pleadings on
53	19		
	20	DATED this 14 day of 416157, 2018.	
	21	ATKIN WINNEF	& SHERROD
	22		
	23	Matthew J. Doug	
	24	1117 South Ranch	ho Drive
	25	Attorneys for Inte	
	26		
	27 28		
	20		85 Document 2019-08971

Lewis on August 26, 2008. After obtaining the judgment, Counsel for Plaintiff¹ then filed an action against Mr. Lewis' insurer, United Automobile Insurance Company ("UAIC"), Proposed Intervenor herein. Despite the prohibition against direct actions against an insurer, Plaintiff failed to obtain an assignment prior to filing that action against UAIC and, only later, during the litigation obtained an assignment from Lewis.

In any event, that action - on coverage for the 2008 judgment by Nalder against UAIC – has proceeded in the United States District Court for the District of Nevada and, the United States Court of Appeals for the Ninth Circuit, since 2009. During the pendency of those appeals it was observed that Plaintiff had failed to renew her 2008 judgment against Lewis pursuant to Nevada law. Specifically, as this Court is aware, under N.R.S. 11.190(1)(a) the limitation for action to execute on such a judgment would be six (6) years, unless renewed under N.R.S. 17.214. Upon realizing the judgment had never been timely renewed, UAIC filed a Motion to Dismiss the Appeal for Lack of Standing with the Ninth Circuit on March 14, 2017. On December 27, 2017 the Ninth Circuit certified a second question to the Nevada Supreme Court – specifically certifying the following question:

"Under Nevada law, if a plaintiff has filed suit against an insurer seeking damages based on a separate judgment against its insured, does the insurer's liability expire when the statute of limitations on the judgment runs, notwithstanding that the suit was filed within the six-year life of the judgment?"

On February 23, 2018 the Nevada Supreme Court issued an order accepting this second certified question and ordered Appellants to file their Opening brief within 30 days, or by March 26, 2018. *A copy of the Order accepting the second certified question is attached hereto as Exhibit* 'B.' In accepting the certified question, the Nevada Supreme Court rephrased the question as follows:

¹ At that time, in 2008, Ms. Nalder was a minor so the judgment was entered in favor of her through her Guardian Ad Litem and, father, James Nalder.

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In an action against an insurer for breach of the duty to defend its insured, can the plaintiff continue to seek consequential damages in the amount of a default judgment obtained against the insured when the judgment against the insured was not renewed and the time for doing so expired while the action against the insurer was pending?

On August 2, Plaintiff (Appellant therein) filed her Opening Brief on this question and, UAIC has yet to file its Response Brief an, accordingly, the above-quoted question and, issue, <u>remains</u> pending before the Nevada Supreme Court.

Despite the above, in what appears to be a clear case of forum shopping, Plaintiff retained additional Counsel (Plaintiff's Counsel herein) who filed an *ex parte* Motion before this Court on March 22, 2018 seeking, innocently enough, to "amend" the 2008 expired judgment to be in the name of Cheyenne Nalder individually. *A copy of the Ex Parte Motion is attached hereto as Exhibit 'C.* Thereafter, this Court obviously not having been informed of the above-noted Nevada Supreme Court case, entered the amended judgment and same was filed with a notice of entry on May 18, 2018. *A copy of the filed Amended Judgment is attached hereto as Exhibit 'D.*'

Furthermore, Plaintiff then initiated this "new" action in a thinly veiled attempt to have this Court rule on issues pending before the Nevada Supreme Court and "fix" their expired judgment. This intent appears clearly evidenced by paragraph five (5) of Plaintiff's prayer for relief herein which states Plaintiff is seeking this Court to make "a declaration that the statute of limitations on the judgment on the judgment is still tolled as a result of Defendant's continued absence from the state." *A copy of Plaintiff's Complaint is attached hereto as Exhibit 'E.*" Plaintiff then apparently served Lewis and, on July 17, 2018, sent a letter to UAIC's counsel with a copy of a "three Day notice to Plead", and, as such, threatening default of Lewis on this "new" action. *A copy of Plaintiff's letter and three day notice is attached hereto as Exhibit 'F.*'

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Gary Lewis is an insured under an *implied* UAIC policy for the loss belying these judgments and, present action, UAIC immediately sought to engage counsel to appear on Lewis' behalf in

Upon learning of this new action and, given the United States District Court's ruling that

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the present action. A copy of the Judgment of the U.S. District Court finding coverage and implying an insurance policy is attached hereto as Exhibit 'G." Following retained defense Counsel's attempts to communicate with Mr. Lewis to defend him in this action and, potentially, vacate this improper amendment to an expired judgment - retained defense counsel was sent a letter by Tommy Christensen, Esq. – the Counsel for Plaintiff judgment-creditor in the abovereferenced action and appeal - stating in no uncertain terms that Counsel could not communicate with Mr. Lewis, nor appear and defend him in this action. A copy of Tommy Christensen's letter of August 13, 2018 is attached hereto as Exhibit 'H."

Despite the apparent contradiction of counsel representing both the judgment-creditor and judgment-debtor in the same action, it is also clear that Mr. Christensen's letter has caused the need for UAIC to intervene in the present action and, this Motion follows.

II.

ARGUMENT

A. The insurer UAIC must be permitted to intervene in this action because it has an interest to protect given UAIC's duty to defend LEWIS per the October 30, 2013 Order of the U.S. District court.

NRCP 24(a)(2) provides for the intervention of right under the following circumstances:

Upon timely application anyone shall be permitted to intervene an action: \dots (2) when the applicant claims an interest relating to the property or transaction which is the subject of the action and he is so situated that the disposition of the action may as a practical matter impair or impede his ability to protect that interest, unless the applicant's interest is adequately represented by existing parties.

23 The named Defendant LEWIS has been found to be an insured per the United States District 24 Court Order under an implied policy of insurance with UAIC policy at the time of the accident 25 underlying the judgments for which Plaintiff seeks relief in the present action. Exhibit 'G." 26 When UAIC became informed of the present action and attempted to retain counsel to defend 27 28 LEWIS, UAIC was informed by Counsel for Plaintiff that he would not allow retained defense A TKIN W INNER SURVINE SHERROD

counsel to file any motion to defend LEWIS or vacate the amended judgment. *Exhibit "H."* Without the ability of retained defense counsel to appear and mount a defense on LEWIS' behalf, it is apparent that UAIC cannot provide him an effective defense. As long as UAIC is obligated to provide such a defense, and to potentially pay any judgment against LEWIS, UAIC's interests are clearly at stake in this action. Therefore, pursuant to NRCP 24(a)(2), UAIC should be allowed to intervene in this action.

Intervention is governed by NRCP 24 and NRS 12.130. Although strikingly similar, NRCP 24 requires "timely application" to intervene whereas NRS 12.130 merely requires intervention at the district court level. *Stephens v. First National Bank*, 64 Nev. 292, 182 P.2d 146 (1947). NRS 12.130(1)(c), however, specifically provides that intervention may be made as provided by the Nevada Rules of Civil Procedure. As such, given this mandate, the procedural rule will be specifically addressed in the instant Motion.

NRCP 24(a)(2) imposes four (4) requirements for the intervention of right: (1) the application must be timely; (2) it must show an interest in the subject matter of the action; (3) it must show that the protection of the interest may be impaired by the disposition of the action; and (4) it must show that the interest is not adequately represented by an existing party. *State Indus. Ins. Sys. v. Eighth Judicial Dist. Court*, 111 Nev. 28, 888 P.2d 911 (1995).²

When determining the timeliness of an application for intervention, it is not the length of the delay by the intervenor that is of primary importance, per se, but the extent of prejudice to the rights of existing parties resulting from the delay. *Lawler v. Ginochio*, 94 Nev. 623, 584 P.2d 667 (1978). This determination is, of course, within the sound discretion of the court. *Id.* Here, this

 ² The Rule specifically reads: (a) Intervention of Right. Upon timely application anyone shall be permitted to intervene in an action: (1) when a statute confers an unconditional right to intervene; or (2) when the applicant claims an interest relating to the property or transaction which is the subject of the action and he is so situated that the disposition of the action may as a practical matter impair or impede his ability to protect that interest, unless the applicant's interest is adequately represented by existing parties.

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matter is newly filed, LEWIS was only recently served, no default has been taken, no discovery has progressed, and the matter has had no dispositive rulings made nor trial date set; as such, UAIC'S intervention in the instant matter will not delay the trial proceedings and, thus, should be considered timely.

Furthermore, as outlined above, it is clear that UAIC's Petition meets the other three requirements for intervention as of right based upon the clear fact that UAIC has a significant interest in the action as the insurer for LEWIS under the aforenoted U.S. District Court Order. By dint of this fact UAIC could potentially be responsible for any damages LEWIS is found liable for. This substantial interest serves to satisfy the two remaining requirements as protection of the interest will be impaired by disposition of this action as any judgment entered against LEWIS - without his ability to defend it -would necessarily impair UAIC. Finally, that as there is currently no defendant defending this cause – UAIC's interest is not sufficiently protected.

Moreover, it also true that these very issues - the validity of the 2008 judgment against Lewis – are also at issue in a case involving UAIC before the Nevada Supreme Court, as set for above. The fact that Plaintiff now seeks this Court to make declarations about the validity to the 2008 judgment not only would appear to infringe upon issues before the Nevada Supreme Court and, Ninth Circuit, but also may directly affect UAIC's interests, adding further good cause to show UAIC is an interested third party whom should be allowed to intervene.

The final requirement under N.R.C.P. 24(c) is that the Motion to intervene "shall be accompanied by a pleading setting forth the claim or defense for which intervention is sought. Accordingly, *attached hereto as Exhibit "I"*, is a copy of UAIC's proposed responsive pleading to this action, a Motion to Dismiss.

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		1	III.
HERROD		2	CONCLUSION
		3	Based on the foregoing, it is necessary for UAIC to intervene in this matter to protect its
		4	interests and LEWIS'.
		5	DATED this I day of Mouse, 2018.
		6 7	
		8	ATKIN WINNER & SHERROD
		9	Al forth A
	arı I	10	Matthew Douglas, Esg. Nevada Bar No. 11371 1117 S. Rancho Drive
		11	1117 S. Rancho Drive
	FIRM	12	Las Vegas, Nevada 89102 Attorneys for UAIC
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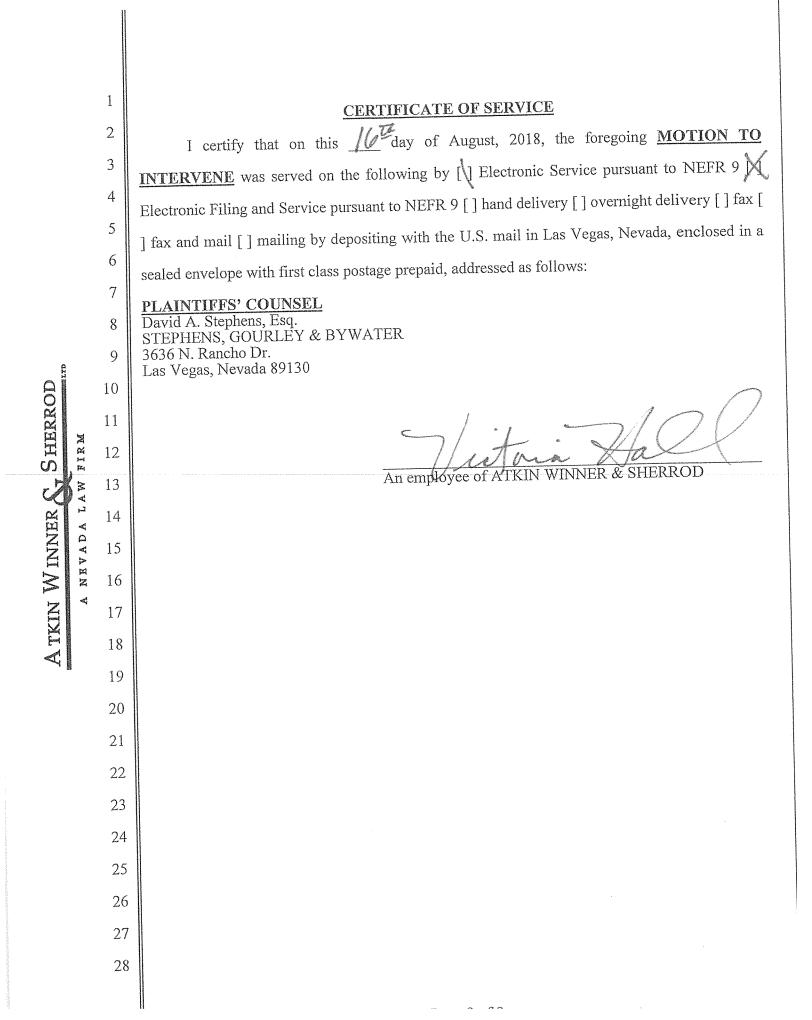


EXHIBIT "A"

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JAN 1 1 2018

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FOR PUBLICATION

UNITED STATES COURT OF APPEALS FOR THE NINTH CIRCUIT

JAMES NALDER, Guardian Ad Litem on behalf of Cheyanne Nalder; GARY LEWIS, individually, *Plaintiffs-Appellants*, No. 13-17441

D.C. No. 2:09-cv-01348-RCJ-GWF

UNITED AUTOMOBILE INSURANCE COMPANY, Defendant-Appellee.

v.

ORDER CERTIFYING QUESTION TO THE NEVADA SUPREME COURT

Appeal from the United States District Court for the District of Nevada Robert Clive Jones, District Judge, Presiding

Argued and Submitted January 6, 2016 San Francisco, California

Filed December 27, 2017

Before: Diarmuid F. O'Scannlain and William A. Fletcher, Circuit Judges.*

* This case was submitted to a panel that included Judge Kozinski, who recently retired.



SUMMARY**

Certified Question to Nevada Supreme Court

The panel certified the following question of law to the Nevada Supreme Court:

Under Nevada law, if a plaintiff has filed suit against an insurer seeking damages based on a separate judgment against its insured, does the insurer's liability expire when the statute of limitations on the judgment runs, notwithstanding that the suit was filed within the six-year life of the judgment?

ORDER

Pursuant to Rule 5 of the Nevada Rules of Appellate Procedure, we certify to the Nevada Supreme Court the question of law set forth in Part II of this order. The answer to this question may be determinative of the cause pending before this court, and there is no controlling precedent in the decisions of the Nevada Supreme Court or the Nevada Court of Appeals.

Further proceedings in this court are stayed pending receipt of an answer to the certified question. Submission remains withdrawn pending further order. The parties shall notify the Clerk of this court within one week after the

** This summary constitutes no part of the opinion of the court. It has been prepared by court staff for the convenience of the reader.

Nevada Supreme Court accepts or rejects the certified question, and again within one week after the Nevada Supreme Court renders its opinion.

I

Plaintiffs-appellants, James Nalder, guardian ad litem for Cheyanne Nalder, and Gary Lewis will be the appellantsbefore the Nevada Supreme Court. Defendant-appellee, United Automobile Insurance Company ("UAIC"), a Florida corporation with its principal place of business in Florida, will be the respondent.

The names and addresses of counsel for the parties are as follows:

Thomas Christensen, Christensen Law Offices, LLC, 1000 South Valley View Boulevard, Las Vegas, Nevada 89107, and Dennis M. Prince, Eglet Prince, 400 South Seventh Street, Suite 400, Las Vegas, Nevada 89101, for appellants.

Thomas E. Winner, Susan M. Sherrod and Matthew J. Douglas, Atkin Winner & Sherrod, 1117 South Rancho Drive, Las Vegas, Nevada 89102, for respondent.

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The question of law to be answered is:

Under Nevada law, if a plaintiff has filed suit against an insurer seeking damages based on a separate judgment against its insured, does the insurer's liability expire when the

statute of limitations on the judgment runs, notwithstanding that the suit was filed within the six-year life of the judgment?

The Nevada Supreme Court may rephrase the question as it deems necessary.

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This is the second order in this case certifying a question to the Nevada Supreme Court. We recount the facts essentially as in the first order.

On July 8, 2007, Gary Lewis ran over Cheyanne Nalder. Lewis had taken out an auto insurance policy with UAIC, which was renewable on a monthly basis. Before the accident, Lewis had received a statement instructing him that his renewal payment was due by June 30, 2007. The statement also specified that "[t]o avoid lapse in coverage, payment must be received prior to expiration of your policy." The statement listed June 30, 2007, as the policy's effective date and July 31, 2007, as its expiration date. Lewis did not pay to renew his policy until July 10, 2007, two days after the accident.

James Nalder ("Nalder"), Cheyanne's father, made an offer to UAIC to settle her claim for \$15,000, the policy limit. UAIC rejected the offer, arguing Lewis was not covered at the time of the accident because he did not renew the policy by June 30. UAIC never informed Lewis that Nalder was willing to settle.

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Nalder sued Lewis in Nevada state court and obtained a \$3.5 million default judgment. Nalder and Lewis then filed the instant suit against UAIC in state court, which UAIC removed to federal court. Nalder and Lewis alleged breach of contract, breach of the implied covenant of good faith and fair dealing, bad faith, fraud, and breach of section 686A.310 of the Nevada Revised Statutes. UAIC moved for summary judgment on the basis that Lewis had no insurance coverage on the date of the accident. Nalder and Lewis argued that Lewis was covered on the date of the accident because the renewal notice was ambiguous as to when payment had to be received to avoid a lapse in coverage, and that this ambiguity had to be construed in favor of the insured. The district court found that the contract could not be reasonably interpreted in favor of Nalder and Lewis's argument and granted summary judgment in favor of UAIC.

We held that summary judgment "with respect to whether there was coverage" was improper because the "[p]laintiffs came forward with facts supporting their tenable legal position." *Nalder v. United Auto. Ins. Co.*, 500 F. App'x 701, 702 (9th Cir. 2012). But we affirmed "[t]he portion of the order granting summary judgment with respect to the [Nevada] statutory arguments." *Id.*

On remand, the district court granted partial summary judgment to each party. First, the court found the renewal statement ambiguous, so it construed this ambiguity against-UAIC by finding that Lewis was covered on the date of the accident. Second, the court found that UAIC did not act in bad faith because it had a reasonable basis to dispute coverage. Third, the court found that UAIC breached its duty to defend Lewis but awarded no damages "because [Lewis] did not incur any fees or costs in defending the underlying

action" as he took a default judgment. The court ordered UAIC "to pay Cheyanne Nalder the policy limits on Gary Lewis's implied insurance policy at the time of the accident." Nalder and Lewis appeal.

В

Nalder and Lewis claim on appeal that they should have been awarded consequential and compensatory damages resulting from the Nevada state court judgment because UAIC breached its duty to defend. Thus, assuming that UAIC did not act in bad faith but did breach its duty to defend Lewis, one question before us is how to calculate the damages that should be awarded. Nalder and Lewis claim they should have been awarded the amount of the default judgment (\$3.5 million) because, in their view, UAIC's failure to defend Lewis was the proximate cause of the judgment against him. The district court, however, denied damages because Lewis chose not to defend and thus incurred no attorneys' fees or costs. Because there was no clear state law and the district court's opinion in this case conflicted with another decision by the U.S. District Court for the District of Nevada on the question of whether liability for breach of the duty to defend included all losses consequential to an insurer's breach, we certified that question to the Nevada Supreme Court in an order dated June 1, 2016. In that order, we also stayed proceedings in this court pending resolution of the certified question by the Nevada Supreme Court.

After that certified question had been fully briefed before the Nevada Supreme Court, but before any ruling or oral argument, UAIC moved this court to dismiss the appeal for lack of standing. UAIC argues that the six-year life of the

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default judgment had run and that the judgment had not been renewed, so the judgment is no longer enforceable. Therefore, UAIC contends, there are no longer any damages above the policy limit that Nalder and Lewis can seek because the judgment that forms the basis for those damages has lapsed. For that reason, UAIC argues that the issue on appeal is moot because there is no longer any basis to seek damages above the policy limit, which the district court already awarded.

In a notice filed June 13, 2017, the Nevada Supreme Court stayed consideration of the question already certified in this case until we ruled on the motion to dismiss now pending before us.

IV

In support of its motion to dismiss, UAIC argues that under Nev. Rev. Stat. § 11.190(1)(a), the six-year statute of limitations during which Nalder could enforce his default judgment against Lewis expired on August 26, 2014, and Nalder did not renew the judgment. Therefore, says UAIC, the default judgment has lapsed, and because it is no longer enforceable, it no longer constitutes an injury for which Lewis or Nalder may seek damages from UAIC.

In response, Nalder and Lewis do not contest that the sixyear period of the statute of limitations has passed and that they have failed to renew the judgment, but they argue that UAIC is wrong that the issue of consequential damages is mooted. First, they make a procedural argument that a lapse in the default judgment, if any, may affect the amount of damages but does not affect liability, so the issue is inappropriate to address on appeal before the district court

has evaluated the effect on damages. Second, they argue that their suit against UAIC is itself "an action upon" the default judgment under the terms of Nev. Rev. Stat. § 11.190(1)(a) and that because it was filed within the six-year life of the judgment it is timely. In support of this argument, they point out that UAIC has already paid out more than \$90,000 in this case, which, they say, acknowledges the validity of the underlying judgment and that this suit is an enforcement action upon it.

Neither side can point to Nevada law that definitively answers the question of whether plaintiffs may still recover consequential damages based on the default judgment when six years passed during the pendency of this suit. Nalder and Lewis reach into the annals of Nevada case law to find an opinion observing that at common law "a judgment creditor may enforce his judgment by the process of the court in which he obtained it, or he may elect to use the judgment, as an original cause of action, and bring suit thereon, and prosecute such suit to final judgment." Mandlebaum v. Gregovich, 50 P. 849, 851 (Nev. 1897); see also Leven v. Frey, 168 P.3d 712, 715 (Nev. 2007) ("An action on a judgment or its renewal must be commenced within six years." (emphasis added)). They suggest they are doing just this, "us[ing] the judgment, as an original cause of action," to . recover from UAIC. But that precedent does not resolve whether a suit against an insurer who was not a party to the default judgment is, under Nevada law, an "action on" that judgment.

UAIC does no better. It also points to *Leven* for the proposition that the Nevada Supreme Court has strictly construed the requirements to renew a judgment. *See Leven*, 168 P.3d at 719. Be that as it may, Nalder and Lewis do not

rely on any laxity in the renewal requirements and argue instead that the instant suit is itself a timely action upon the judgment that obviates any need for renewal. UAIC also points to Nev. Rev. Stat. § 21.010, which provides that "the party in whose favor judgment is given may, at any time before the judgment expires, obtain the issuance of a writ of execution for its enforcement as prescribed in this chapter. The writ ceases to be effective when the judgment expires." That provision, however, does not resolve this case because Nalder and Lewis are not enforcing a writ of execution, which is a direction to a sheriff to satisfy a judgment. *See* Nev. Rev. Stat. § 21.020.

Finally, apart from Nalder and Lewis's argument that it is inappropriate to address on appeal the effect of the statute of limitations on the size of damages they may collect, neither side squarely addresses whether the expiration of the judgment in fact reduces the consequential damages for UAIC's breach of the duty to defend. Does the judgment's expiration during the pendency of the suit reduce the consequential damages to zero as UAIC implies, or should the damages be calculated based on when the default judgment was still enforceable, as it was when the suit was initiated? Neither side provides Nevada law to answer the question, nor have we discovered it.

V

It appears to this court that there is no controlling precedent of the Nevada Supreme Court or the Nevada Court of Appeals with regard to the issue of Nevada law raised by the motion to dismiss. We thus request the Nevada Supreme Court accept and decide the certified question. "The written opinion of the [Nevada] Supreme Court stating the law

governing the question[] certified . . . shall be res judicata as to the parties." Nev. R. App. P. 5(h).

If the Nevada Supreme Court accepts this additional certified question, it may resolve the two certified questions in any order it sees fit, because Nalder and Lewis must prevail on both questions in order to recover consequential damages based on the default judgment for breach of the duty to defend.

The clerk of this court shall forward a copy of this order, under official seal, to the Nevada Supreme Court, along with copies of all briefs and excerpts of record that have been filed with this court.

IT IS SO ORDERED.

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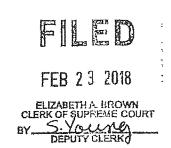
Respectfully submitted, Diarmuid F. O'Scannlain and William A. Fletcher, Circuit Judges.

Djarmuid F. O'Scannlain Circuit Judge

EXHIBIT "B"

IN THE SUPREME COURT OF THE STATE OF NEVADA

JAMES NALDER, GUARDIAN AD LITEM ON BEHALF OF CHEYANNE NALDER; AND GARY LEWIS, INDIVIDUALLY, Appellants, vs. UNITED AUTOMOBILE INSURANCE COMPANY, Respondent. No. 70504



ORDER ACCEPTING SECOND CERTIFIED QUESTION AND DIRECTING SUPPLEMENTAL BRIEFING

The United States Ninth Circuit Court of Appeals previously certified a legal question to this court under NRAP 5, asking us to answer the following question:

> Whether, under Nevada law, the liability of an insurer that has breached its duty to defend, but has not acted in bad faith, is capped at the policy limit plus any costs incurred by the insured in mounting a defense, or is the insurer liable for all losses consequential to the insurer's breach?

Because no clearly controlling Nevada precedent answers that legal question and the answer could determine part of the federal case, we accepted that certified question and directed the parties to file briefs addressing that question. After briefing had been completed, respondent United Automobile Insurance Company informed this court that it had filed a motion to dismiss in the federal case. We then stayed our consideration of the certified question because a decision by the Ninth Circuit granting the motion to dismiss would render the question before this court advisory.

The Ninth Circuit has now certified another legal question to this court under NRAP 5. The new question, which is related to the motion to dismiss pending in the Ninth Circuit, asks us to answer the following:

> Under Nevada law, if a plaintiff has filed suit against an insurer seeking damages based on a separate judgment against its insured, does the insurer's liability expire when the statute of limitations on the judgment runs, notwithstanding that the suit was filed within the six-year life of the judgment?

That question is focused on the insurer's liability, but elsewhere in the Ninth Circuit's certification order, it makes clear that the court is concerned with whether the plaintiff in this scenario can continue to seek the amount of the separate judgment against the insured as consequential damages caused by the insurer's breach of the duty to defend its insured when the separate judgment was not renewed as contemplated by NRS 11.190(1)(a) and NRS 17.214 during the pendency of the action against the insurer. We therefore choose to accept the Ninth Circuit's invitation to "rephrase the question as [we] deem necessary." Consistent with language that appears elsewhere in the certification order, we rephrase the question as follows:

> In an action against an insurer for breach of the duty to defend its insured, can the plaintiff continue to seek consequential damages in the amount of a default judgment obtained against the insured when the judgment against the insured was not renewed and the time for doing so expired while the action against the insurer was pending?

As no clearly controlling Nevada precedent answers this legal question and the answer may determine the federal case, we accept this certified question as rephrased. *See* NRAP 5(a); *Volvo Cars of N. Am., Inc. v. Ricci*, 122 Nev. 746, 749-51, 137 P.3d 1161, 1163-64 (2006).

Appellants shall have 30 days from the date of this order to file and serve a supplemental opening brief. Respondent shall have 30 days from the date the supplemental opening brief is served to file and serve a supplemental answering brief. Appellants shall then have 20 days from the date the supplemental answering brief is served to file and serve any supplemental reply brief. The supplemental briefs shall be limited to addressing the second certified question and shall comply with NRAP 28, 28.2, 31(c), and 32. See NRAP 5(g)(2). To the extent that there are portions of the record that have not already been provided to this court and are necessary for this court to resolve the second certified question, the parties may submit a joint appendix containing those additional documents. See NRAP 5(d). Given the relationship between the two certified questions, we lift the stay as to the first certified question.

It is so ORDERED.¹

C.J. Douglas J.

J. Cherry

J. Pickering

Gibbons

Hardesty

J.

¹As the parties have already paid a filing fee when this court accepted the first certified question, no additional filing fee will be assessed at this time.

J.

The Honorable Ron D. Parraguirre, Justice, voluntarily recused himself from participation in the decision of this matter.

cc:

Eglet Prince Christensen Law Offices, LLC Atkin Winner & Sherrod Cole, Scott & Kissane, P.A. Lewis Roca Rothgerber Christie LLP/Las Vegas Pursiano Barry Bruce Lavelle, LLP Laura Anne Foggan Mark Andrew Boyle Matthew L. Sharp, Ltd. Clerk, United States Court of Appeals for the Ninth Circuit

EXHIBIT "C"

		Electronically Filed 3/22/2018 11:15 AM Steven D. Grierson CLERK OF THE COURT		
1	MTN David A. Stephens, Esq.	Ateunt. Etuno		
2	Nevada Bar No. 00902 STEPHENS, GOURLEY & BYWATER			
3	3636 North Rancho Drive Las Vegas, Nevada 89130			
	Telephone: (702) 656-2355 Facsimile: (702) 656-2776			
5	Email: dstephens@sgblawfirm.com Attorney for Cheyenne Nalder			
6	DIST	RICT COURT		
7	CLARK C	COUNTY, NEVADA		
8		07-A- 5 49111 CASE NO.: A54911 1		
9	CHEYENNE NALDER,)		
10	Plaintiff,) DEPT NO.: XXIX		
11	vs.)		
12	GARY LEWIS,			
13	Defendants.)		
14	EX PARTE MOTION TO AM	1END JUDGMENT IN THE NAME OF		
15	CHEYENNE NA	ALDER, INDIVIDUALLY		
16				
17	Date: N/A			
18		Time: N/A		
19		NOW COMES Cheyenne Nalder, by and through her attorneys at STEPHENS, GOURLEY		
20	& BYWATER and moves this court to enter judgment against Defendant, GARY LEWIS, in her			
21	name as she has now reached the age of majority. Judgment was entered in the name of the			
22	guardian ad litem. (See Exhibit 1) Pursuant to NRS 11.280 and NRS 11.300, Cheyenne now			
23	moves this court to issue the judgment in her name alone (See Exhibit 2) so that she may pursue			
24	collection of the same. Cheyenne turned 18 on April 4, 2016. In addition, Defendant Gary Lewis,			
25	has been absent from the State of Nevada sir	nce at least February 2010.		
26				
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28				

1	Therefore, Cheyenne Nalder hereby moves this court to enter the judgment in her name of
2	\$3,500,000.00, with interest thereon at the legal rate from October 9, 2007, until paid in full.
3	Dated this <u>19</u> day of March, 2018.
4	OTEDUENIC COUDI EV 9. DYMATED
5	STEPHENS GOURLEY & BYWATER
6	N t A
7	David A Stephens Esq
8	David A. Stephens, Esq. Nevada Bar No. 00902 3636 North Rancho Drive
9	Las Vegas, Nevada 89130 Attorneys for Plaintiff
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EXHIBIT "1"

18 y 23			
1 2 3 4 5 6	JMT THOMAS CHRISTENSEN, ESQ., Nevada Bar #2326 DAVID F. SAMPSON, ESQ., Nevada Bar #6811 1000 S. Valley View Blvd. Las Vegas, Nevada 89107 (702) 870-1000 Attorney for Plaintiff,		
7 8	<u>DISTRICT COURT</u> <u>CLARK COUNTY, NEVADA</u>		
9 10	JAMES NALDER,) as Guardian ad Litem for) CHEYENNE NALDER, a minor.)		
11 12 13 14 15 16	Plaintiffs,) vs.) CASE NO: A549111) DEPT. NO: VI GARY LEWIS, and DOES I) through V, inclusive) Defendants.		
17 18			
19 20 21 22	In this action the Defendant, GARY LEWIS, having been regularly served with the Summons and having failed to appear and answer the Plaintiff's complaint filed herein, the legal time for answering having expired, and no answer or demurrer having been filed, the		
23 24	Default of said Defendant, GARY LEWIS, in the premises, having been duly entered according to law; upon application of said Plaintiff, Judgment is hereby entered against said Defendant as follows:		
25 26	10110 WS.		
27 28	• • •		
	I		

÷, IT IS ORDERED THAT PLAINTIFF HAVE JUDGMENT AGAINST DEFENDANT in the sum of \$3,500,000.00, which consists of \$65,555.37 in medical expenses, and \$3,434,444.63 in pain, suffering, and disfigurement, with interest thereon at the legal rate from October 9, 2007, until paid in full. S ine DATED THIS _____ day of May, 2008. DISTRICT JUDGE Submitted by: CHRISTENSEN LAW OFFICES, LLC. BY: DAVID SAMPSON Nevada Bar#6811 1000 S. Valley View Las Vegas, Nevada 89107 Attorney for Plaintiff

EXHIBIT "2"

1 3 4 5 6 7	JMT DAVID A. STEPHENS, ESQ. Nevada Bar No. 00902 STEPHENS GOURLEY & BYWATER 3636 North Rancho Dr Las Vegas, Nevada 89130 Attorneys for Plaintiff T: (702) 656-2355 F: (702) 656-2776 E: dstephens@sbglawfirm.com Attorney for Cheyenne Nalder		· · ·
8	DISTRICT COURT		;
9	CLARK COUNTY, NEVADA		
10			
11	CHEYENNE NALDER,	CASE NO: A549111	
12	Plaintiff,	DEPT. NO: XXIX	
13	VS		•
15	GARY LEWIS,		
16	Defendant.		
17	AMENDED JUDGMENT		
18			
19	In this action the Defendant, Gary Lewis, having been regularly served with the Summons		
20	and having failed to appear and answer the Plaintiff's complaint filed herein, the legal time for		
21	answering having expired, and no answer or demurrer having been filed, the Default of said		
22	Defendant, GARY LEWIS, in the premises, having been duly entered according to law; upon		
23	application of said Plaintiff, Judgment is hereby entered against said Defendant as follows:		
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]	IT IS ORDERED THAT PLAINTIFF HAVE JUDGMENT AGAINST DEFENDANT in the	
2	sum of \$3,500,000.00, which consists of \$65,555.37 in medical expenses, and \$3,434,4444.63	
The second	in pain, suffering, and disfigurement, with interest thereon at the legal rate from October 9,	
5	2007, until paid in full.	
6	DATED this day of March, 2018.	
T		
8		
9		
10	District Judge	
the second		
12	Submitted by: STEPHENS GOURLEY & BYWATER	
13		
14	DAVID A. STEPHENS, ESQ.	
15	Nevada Bar No. 00902 STEPHENS GOURLEY & BYWATER	
16	3636 North Rancho Dr	
17	Las Vegas, Nevada 89130 Attorneys for Plaintiff	
18		
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EXHIBIT "D"

1 2 3 4 5	NOE David A. Stephens, Esq. Nevada Bar No. 00902 Stephens & Bywater 3636 North Rancho Drive Las Vegas, Nevada 89130 Telephone: (702) 656-2355 Facsimile: (702) 656-2355 Facsimile: (702) 656-2776 Email: dstephens@sgblawfirm.com Attorney for Cheyenne Nalder	i dagaan d
6		
7	DISTRICT COURT	
8	CLARK COUNTY, NEVADA	
9	CHEYENNE NALDER,	
10	Plaintiff, Case No. 07A549111	
11	vs. Dept. No. XXIX	
12 13	GARY LEWIS	
13	Defendant.	
15	NOTICE OF ENTRY OF AMENDED JUDGMENT	
16	NOTICE IS HEREBY GIVEN that on the 26 th day of March, 2018, the Honorable David	
17	M. Jones entered an AMENDED JUDGMENT, which was thereafter filed on March 28, 2018, in	
18	the above entitled matter, a copy of which is attached to this Notice.	
19	Dated this 17 day of May, 2018.	
20	STEPHENS & BYWATER	
21		
22	David GATES	
23	David A. Stephens, Esq. Nevada Bar No. 00902	
24	3636 North Rancho Drive Las Vegas, Nevada 89130	
25	Attorney for Brittany Wilson	
26		
27		
28		

T	CERTIFICATE OF MAILING
1 2	I hereby certify that I am an employee of the law office of STEPHENS & BYWATER,
3	and that on the 15
4	
5	ENTRY OF AMENDED JUDGMENT, by depositing the same in a sealed envelope upon
6	which first class postage was fully prepaid, and addressed as follows:
7	Gary Lewis 733 S. Minnesota Ave.
8	Glendora, California 91740
9	MLA/dstain
10	An employee of Stephens & Bywater
11	
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1 2 3 4 5 6 7	JMT DAVID A. STEPHENS, ESQ. Nevada Bar No. 00902 STEPHENS GOURLEY & BYWATER 3636 North Rancho Dr Las Vegas, Nevada 89130 Attorneys for Plaintiff T: (702) 656-2355 F: (702) 656-2355 F: (702) 656-2776 E: dstephens@sbglawfirm.com Attorney for Cheyenne Nalder	Electronically Filed 3/28/2018 3:05 PM Steven D. Grierson CLERK OF THE COURT Atoms Atoms	
8	DISTRICT C	COURT	
9	CLARK COUNT	Y, NEVADA	
10			
12	CHEYENNE NALDER,	674549111 CASE NO: A549111	
13	Plaintiff, vs.	DEPT. NO: XXIX	
15	GARY LEWIS,		
16	Defendant.		
1:	AMENDED	JUDGMENT	
18			
19	In this action the Defendant, Gary Lewis, hav	ving been regularly served with the Summons	
20 1	and having failed to appear and answer the Plaintiff	's complaint filed herein, the legal time for	
21	answering having expired, and no answer or demurrer having been filed, the Default of said		
33	Defendant, GARY LEWIS, in the premises, having	been duly entered according to law; upon	
23	application of said Plaintiff, Judgment is hereby ent	ered against said Defendant as follows:	
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	JMT DAVID A. STEPHENS, ESQ.			
<i>دد.</i>	Nevada Bar No. 00902 STEPHENS GOURLEY & BYWATER			
di k	3636 North Rancho Dr Las Vegas, Nevada 89130			
5	Attorneys for Plaintiff T: (702) 656-2355			
6	F: (702) 656-2776			
Į,	E: dstephens@sbglawfirm.com Attorney for Cheyenne Nalder			
8	DISTRICT C	OURT	:	
9	CLARK COUNTY	, NEVADA		
10				
	CHEYENNE NALDER,	078549111 CASE NO: 8549111		
12	Plaintiff,	DEPT. NO: XXIX		
13	VS.			
15	GARY LEWIS,			
16	Defendant.			
17	AMENDED.	IUDGMENT		
18				
19	In this action the Defendant, Gary Lewis, having been regularly served with the Summons			
20	and having failed to appear and answer the Plaintiff's complaint filed herein, the legal time for			
21	answering having expired, and no answer or demurr	er having been filed, the Default of said		
22	Defendant, GARY LEWIS, in the premises, having	been duly entered according to law; upon		
23	application of said Plaintiff, Judgment is hereby ente	ered against said Defendant as follows:		
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1	IT IS ORDERED THAT PLAINTIFF HAVE JUDGMENT AGAINST DEFENDANT in the \$3,434,444.63	ne
2	sum of \$3,500,000.00, which consists of \$65,555.37 in medical expenses, and \$ 3,434,444.63	
	in pain, suffering, and disfigurement, with interest thereon at the legal rate from October 9,	
5	2007, until paid in full.	
6	DATED this 26 day of March, 2018.	
7		
8		
9		
10	District Judge	
11	(he	
12	Submitted by: STEPHENS GOURLEY & BYWATER	
13		
14	DAVID A. STEPHENS, ESQ.	
15	Nevada Bar No. 00902	
16	STEPHENS GOURLEY & BYWATER 3636 North Rancho Dr	
]7	Las Vegas, Nevada 89130 Attorneys for Plaintiff	
18		
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EXHIBIT "E"

1 2 3 4 5 6	COMP David A. Stephens, Esq. Nevada Bar No. 00902 STEPHENS, GOURLEY & BYWATER 3636 North Rancho Drive Las Vegas, Nevada 89130 Telephone: (702) 656-2355 Facsimile: (702) 656-2776 Email: dstephens@sgblawfirm.com Attorney for Cheyenne Nalder	Electronically Filed 4/3/2018 3:07 PM Steven D. Grierson CLERK OF THE COURT	
7	DIS	TRICT COURT	
8	CLARK	COUNTY, NEVADA	
9	CHEYENNE NALDER,) CASE NO.: A549+++ A-18-772220-C	
10) DEPT NO.: XXIX Department 29	
11	Plaintiff,		
12	vs. GARY LEWIS and DOES I through V,		
-13-	inclusive,		
14	Defendants.		
15	C	OMPLAINT	
16	Date: n/a		
17		Time: n/a	
18		ENNE NALDER, by and through Plaintiff's attorney, NS & BYWATER, and for a cause of action against the	
19 20	Defendants, and each of them, alleges as fol		
20			
21	I. Upon information and belief, that at the time of the injury the Defendant, GARY		
23	LEWIS, was a resident of Las Vegas, Clark County, Nevada, and that on or about December 2008 GARY LEWIS moved out of state and has not been present or resided in the jurisdiction since that		
24	time.		
25		NALDER, was at the time of the accident, a resident of	
26	the County of Clark, State of Nevada		
27	•	ities, whether individual, corporate, associate or	

therefore sues said Defendant by such fictitious names. Plaintiff is informed and believes and 1 thereon alleges that each of the Defendants designated herein as DOE is responsible in some 2 manner for the events and happenings referred to and caused damages proximately to Plaintiff as 3 herein alleged, and that Plaintiff will ask leave of this Court to amend this Complaint to insert the 4 true names and capacities of DOES I through V, when the names have been ascertained, and to join 5 such Defendants in this action. 6

Upon information and belief, Defendant, Gary Lewis, was the owner and operator of 7 4. a certain 1996 Chevy Pickup (hereafter referred as "Defendant vehicle") at all times relevant to this 8 9 action.

On the 8th day of July, 2007, Defendant, Gary Lewis, was operating the Defendant's 5. 10 vehicle on private property located in Lincoln County, Nevada; that Plaintiff, Cheyenne Nalder, 11 was playing on the private property; that Defendant, did carelessly and negligently operate 12 Defendant's vehicle so to strike the Plaintiff, Cheyenne Nalder, and that as a direct and proximate 1.3 result of the aforesaid negligence of Defendant, Gary Lewis, and each of the Defendants, Plaintiff, 14 Cheyenne Nalder, sustained the grievous and serious personal injuries and damages as hereinafter 15 more particularly alleged. 16

17

At the time of the accident herein complained of, and immediately prior thereto, 6. Defendant, Gary Lewis, in breaching a duty owed to Plaintiffs, was negligent and careless, inter 18 alia, in the following particulars: 19

20

A. In failing to keep Defendant's vehicle under proper control;

21

B. In operating Defendant's vehicle without due care for the rights of the Plaintiff;

22

C. In failing to keep a proper lookout for plaintiffs

D. The Defendant violated certain Nevada Revised Statutes and Clark County Ordinances, 23 and the Plaintiff will pray leave of Court to insert the exact statutes or ordinances at the time of 24 25 trial.

By reason of the premises, and as a direct and proximate result of the aforesaid 7. 26 negligence and carelessness of Defendants, and each of them, Plaintiff, Cheyenne Nalder, sustained 27 a broken leg and was otherwise injured in and about her neck, back, legs, arms, organs, and 28

-2-

systems, and was otherwise injured and caused to suffer great pain of body and mind, and all or
 some of the same is chronic and may be permanent and disabling, all to her damage in an amount in
 excess of \$10,000.00

8. By reason of the premises, and as a direct and proximate result of the aforesaid
negligence and carelessness of the Defendants, and each of them, Plaintiff, Cheyenne Nalder, has
been caused to expend monies for medical and miscellaneous expenses as of this time in excess of
\$41,851.89, and will in the future be caused to expend additional monies for medical expenses and
miscellaneous expenses incidental thereto, in a sum not yet presently ascertainable, and leave of
Court will be requested to include said additional damages when the same have been fully
determined.

9. Prior to the injuries complained of herein, Plaintiff, Cheyenne Nalder, was an able-11 bodied female, capable of being gainfully employed and capable of engaging in all other activities 12 for which Plaintiff was otherwise suited. By reason of the premises, and as a direct and proximate 13 result of the negligence of the said Defendants, and each of them, Plaintiff, Cheyenne Nalder, was 14 caused to be disabled and limited and restricted in her occupations and activities, and/or suffered a 15 diminution of Plaintiff's earning capacity and future loss of wages, all to her damage in a sum not 16 yet presently ascertainable, the allegations of which Plaintiff prays leave of Court to insert here 17 when the same shall be fully determined. 18

19 10. That James Nalder as guardian ad litem for Plaintiff, Cheyenne Nalder, obtained20 judgment against Gary Lewis.

21 11. That the judgment is to bear interest at the legal rate from October 9, 2007 until paid in22 full.

12. That during Cheyenne Nalder's minority which ended on April 4, 2016 all statutes of24 limitations were tolled.

13. That during Gary Lewis' absence from the state of Nevada all statutes of limitationshave been tolled and remain tolled.

14. That the only payment made on the judgment was \$15,000.00 paid by Lewis's insureron February 5, 2015. This payment extends any statute of limitation.

-3-

1	15. After reaching the age of majority an amended judgment was entered in Cheyenne
2	Nalder's name.
3	16. Plaintiff, in the alternative, now brings this action on the judgment to obtain a judgment
4	against Gary Lewis including the full damages assessed in the original judgment plus interest and
5	minus the one payment made.
6	17. In the alternative Plaintiff requests declaratory relief regarding when the statutes of
'7	limitations on the judgments expire.
8	18. Plaintiff has been required to retain the law firm of STEPHENS & BYWATER to
9	prosecute this action, and is entitled to a reasonable attorney's fee.
10	CLAIM FOR RELIEF;
11	1. General damages in an amount in excess of \$10,000.00;
12	2. Special damages for medical and miscellaneous expenses in excess of \$41,851.89, plus
1.3	future medical expenses and the miscellaneous expenses incidental thereto in a presently
14	unascertainable amount;
15	3. Special damages for loss of wages in an amount not yet ascertained an/or diminution of
16	Plaintiff's earning capacity, plus possible future loss of earning and/or diminution of Plaintiff's
17	earning capacity in a presently unascertainable amount;
18	4. Judgment in the amount of \$3,500,000 plus interest through April 3, 2018 of
19	\$2,112,669.52 minus \$15,000.00 paid for a total judgment of \$5,597,669.52.
20	5. A declaration that the statute of limitations on the judgment is still tolled as a result of
21	the Defendant's continued absence from the state.
22	4. Costs of this suit;
23	5. Attorney's fees; and
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-4-

6. For such other and further relief as to the Court may seem just and proper in the
premises.
DATED this 3 rd day of April, 2018.
STEPHENS GOURLEY & BYWATER
/s David A. Stephens
David A. Stephens, Esq. Nevada Bar No. 00902
<u>/s David A. Stephens</u> David A. Stephens, Esq. Nevada Bar No. 00902 3636 North Rancho Drive Las Vegas, Nevada 89130 Attorneys for Plaintiff
Attorneys for Plaintiff

EXHIBIT "F"

STEPHENS & BYWATER, P.C.

ATTORNEYS AT LAW

David A. Stephens email: dstephens@sgblawfirm.com

Gordon E. Bywater email: gbywater@sgblawfirm.com

July 17, 2018

VIA REGULAR U.S. MAIL Thomas E. Winner, Esq. Atkin Winner & Sherrod 1117 S. Rancho Drive Las Vegas, Nevada 89102

RE: Cheyenne Nalder vs. Gary Lewis

Dear Tom:

I am enclosing with this letter a Three Day Notice to Plead which I filed in the above entitled matter.

I recognize that you have not appeared in this matter. I served Mr. Lewis some time ago and he has never filed an answer. Thus, as a courtesy to you, who I understand to be representing Mr. Lewis in related cases, I am providing this Three Day Notice to you in addition to Mr. Lewis.

I appreciate your consideration.

Sincerely,

STEPHENS & BYWATER

DUT

David A. Stephens, Esq.

DAS:mlg enclosure





3636 N. Rancho Drive, Las Vegas, Nevada 89130 Telephone: (702) 656-2355 | Facsimile: (702) 656-2776 Website: <u>www.sgblawfirm.com</u>

		Electronically Filed 7/18/2018 3:54 PM Steven D. Grierson CLERK OF THE COURT
1	David À. Stephens, Esq.	Atump. Atum
2	STEPHENS, GOURLEY & BYWATER	
4	Las Vegas, Nevada 89130	
5	Facsimile: (702) 656-2776	
6		CT COURT
7		INTY, NEVADA
8		
9	CHEYENNE NALDER,	CASE NO.: A-18-772220-C
10	Plaintiff,	DEPT NO.: XXIX
11		
12		
13	GARY LEWIS and DOES I through V,) inclusive,	
14	Defendants.	
15		OTICE TO PLEAD
16		te: n/a
17	Tin	ne: n/a
18	To: Gary Lewis, Defendant	
19	PLEASE TAKE NOTICE that the Plainti	ff intends to take a default and default judgment
20	against you if you have not answered or otherwis	e filed a response of pleading within three (3) days
21	of the date of this notice.	
22	Dated this <u>17</u> day of July 2018.	
23		
24		Drilland
25		David A. Stephens, Esq. Nevada Bar No. 00902
26		Stephens Gourley & Bywater 3636 N. Rancho Drive
27		Las Vegas, NV 89130 Attorney for Plaintiff
28		

1	CERTIFICATE OF MAILING
2	I hereby certify that service of this THREE DAY NOTICE TO PLEAD was made this 17
3	day of July, 2018, by depositing a copy thereof in the U.S. Mail, first class postage prepaid,
4	addressed to:
5	Gary LewisThomas E. Winner, Esq.733 Minnesota AvenueAtkin Winner Shorrod
6	Glendora, CA 91740 Las Vegas, NV 89102
7	
8	MAN IMI atri
9	An Employee of
10	Stephens Gourley & Bywater
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EXHIBIT "G"

Case 2:09-cv-01348-RCJ-GWF Document 103 Filed 10/30/13 Page 1 of 1

SAO450 (Rev. 5/85) Judgment in a Civil Case

UNITED STATES DISTRICT COURT

DISTRICT OF

Nevada

Nalder et al.,

Plaintiffs,

V.

Case Number: 2:09-cv-01348-RCJ-GWF

JUDGMENT IN A CIVIL CASE

United Automobile Insurance Company,

Defendant.

- ☐ Jury Verdict. This action came before the Court for a trial by jury. The issues have been tried and the jury has rendered its verdict.
- **Decision by Court.** This action came to trial or hearing before the Court. The issues have been tried or heard and a decision has been rendered.
- ☐ Notice of Acceptance with Offer of Judgment. A notice of acceptance with offer of judgment has been filed in this case.

IT IS ORDERED AND ADJUDGED

The Court grants summary judgment in favor of Nalder and finds that the insurance renewal statement contained an ambiguity and, thus, the statement is construed in favor of coverage during the time of the accident. The Court denies summary judgment on Nalder's remaining bad-faith claims.

The Court grants summary judgment on all extra-contractual claims and/or bad faith claims in favor of Defendant. The Court directs Defendant to pay Cheyanne Nalder the policy limits on Gary Lewis's implied insurance policy at the time of the accident.

October 30, 2013

/s/ Lance S. Wilson

Clerk



/s/ Summer Rivera

(By) Deputy Clerk

Date

EXHIBIT "H"



August 13, 2018

Stephen H. Rogers, Esq. ROGERS, MASTRANGELO, CARVALHO & MITCHELL 700 S. Third Street Las Vegas, Nevada 89101 VIA Fax: (702)384-1460 Email: srogers@rmcmlaw.com

Re: Gary Lewis

Dear Stephen:

I am in receipt of your letter dated Friday, August 10, 2018. I was disappointed that you have chosen to disregard my request that you communicate with me and not directly with my client. You say you have "been retained to defend Mr. Lewis with regard to Ms. Nalder's 2018 actions." Would you be so kind as to provide me with all communications written or verbal or notes of communications you have had with UAIC, their attorneys and/or Mr. Lewis from your first contact regarding this matter to the present?

Please confirm that UAIC seeks now to honor the insurance contract with Mr. Lewis and provide a defense for him and pay any judgment that may result? This is the first indication I am aware of where UAIC seeks to defend Mr. Lewis. I repeat, please do not take any actions, including requesting more time or filing anything on behalf of Mr. Lewis without first getting authority from Mr. Lewis through me. Please only communicate through this office with Mr. Lewis. If you have already filed something or requested an extension without written authority from Mr. Lewis, he requests that you immediately reverse that action. Please also only communicate with UAIC that any attempt by them to hire any other attorneys to take action on behalf of Mr. Lewis must include notice to those attorneys that they must first get Mr. Lewis' consent through my office before taking any action including requesting extensions of time or filing any pleadings on his behalf.

Regarding your statement that Mr. Lewis would not be any worse off if you should lose your motions. That is not correct. We agree that the validity of the judgment is unimportant at this stage of the claims handling case. UAIC, however, is arguing that Mr. Lewis' claims handling case should be dismissed because they claim the judgment is not valid. If you interpose an insufficient improper defense that delays the inevitable entry of judgment against Mr. Lewis and the Ninth Circuit dismisses the appeal then Mr. Lewis will have a judgment against him and no claim against UAIC. In addition, you will cause additional damages and expense to both parties for which, ultimately, Mr. Lewis would be responsible.

CHRISTENSEN LAW

Could you be mistaken about your statement that "the original Judgment expired and cannot be revived?" I will ask your comment on just one legal concept -- Mr. Lewis' absence from the state. There are others but this one is sufficient on its own. There are three statutes applicable to this narrow issue: NRS 11.190; NRS 11.300 and NRS 17.214.

NRS 11.190 Periods of limitation. ... actions .. may only be commenced as follows:

1. Within 6 years:

(a) ... an action upon a judgment or decree of any court of the United States, or of any state or territory within the United States, or the renewal thereof.

NRS 11.300 Absence from State suspends running of statute. If, ... after the cause of action shall have accrued the person (defendant) departs from the State, the time of the absence shall not be part of the time prescribed for the commencement of the action.

NRS 17.214 Filing and contents of affidavit; recording affidavit; notice to judgment debtor; successive affidavits.

1. A judgment creditor or a judgment creditor's successor in interest may renew a judgment which has not been paid by:

(a) Filing an affidavit with the clerk of the court where the judgment is entered and docketed, within 90 days before the date the judgment expires by limitation.

These statutes make it clear that both an action on the judgment or an optional renewal is still available through today because Mr. Lewis has been in California since late 2008. If you have case law from Nevada contrary to the clear language of these statutes please share it with me so that I may review it and discuss it with my client.

Your prompt attention is appreciated. Mr. Lewis does not wish you to file any motions until and unless he is convinced that they will benefit Mr. Lewis -- not harm him and benefit UAIC. Mr. Lewis would like all your communications to go through my office. He does not wish to have you copy him on correspondence with my office. Please do not communicate directly with Mr. Lewis.

Very truly yours,

Tommy Christensen CHRISTENSEN LAW OFFICE, LLC

EXHIBIT "I"

A NEVADA LAW FIRM	1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24	referred to as "UAIC"), by and through its attorn and hereby brings its Motion to Dismiss Plaintiff injury claims have been previously litigated, at second amended judgment should be dismissed was not properly renewed, and cannot be revived after it expired.	DISTRICT COURT TY, NEVADA CASE NO.: A-18-772220-C DEPT. NO.: XXIX UAIC'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT FILE INSURANCE COMPANY (hereinafter ney of record, ATKIN WINNER & SHERROD T's Complaint in its entirety. Plaintiff's personal nd judgment entered. Plaintiff's request for a because the original judgment expired in 2014,
	23		via an amended judgment more than four years
	24	///	
	26		
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A TKIN W INNER & SHERROD

A TKIN W INNER & SHERROD A NEVADA LAW FIRM	1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24	This Motion s made and based upon the papers and pleadings on file herein, the Memorandum of Points and Authorities attached hereto, and such oral argument as the Court may permit. DATED this
A MA		
NER DA 1		YOU, AND EACH OF YOU, WILL PLEASE TAKE NOTICE that the undersigned will bring
/ INI		the foregoing Motion to Dismiss for hearing before the above-entitled Court Department 29 on
7 4		the day of, 2018, at the hour ofm. in the forenoon of said
		date, or as soon thereafter as counsel can be heard.
A		DATED this day of, 2018.
		ATKIN WINNER & SHERROD
	21	
	22	Nevada Bar No. 11371
	23	Las Vegas, Nevada 89102
	24	Attorneys for Intervenor UAIC
	25	
	26	
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MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION TO DISMISS

I.

INTRODUCTION

Cheyenne Nalder, ("Cheyenne") alleges in her Complaint that she was injured in an accident in 2007. Cheyenne was 11 years old at the time. She did not wait until she reached the age of majority to pursue her claim for damages against the alleged at-fault driver, Gary Lewis ("Lewis"). Guardian ad litem, James Nalder, was appointed to pursue her claim. He did so, filing a complaint on her behalf and obtaining a Judgment for \$3.5 million. Nalder filed suit against UAIC, eventually obtained an assignment from Lewis and ultimately received Lewis' \$15,000 auto policy limit on the Judgment. That case remains on Appeal before the United States Court of Appeals for the Ninth Circuit and, the Nevada Supreme Court on a certified question of law wherein the viability of said expired judgment prior to this action, if any. What is known is that he did not renew the Judgment before it expired in 2014 while Cheyenne was still a minor.

Despite the fact that Lewis' liability for any injuries Cheyenne may have sustained in the 2007 accident have already been adjudicated and judgment entered, Cheyenne now re-asserts those claims in the instant Complaint. Those claims are subject to dismissal pursuant to the doctrine of claim preclusion.

Cheyenne also seeks a second amended judgment from the Court. Seeking an amended judgment is not a cause of action; rather; it is a motion. Cheyenne's request for a second amended judgment should be dismissed and she should be directed to file a motion.

Finally, Cheyenne seeks a declaration from the court that the statute of limitations to enforce an Amended Judgment (and the second amended judgment she seeks in her Complaint) was tolled because she was a minor and Lewis resides in California. Declaratory Relief is not 1

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appropriate in this matter because there is no justiciable controversy and the issues upon which Cheyenne requests declaratory relief are unripe. In addition, since the Amended Judgment should not have been issued. The original judgment expired in 2014 and was not subject to revival, there is nothing for Cheyenne to enforce.

In summary, the court should dismiss the Complaint as there are no facts under which Cheyenne is entitled to relief.

II.

STATEMENT OF FACTS

This case involves a July 8, 2007 accident, Cheyenne Nalder, ("Cheyenne") who was then a minor, alleged injuries. On October 9, 2007, Cheyenne's guardian ad litem, James Nalder, filed a Complaint against Gary Lewis ("Lewis"). See Complaint attached hereto as Exhibit "A."

Lewis did not respond to the Complaint and a default was taken against him. *Id.* On June 3, 2008, a judgment was entered against him in the amount of \$3.5 million.¹ See Judgment attached hereto as Exhibit "B." James Nalder as guardian ad litem for Cheyenne was the judgment creditor. *Id.* NRS 11.190(1)(a) provides that a judgment expires in six (6) years, unless it is timely renewed. As such, the Judgment expired on June 3, 2014 as no timely renewal was filed.

On March 22, 2018 nearly 10 years after the Judgment was entered, and nearly four (4) years after it expired, Cheyenne filed an "Ex Parte Motion to Amend Judgment in the Name of Cheyenne Nalder, Individually" ("Ex Parte Motion") in her personal injury case, Case No. A-07-54911-C, which is also assigned to this Court. Her Motion did not advise the Court that the Judgment she sought to amend had expired. The Court granted Cheyenne's Ex Parte Motion and issued an Amended Judgment on March 28, 2018. See Exhibit "C." Contemporaneous with the filing of the instant motion, UAIC will be moving to Intervene in the original case, Case No. A- 07-549111-C, to file a Motion for Relief from Judgment, detailing the reasons the Court should void the Amended Judgment.

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On April 3, 2018, one day before the statute of limitations ran for Cheyenne to file a personal injury claim (but ten years after she already obtained a judgment), she filed a Complaint alleging identical injuries from the same accident. *See* Exhibit "A," the 2007 Complaint, and the 2018 Complaint, attached as Exhibit "D." In the 2018 Complaint, she does not explain why she believes she is entitled to damages for the same injuries for which she received a judgment in 2008. *See* Exhibit "D." However, the 2018 Complaint does acknowledge that she already received a judgment against Lewis. *Id.* At p.3,11.10-11.

Finally, the 2018 Complaint seeks an amended judgment to add interest to the 2008 judgment, and declaratory relief that the statute of limitations to enforce the judgment was tolled because she was a minor and Lewis was a resident of California.

III.

MOTION TO DISMISS STANDARD

A defendant is entitled to dismissal when a plaintiff fails "to state a claim up which relief can be granted." NRCP 12(b)(5). The Nevada Supreme Court has Declared that the dismissal of a complaint is appropriate where "it appears beyond a doubt that [the plaintiff] could prove no set of facts which, if true, would entitle [the plaintiff] to relief *Bra Stew, LLC v. City of N. Las Vegas*, 124 Nev. 224, 228, 181 P. 3d 670,672 (2008).

In evaluating a motion to dismiss, courts primarily focus on the allegations in the complaint. *Id.* As the Nevada Supreme Court held in *Baxter v. Dignity Health*, 131 Nev Adv. Op. 76,357 P 3d at 930 (2015) "the court is not limited to the four corners of the complaint." Citing 5B Charles Alan Wright & Arthur Miller, Federal Practice & Procedure: Civil § 1357, at 376 (3d ed. 2004). The *Baxter* Court also held that courts "may also consider unattached evidence on (Cont.)

¹ Judgments are entered when filed, not when a Notice of Entry is made. NRCP 58(c).

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which the complaint necessarily relies if (1) the complaint refers to the document; (2) the document is central to the plaintiff's claim; and (3) no party questions the authenticity of the document." *Id.*, citing United States v. Corinthian Colleges 655 F. 3d 984, 999 (9th Cir. 2011) (internal quotation omitted). The *Baxter* Court continued "while presentation of matters outside the pleadings will convert the motion to dismiss to a motion for summary judgment, Fed.R.Civ.P. 12(d); NRCP 12 (b), such conversion is not triggered by a court's consideration of matters incorporated by reference or integral to the claim," *Id.* Citing 5B Wright & Miller, supra, §1357, at 376.

While Intervenor's Motion to Dismiss does rely on certain documents which were not attached to the Complaint, those documents are either incorporated by reference (the Judgment and Amended Judgment) or integral to the claim (the Complaint in the 2007 case). Therefore, this Court should consider this matter a motion to dismiss and not convert it to a motion for summary judgment. As discussed below, the re is no doubt that there are no facts pursuant to which Cheyenne is entitled to the relief her 2018 Complaint seeks.

IV.

ARGUMENT

A. The Doctrine of Claim Preclusion Mandates Dismissal of Plaintiff's Claims Related to the July 8, 2007 Accident

The October 9, 2007 Complaint filed by Cheyenne's guardian ad litem, James Nalder, alleged personal injuries caused by the July 8, 2007 accident. See Complaint attached hereto as Exhibit "A." When Lewis did not respond to that Complaint, a Default was entered against him. On June 3, 2008, a Judgment in the amount of \$3.5 million was entered against Lewis. *See* Judgment, attached hereto as Exhibit "B." Plaintiff acknowledged this in Paragraph 10 of her 2018 Complaint. Because the personal injury claims in the 2018 Complaint have already been litigated, it should be dismissed. Cheyenne's claims should be dismissed pursuant to the doctrine of claim preclusion. In 2008, the Nevada Supreme Court set forth a three-part test to be applied to determine when claim preclusion applies. *Five Star Capital Corp. v. Ruby, 124* Nev. 1048,1054-55, 194 P.3d 709,713 (2008), holding modified by Weddell v Sharp 151 Nev. Adv. Op.28, 3520 P.3d 80 (2015)(the modification is not applicable to this case); (2) the final judgment is valid; and (3) the new action is based on the same claims that were or could have been brought in the first action. Cheyenne's claims for personal injury in the instant (2018) suit clearly meet the *Five Star* factors for dismissal under the doctrine of claim preclusion.

First, the parties are the same. The only difference between the 2007 suit and the 2018
suits is that Cheyenne is now an adult, so her claims need not ne litigated via a guardian ad litem.
Second, the final judgment is valid. There is no question that the Judgment issued in 2008
was valid until it expired in 2014. It could have been renewed, and if so, would have still been
valid today. However, it was not renewed. Cheyenne's (or rather her guardian ad litem's) failure
to fully execute on the Judgment while it was valid does not open the door for her to re-litigate
her claims.

Third, the same claims are involved in both actions. A review of the 2008 Complaint and the 2018 Complaint reveal that the personal injury claims are identical.

As the *Five Star* Court noted, public policy support claims preclusion in situations such as this. The *Five Star* Court cited Restatement (Second) of Judgments section 19, comment (a), noting that "the purposes of claim preclusion are 'based largely on the ground that fairness to the defendant, and sound judicial administration require that at some point litigation over the particular controversy come an end; and that such reasoning may apply ;even though the substantive issues have not been tried ... *Id.* At 1058, 194 P..3d at 715, These policy reasons are applicable here. Lewis and UAIC are entitled to finality. A Judgment was already entered against Lewis. Renewing the Judgment was not Lewis' responsibility-that was the responsibility of

A TKIN W INNER S SHERROD A NEVADA LAW FIRM Cheyenne's guardian ad litem, James Nalder. Lewis should not be exposed to judgment being 2 entered against him a second time due to Nalder's failure to act.

Cheyenne's personal injury claims are the very type to which claims preclusion applies. The public policy considerations supporting claims preclusion cited with approval the court in Five Star apply to this action. The claims for personal injuries alleged in the Complaint should be dismissed.

B. Plaintiff's Request for A Second Amended Judgment Should Be Dismissed Because it is not a Cause of Action

Regarding Chevenne's request that the Court enter another amended judgment, adding interest accrued through April 3, 2018, it is unclear why this was included in a Complaint. Seeking to amend judgment is not a cause of action. Cheyenne has demonstrated that she knows how to properly petition the Court to amend a judgment, as she has already done so once. This claim is inappropriately included in the Complaint, and should be dismissed.

C. Chevenne's Request for Declaratory Relief Should Be Dismissed.

Cheyenne does not ask for relief relative to enforcing an amended judgment, which is a cause of action. Rather, she asks the Court to declare that the statute of limitations on her original judgment was tolled because she was a minor and because the judgment debtor lived in another State: California. Presumably, Plaintiff means the statute of limitations to enforce the judgment, but that is not clear.

22 Declaratory relief is only available if: "(1) a justiciable controversy exists between persons 23 with adverse interests, (2) the party seeking declaratory relief has a legally protectable interest in 24 the controversy, and (3) the issue is ripe for judicial determination." City. Of Clark, ex rel. Univ. 25 Med. Ctr. v. Upchurch, 114 Nev. 749, 752, 961 P.2d, 764, 756 (1998), citing Knittle v. 26 Progressive Casualty Ins. Co., 112 Nev. 8,10,908 P. 2d,724,725 (1996). Here, declaratory relief 27 28 is not available because the issue as to whether the Amended Judgment or any future amended

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judgment is enforceable, or whether the statute of limitations has expired, is not ripe.

The conditions under where a justiciable controversy exists were addressed by the Nevada Supreme Court in *Kress v Corey*, 65 Nev. 1, 189 P,2d 352 (1948), where the Court noted a justiciable controversy does not exist, where damage "... is merely apprehended or feared..." *Id.* At 28-29, 189 P.2d at 366. As the Court in *Doe v Bryan*, 102 Nev.523.728 P.2d 433 (1986) noted, "the requirement of an actual controversy has been construed as requiring a concrete dispute admitting of an immediate and definite determination of the parties' rights." *Id.* At 526, 728 P.2d at 444. Cheyenne's concern that any effort to enforce the Amended Judgment will be thwarted by a determination that the applicable statute of limitations bars such action is "apprehended or feared" but not existing presently, because she has not taken any action to enforce the Amended Judgment.

Likewise, there is no "concrete dispute' that the statute of limitations would bar an attempt by Cheyenne to collect on the Amended Judgment because she has not tried. Unless and until Cheyenne actually tried to enforce the Amended Judgment, there is no 'immediate' need for a "definite" determination of the parties' rights. Therefore, there is no justiciable controversy regarding Cheyenne's ability to seek to enforce the Amended Judgment at this time.

"Ripeness focuses on the timing of the action rather than on the party bringing the action... The factors to be weighed in deciding whether a case is ripe for judicial review include: (1) the hardship of the parties of withholding judicial review, and (2) the suitability of the issues for review." *Herbst Gaming, Inc. v, Heller*, 122 Nev. 887, 887, 141 P.3d 1244, 1230-31 (2006)(alteration in original)(quoting *In re T.R.*, 119 Nev. 646, 651, 80 P.3d 1276, 1279 (2003). In the unpublished decision in *Cassady v. Main*, 2016 WL412835, a copy of which is attached hereto as Exhibit "E." the Nevada Supreme Court noted that the plaintiff in that case would suffer no harm if declaratory relief were not considered, because he could file a complaint seeking direct redress for complaints. *Id.* At *2. Similarly here, Cheyenne could seek to have a

court address her statute of limitations concerns in an action to execute on the Amended Judgment. There is no need for such a determination at this time.

Regardless as to whether Cheyenne's request for declaratory relief is appropriate at this juncture, Cheyenne's request for declaratory relief should be dismissed because there is no valid judgment to enforce. The original Judgment issued on June 3, 2008 expired on June 3, 2014. No effort to renew the Judgment was undertaken prior to its expiration. Cheyenne obtained an Amended Judgment, entered on March 28, 2018. As demonstrated in Intervenor's Motion for Relief From Judgment Pursuant to NRCP 60, the Court should not have entered and Amended Judgment, and no other amended judgments should be entered. Nevada law does not permit renewal of expired judgments by amendment.

Nor is the deadline to file the appropriate documents to renew a judgment tolled by any statute or rule. The time limit to renew the Judgment was not tolled by Cheyenne's minority because her guardian ad litem, and adult, was the judgment creditor. The time limit to renew the Judgment was not tolled by the judgment creditor's absence from the state because the requirement that a judgment be renewed is not a cause of action to which such tolling provisions might apply. Because no valid judgment exists, Cheyenne's request for declaratory relief regarding the tolling of the time to enforce a judgment should be dismissed as a matter of law.

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		2	CONCLUSION
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		4	In her 2018 Complaint, Plaintiff sets forth no facts which, if true, would entitle her to the
:		5	relief she seeks. Her Complaint should be dismissed in its entirety. DATED this day of, 2018.
SHERROD		6	
		7	ATKIN WINNER & SHERROD
		8	Matthew Douglas, Esq.
	A	9	Matthew Douglas, Esq. Nevada Bar No. 11371 1117 S. Rancho Drive
		10	Las Vegas, Nevada 89102 Attorneys for UAIC
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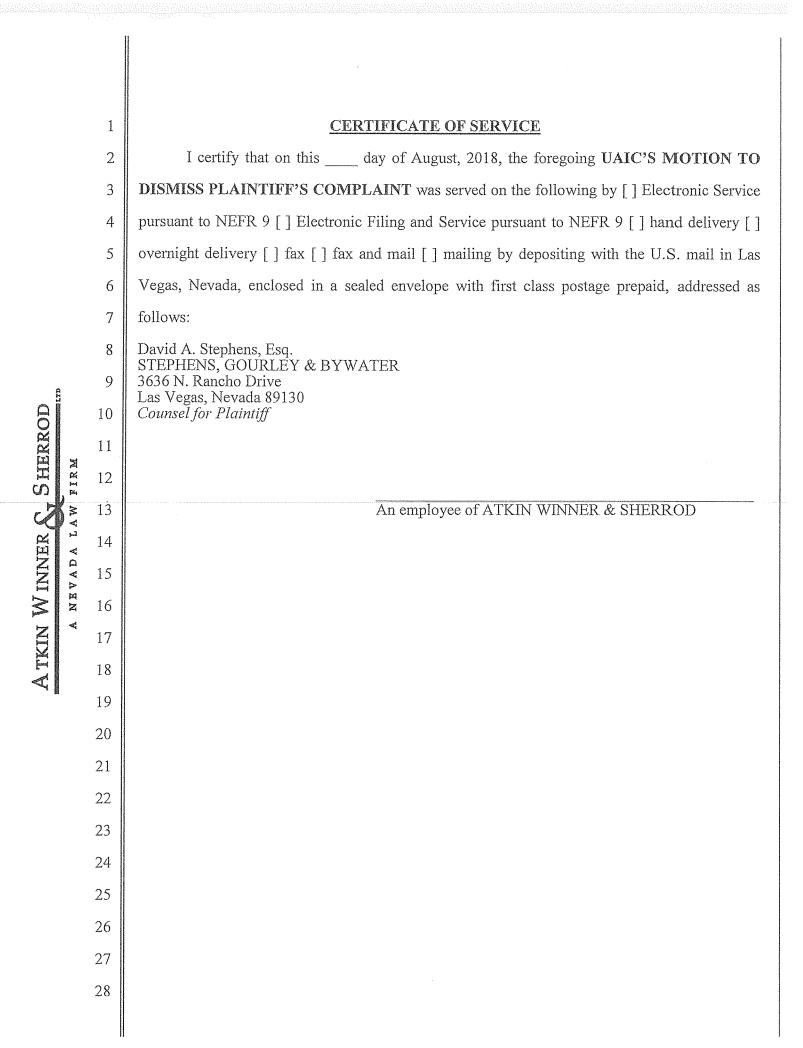


EXHIBIT 3

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Docket 78085 Document 2019-08971

Electronically Files 8/17/2018 2:55 PM Steven D. Grierson CLERK OF THE COUR MATTHEW J. DOUGLAS Nevada Bar No. 11371 1 ATKIN WINNER & SHERROD 1117 South Rancho Drive 2 Las Vegas, Nevada 89102 Phone (702) 243-7000 3 Facsimile (702) 243-7059 mdouglas@awslawyers.com Attorneys for Proposed Intervenor United Automobile Insurance Company 4 5 EIGHTH JUDICIAL DISTRICT COURT 6 CLARK COUNTY, NEVADA 7 CASE NO.: 07A549111 DEPT. NO.: 29 CHEYANNE NALDER, 8 Plaintiff, UAIC'S MOTION TO INTERVENE 9 MALL D A TKIN W INNER & SHERROD 10 vs. GARY LEWIS and DOES I through V, 11 NEVADA LAW FIRM inclusive, 12 Defendants. 13 COMES NOW, UNITED AUTOMOBILE INSURANCE COMPANY (hereinafter 14 referred to as "UAIC"), by and through its attorney of record, ATKIN WINNER & SHERROD 15 and hereby submits this Motion to Intervene in the present action, pursuant to the attached 16 Memorandum of Points and Authorities, all exhibits attached hereto, all papers and pleadings on 17 file with this Court and such argument this Court may entertain at the time of hearing. 18 DATED this 12 day of AUGUST ____, 2018. 19 ATKIN WINNER & SHERROD 20 21 22 Matthew J. Douglas Nevada Bar No. 11374 23 1117 South Rancho Drive Las Vegas, Nevada 89102 24 Attorneys for Intervenor 25 26 27 28 Page 1 of 9

NOTICE OF MOTION 1 ANY AND ALL PARTIES AND THEIR COUNSEL OF RECORD: YOU, AND EACH OF YOU, WILL PLEASE TAKE NOTICE that the undersigned will bring 2 the foregoing Motion to Intervene for hearing before the above-entitled Court on the <u>19th</u> day of 3 4 September ______, 2018, at the hour of ______.m. in the forenoon of said date, or as soon 5 6 thereafter as counsel can be heard. 7 DATED this 12 day of AVENST, 2018. ATKIN WINNER & SHERROD 8 9 10 Matthew Douglas, P SHERROD Nevada Bar No. 11371 117 South Rancho Drive 11 Las Vegas, Nevada 89102 NEVADA LAW FIRM Attorneys for Intervenor 12 13 ATKIN WINNER X-14 MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF 15 MOTION FOR INTERVENTION 16 I. 17 Introduction & Factual Background This action was originally filed back in 2007 in regard to an automobile accident that 18 19 occurred in July 2007 between Nalder and Lewis. Proposed Intervenor will not re-state the entire 20history as it is adequately set forth in Order Certifying a Second Question to the Nevada 21 Supreme Court by United States Court of Appeals for the Ninth Circuit, which was filed or 22 January 11, 2018. A copy of the Order certifying the second question of law is attached hereto a 23 Exhibit 'A.' Rather, the salient points are that Plaintiff's "amended judgment", entered recentl 24 in 2018, is premised on an original judgment which had been entered against Gary Lewis (25 26 27 28 Page 2 of 9

August 26, 2008. After obtaining the judgment, Counsel for Plaintiff¹ then filed an action against Mr. Lewis' insurer, United Automobile Insurance Company ("UAIC"), Proposed Intervenor herein. Despite the prohibition against direct actions against an insurer, Plaintiff failed to obtain 2 an assignment prior to filing that action against UAIC and, only later, during the litigation 3 4 obtained an assignment from Lewis. In any event, that action - on coverage for the 2008 judgment by Nalder against UAIC -5 6 has proceeded in the United States District Court for the District of Nevada and, the United 7 States Court of Appeals for the Ninth Circuit, since 2009. During the pendency of those appeals 8 it was observed that Plaintiff had failed to renew her 2008 judgment against Lewis pursuant to 9 Nevada law. Specifically, as this Court is aware, under N.R.S. 11.190(1)(a) the limitation for 10 action to execute on such a judgment would be six (6) years, unless renewed under N.R.S. 11 NEVADA LAW FIRM 17.214. Upon realizing the judgment had never been timely renewed, UAIC filed a Motion to 12 13 Dismiss the Appeal for Lack of Standing with the Ninth Circuit on March 14, 2017. On 14 December 27, 2017 the Ninth Circuit certified a second question to the Nevada Supreme Court – 15 16 specifically certifying the following question: "Under Nevada law, if a plaintiff has filed suit against an insurer seeking damages based on a 4 17 separate judgment against its insured, does the insurer's liability expire when the statute of limitations on the judgment runs, notwithstanding that the suit was filed within the six-year life 18 19 On February 23, 2018 the Nevada Supreme Court issued an order accepting this second certified 20 21 question and ordered Appellants to file their Opening brief within 30 days, or by March 26, 22 2018. A copy of the Order accepting the second certified question is attached hereto as Exhibi 23 'B.' In accepting the certified question, the Nevada Supreme Court rephrased the question a 24 25 26 follows: ¹ At that time, in 2008, Ms. Nalder was a minor so the judgment was entered in favor of her 27 through her Guardian Ad Litem and, father, James Nalder. 28 Page 3 of 9

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In an action against an insurer for breach of the duty to defend its insured, can the plaintiff continue to seek consequential damages in the amount of a default judgment obtained against the insured when the judgment against the insured was not renewed and the time for doing so expired while the action against the insurer was pending?

On August 2, Plaintiff (Appellant therein) filed her Opening Brief on this question and, UAIC has yet to file its Response Brief an, accordingly, the above-quoted question and, issue, remains pending before the Nevada Supreme Court.

Despite the above, in what appears to be a clear case of forum shopping, Plaintiff retained additional Counsel (Plaintiff's Counsel herein) who filed an ex parte Motion before this Court on March 22, 2018 seeking, innocently enough, to "amend" the 2008 expired judgment to be in the name of Cheyenne Nalder individually. A copy of the Ex Parte Motion is attached hereto as Exhibit 'C.' Thereafter, this Court obviously not having been informed of the above-noted Nevada Supreme Court case, entered the amended judgment and same was filed with a notice of entry on May 18, 2018. A copy of the filed Amended Judgment is attached hereto as Exhibit 'D.' Furthermore, Plaintiff then initiated a "new" action, under case no. A-18-772220- C^2 in a thinly veiled attempt to have this Court rule on issues pending before the Nevada Supreme Court and "fix" their expired judgment. This intent appears clearly evidenced by paragraph five (5) of Plaintiff's prayer for relief herein which states Plaintiff is seeking this Court to make "a declaration that the statute of limitations on the judgment on the judgment is still tolled as a result of Defendant's continued absence from the state." A copy of Plaintiff's Complaint for that action is attached hereto as Exhibit 'E." Plaintiff then apparently served Lewis and, on July 17, 22 23 2018, sent a letter to UAIC's counsel with a copy of a "three Day notice to Plead", and, as such, 24 threatening default of Lewis on this "new" action. A copy of Plaintiff's letter and three day 25 26 notice is attached hereto as Exhibit 'F.'

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² This case is also pending before this Court and UAIC has filed a Motion to intervene in that action as well and same is pending before this Court.

Upon learning of this "amended judgment" and "new" action and, given the United States 1 District Court's ruling that Gary Lewis is an insured under an *implied* UAIC policy for the loss 2 belying these judgments and, present action, UAIC immediately sought to engage counsel to 3 appear on Lewis' behalf in the present action. A copy of the Judgment of the U.S. District Court 4 finding coverage and implying an insurance policy is attached hereto as Exhibit 'G." Following 5 retained defense Counsel's attempts to communicate with Mr. Lewis to defend him in this action 6 7 and, potentially, vacate this improper amendment to an expired judgment - retained defense 8 counsel was sent a letter by Tommy Christensen, Esq. - the Counsel for Plaintiff judgment-9 creditor in the above-referenced action and appeal - stating in no uncertain terms that Counsel 10 could not communicate with Mr. Lewis, nor appear and defend him in this action and take action 11 NEVADA LAW FIRM to get relief from this amended judgment. A copy of Tommy Christensen's letter of August 13, 12 13 2018 is attached hereto as Exhibit 'H." Despite the apparent contradiction of counsel representing both the judgment-creditor and 14 15 judgment-debtor in the same action, it is also clear that Mr. Christensen's letter has caused the 16 need for UAIC to intervene in the present action and, this Motion follows. 17 18 TT. 19 ARGUMENT 20 A. The insurer UAIC must be permitted to intervene in this action because it has an interest to protect given UAIC's duty to defend LEWIS per the October 30, 2013 21 Order of the U.S. District court. 22 NRCP 24(a)(2) provides for the intervention of right under the following circumstances: 23 Upon timely application anyone shall be permitted to intervene an action: ... (2) 24 when the applicant claims an interest relating to the property or transaction which is the subject of the action and he is so situated that the disposition of the action 25 may as a practical matter impair or impede his ability to protect that interest, 26 unless the applicant's interest is adequately represented by existing parties. 27 The named Defendant LEWIS has been found to be an insured per the United States District 28

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Court Order under an implied policy of insurance with UAIC policy at the time of the accident underlying the judgments for which Plaintiff seeks relief or, may seek relief, in the present action. *Exhibit 'G."* When UAIC became informed of the amended judgment herein and attempted to retain counsel to defend LEWIS, UAIC was informed by Counsel for Plaintiff that he would not allow retained defense counsel to file any motion to defend LEWIS or vacate the amended judgment. *Exhibit "H."* Without the ability of retained defense counsel to appear and mount a defense on LEWIS' behalf, it is apparent that UAIC cannot provide him an effective defense in regards to this "amended" judgment. As long as UAIC is obligated to provide such a defense, and to potentially pay any judgment against LEWIS or pay fees resulting from enforcement of said judgmnent, UAIC's interests are clearly at stake in this action. Therefore, pursuant to NRCP 24(a)(2), UAIC should be allowed to intervene in this action.

Intervention is governed by NRCP 24 and NRS 12.130. Although strikingly similar, NRCP 24 requires "timely application" to intervene whereas NRS 12.130 merely requires intervention at the district court level. *Stephens v. First National Bank*, 64 Nev. 292, 182 P.2d 146 (1947). NRS 12.130(1)(c), however, specifically provides that intervention may be made as provided by the Nevada Rules of Civil Procedure. As such, given this mandate, the procedural rule will be specifically addressed in the instant Motion.

NRCP 24(a)(2) imposes four (4) requirements for the intervention of right: (1) the application must be timely; (2) it must show an interest in the subject matter of the action; (3) it must show that the protection of the interest may be impaired by the disposition of the action; and (4) it must show that the interest is not adequately represented by an existing party. *State Indus. Ins. Sys. v. Eighth Judicial Dist. Court*, 111 Nev. 28, 888 P.2d 911 (1995).³

^{27 &}lt;sup>3</sup> The Rule specifically reads: (a) Intervention of Right. Upon timely application anyone shall be permitted to intervene in an action: (1) when a statute confers an unconditional right to intervene; or (2) when the applicant claims an interest relating to the property or transaction which is the subject of the action and he is so situated that the disposition of the action may as a practical matter impair or impede his ability to protect that interest, unless the applicant's interest is adequately represented by existing

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parties.

When determining the timeliness of an application for intervention, it is not the length of the delay by the intervenor that is of primary importance, per se, but the extent of prejudice to the rights of existing parties resulting from the delay. *Lawler v. Ginochio*, 94 Nev. 623, 584 P.2d 667 (1978). This determination is, of course, within the sound discretion of the court. *Id*. Here, this amended judgment was just sought via *Ex parte* Motion in March 2018 and the amended judgment was only filed with Notice of Entry on May 18, 2018 and, accordingly, the six (6) month deadline to seek relief from same judgment under N.R.C.P. 60 has not expired. Moreover, Plaintiff has taken no further action to enforce this amended judgment and the matter has had no dispositive rulings; as such, UAIC'S intervention in the instant matter should be considered timely and no prejudice shall accrue to Plaintiff.

Furthermore, as outlined above, it is clear that UAIC's Petition meets the other three requirements for intervention as of right based upon the clear fact that UAIC has a significant interest in the action as the insurer for LEWIS under the aforenoted U.S. District Court Order. By dint of this fact UAIC could potentially be responsible for any damages LEWIS is found liable for – including the instant amended judgment. This substantial interest serves to satisfy the two remaining requirements as protection of the interest will be impaired by disposition of this amended judgment entered against LEWIS - without his ability to seek to vacate it on his own - would necessarily impair UAIC. Finally, that as there is currently no defendant defending this cause – UAIC's interest is not sufficiently protected.

Moreover, it also true that these very issues - the validity of the 2008 judgment against Lewis – are also at issue in a case involving UAIC before the Nevada Supreme Court, as set for above. The fact that Plaintiff has now sought to have this Court amend same 2008 judgment in a thinly veiled attempt to cure the expiration of the 2008 judgment not only would appear to (Cont.)

infringe upon issues before the Nevada Supreme Court and, Ninth Circuit, but also may directly affect UAIC's interests, adding further good cause to show UAIC is an interested third party 3 whom should be allowed to intervene.

The final requirement under N.R.C.P. 24(c) is that the Motion to intervene "shall be accompanied by a pleading setting forth the claim or defense for which intervention is sought. Accordingly, attached hereto as Exhibit "I", is a copy of UAIC's proposed responsive pleading to this action, a Motion for Relief from the Judgment pursuant to N.R.C.P. 60.

III.

CONCLUSION

Based on the foregoing, it is necessary for UAIC to intervene in this matter to protect its

interests and LEWIS'.

DATED this 12 day of AUGUST, 2018.

ATKIN WINNER & SHERROD

Matthew Douglas, Est Nevada Bar No. 1137 1117 S. Rancho Drive Las Vegas, Nevada 89102 Attorneys for UAIC

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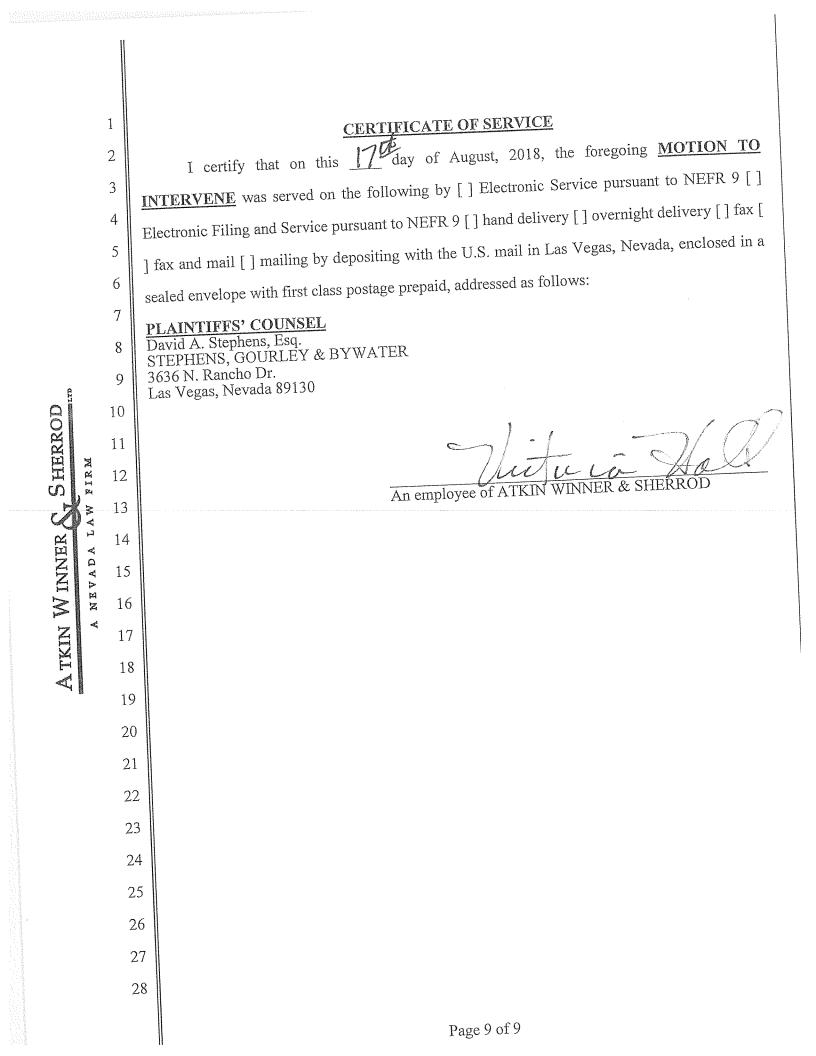


EXHIBIT "A"

JAN 11 2018

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FOR PUBLICATION

UNITED STATES COURT OF APPEALS FOR THE NINTH CIRCUIT

JAMES NALDER, Guardian Ad Litem on behalf of Cheyanne Nalder; GARY LEWIS, individually, *Plaintiffs-Appellants*, No. 13-17441

D.C. No. 2:09-cv-01348-RCJ-GWH

ORDER CERTIFYING QUESTION TO THE NEVADA SUPREME COURT

UNITED AUTOMOBILE INSURANCE COMPANY, Defendant-Appellee.

v.

Appeal from the United States District Court for the District of Nevada Robert Clive Jones, District Judge, Presiding

Argued and Submitted January 6, 2016 San Francisco, California

Filed December 27, 2017

Before: Diarmuid F. O'Scannlain and William A. Fletcher, Circuit Judges.*

* This case was submitted to a panel that included Judge Kozinski, who recently retired.



SUMMARY**

Certified Question to Nevada Supreme Court

The panel certified the following question of law to the Nevada Supreme Court:

Under Nevada law, if a plaintiff has filed suit against an insurer seeking damages based on a separate judgment against its insured, does the insurer's liability expire when the statute of limitations on the judgment runs, notwithstanding that the suit was filed within the six-year life of the judgment?

ORDER

Pursuant to Rule 5 of the Nevada Rules of Appellate. Procedure, we certify to the Nevada Supreme Court the question of law set forth in Part II of this order. The answer to this question may be determinative of the cause pending before this court, and there is no controlling precedent in the decisions of the Nevada Supreme Court or the Nevada Court of Appeals.

Further proceedings in this court are stayed pending receipt of an answer to the certified question. Submission remains withdrawn pending further order. The parties shall notify the Clerk of this court within one week after the

** This summary constitutes no part of the opinion of the court. It has been prepared by court staff for the convenience of the reader.

Nevada Supreme Court accepts or rejects the certified question, and again within one week after the Nevada Supreme Court renders its opinion.

I

Plaintiffs-appellants, James Nalder, guardian ad litem for Cheyanne Nalder, and Gary Lewis will be the appellants before the Nevada Supreme Court. Defendant-appellee, United Automobile Insurance Company ("UAIC"), a Florida corporation with its principal place of business in Florida, will be the respondent.

The names and addresses of counsel for the parties are as follows:

Thomas Christensen, Christensen Law Offices, LLC, 1000 South Valley View Boulevard, Las Vegas, Nevada 89107, and Dennis M. Prince, Eglet Prince, 400 South Seventh Street, Suite 400, Las Vegas, Nevada 89101, for appellants.

Thomas E. Winner, Susan M. Sherrod and Matthew J. Douglas, Atkin Winner & Sherrod, 1117 South Rancho Drive, Las Vegas, Nevada 89102, for respondent.

II

The question of law to be answered is:

Under Nevada law, if a plaintiff has filed suit against an insurer seeking damages based on a separate judgment against its insured, does the insurer's liability expire when the

statute of limitations on the judgment runs, notwithstanding that the suit was filed within the six-year life of the judgment?

The Nevada Supreme Court may rephrase the question as it deems necessary.

Ш

A

This is the second order in this case certifying a question to the Nevada Supreme Court. We recount the facts essentially as in the first order.

On July 8, 2007, Gary Lewis ran over Cheyanne Nalder. Lewis had taken out an auto insurance policy with UAIC, which was renewable on a monthly basis. Before the accident, Lewis had received a statement instructing him that his renewal payment was due by June 30, 2007. The statement also specified that "[t]o avoid lapse in coverage, payment must be received prior to expiration of your policy." The statement listed June 30, 2007, as the policy's effective date and July 31, 2007, as its expiration date. Lewis did not pay to renew his policy until July 10, 2007, two days after the accident.

James Nalder ("Nalder"), Cheyanne's father, made an offer to UAIC to settle her claim for \$15,000, the policy limit. UAIC rejected the offer, arguing Lewis was not covered at the time of the accident because he did not renew the policy by June 30. UAIC never informed Lewis that Nalder was willing to settle.

5

Nalder sued Lewis in Nevada state court and obtained a . \$3.5 million default judgment. Nalder and Lewis then filed the instant suit against UAIC in state court, which UAIC removed to federal court. Nalder and Lewis alleged breach of contract, breach of the implied covenant of good faith and fair dealing, bad faith, fraud, and breach of section 686A.310 of the Nevada Revised Statutes. UAIC moved for summary judgment on the basis that Lewis had no insurance coverage on the date of the accident. Nalder and Lewis argued that Lewis was covered on the date of the accident because the renewal notice was ambiguous as to when payment had to be received to avoid a lapse in coverage, and that this ambiguity had to be construed in favor of the insured. The district court found that the contract could not be reasonably interpreted in favor of Nalder and Lewis's argument and granted summary judgment in favor of UAIC.

We held that summary judgment "with respect to whether there was coverage" was improper because the "[p]laintiffs came forward with facts supporting their tenable legal position." *Nalder v. United Auto. Ins. Co.*, 500 F. App'x 701, 702 (9th Cir. 2012). But we affirmed "[t]he portion of the order granting summary judgment with respect to the [Nevada] statutory arguments." *Id.*

On remand, the district court granted partial summary judgment to each party. First, the court found the renewal statement ambiguous, so it construed this ambiguity against-UAIC by finding that Lewis was covered on the date of the accident. Second, the court found that UAIC did not act in bad faith because it had a reasonable basis to dispute coverage. Third, the court found that UAIC breached its duty to defend Lewis but awarded no damages "because [Lewis] did not incur any fees or costs in defending the underlying

action" as he took a default judgment. The court ordered UAIC "to pay Cheyanne Nalder the policy limits on Gary Lewis's implied insurance policy at the time of the accident." Nalder and Lewis appeal.

В

Nalder and Lewis claim on appeal that they should have been awarded consequential and compensatory damages resulting from the Nevada state court judgment because UAIC breached its duty to defend. Thus, assuming that UAIC did not act in bad faith but did breach its duty to defend Lewis, one question before us is how to calculate the damages that should be awarded. Nalder and Lewis claim they should have been awarded the amount of the default judgment (\$3.5 million) because, in their view, UAIC's failure to defend Lewis was the proximate cause of the judgment against him. The district court, however, denied damages because Lewis chose not to defend and thus incurred no attorneys' fees or costs. Because there was no clear state law and the district court's opinion in this case conflicted with another decision by the U.S. District Court for the District of Nevada on the question of whether liability for breach of the duty to defend included all losses consequential to an insurer's breach, we certified that question to the Nevada Supreme Court in an order dated June 1, 2016. In that order, we also stayed proceedings in this court pending resolution of the certified question by the Nevada Supreme Court.

After that certified question had been fully briefed before the Nevada Supreme Court, but before any ruling or oral argument, UAIC moved this court to dismiss the appeal for lack of standing. UAIC argues that the six-year life of the

default judgment had run and that the judgment had not been renewed, so the judgment is no longer enforceable. Therefore, UAIC contends, there are no longer any damages above the policy limit that Nalder and Lewis can seek because the judgment that forms the basis for those damages has lapsed. For that reason, UAIC argues that the issue on appeal is moot because there is no longer any basis to seek damages above the policy limit, which the district court already awarded.

In a notice filed June 13, 2017, the Nevada Supreme Court stayed consideration of the question already certified in this case until we ruled on the motion to dismiss now pending before us.

IV

In support of its motion to dismiss, UAIC argues that under Nev. Rev. Stat. § 11.190(1)(a), the six-year statute of limitations during which Nalder could enforce his default judgment against Lewis expired on August 26, 2014, and Nalder did not renew the judgment. Therefore, says UAIC, the default judgment has lapsed, and because it is no longer enforceable, it no longer constitutes an injury for which Lewis or Nalder may seek damages from UAIC.

In response, Nalder and Lewis do not contest that the sixyear period of the statute of limitations has passed and that they have failed to renew the judgment, but they argue that UAIC is wrong that the issue of consequential damages is mooted. First, they make a procedural argument that a lapse in the default judgment, if any, may affect the amount of damages but does not affect liability, so the issue is inappropriate to address on appeal before the district court

has evaluated the effect on damages. Second, they argue that their suit against UAIC is itself "an action upon" the default judgment under the terms of Nev. Rev. Stat: § 11.190(1)(a) and that because it was filed within the six-year life of the judgment it is timely. In support of this argument, they point out that UAIC has already paid out more than \$90,000 in this case, which, they say, acknowledges the validity of the underlying judgment and that this suit is an enforcement action upon it.

Neither side can point to Nevada law that definitively answers the question of whether plaintiffs may still recover consequential damages based on the default judgment when six years passed during the pendency of this suit. Nalder and Lewis reach into the annals of Nevada case law to find an opinion observing that at common law "a judgment creditor may enforce his judgment by the process of the court in. which he obtained it, or he may elect to use the judgment, as an original cause of action, and bring suit thereon, and prosecute such suit to final judgment." Mandlebaum v. Gregovich, 50 P. 849, 851 (Nev. 1897); see also Leven v. Frey, 168 P.3d 712, 715 (Nev. 2007) ("An action on a judgment or its renewal must be commenced within six years." (emphasis added)). They suggest they are doing just this, "us[ing] the judgment, as an original cause of action," to recover from UAIC. But that precedent does not resolve whether a suit against an insurer who was not a party to the default judgment is, under Nevada law, an "action on" that judgment.

UAIC does no better. It also points to *Leven* for the proposition that the Nevada Supreme Court has strictly construed the requirements to renew a judgment. *See Leven*, 168 P.3d at 719. Be that as it may, Nalder and Lewis do not

rely on any laxity in the renewal requirements and argue instead that the instant suit is itself a timely action upon the judgment that obviates any need for renewal. UAIC also points to Nev. Rev. Stat. § 21.010, which provides that "the party in whose favor judgment is given may, at any time before the judgment expires, obtain the issuance of a writ of execution for its enforcement as prescribed in this chapter. The writ ceases to be effective when the judgment expires." That provision, however, does not resolve this case because Nalder and Lewis are not enforcing a writ of execution, which is a direction to a sheriff to satisfy a judgment. *See* Nev. Rev. Stat. § 21.020.

Finally, apart from Nalder and Lewis's argument that it is inappropriate to address on appeal the effect of the statute of limitations on the size of damages they may collect, neither side squarely addresses whether the expiration of the judgment in fact reduces the consequential damages for UAIC's breach of the duty to defend. Does the judgment's expiration during the pendency of the suit reduce the consequential damages to zero as UAIC implies, or should the damages be calculated based on when the default judgment was still enforceable, as it was when the suit was initiated? Neither side provides Nevada law to answer the question, nor have we discovered it.

V

It appears to this court that there is no controlling precedent of the Nevada Supreme Court or the Nevada Court of Appeals with regard to the issue of Nevada law raised by the motion to dismiss. We thus request the Nevada Supreme Court accept and decide the certified question. "The written opinion of the [Nevada] Supreme Court stating the law

governing the question[] certified . . . shall be res judicata as to the parties." Nev. R. App. P. 5(h).

If the Nevada Supreme Court accepts this additional certified question, it may resolve the two certified questions in any order it sees fit, because Nalder and Lewis must prevail on both questions in order to recover consequential damages based on the default judgment for breach of the duty to defend.

The clerk of this court shall forward a copy of this order, under official seal, to the Nevada Supreme Court, along with copies of all briefs and excerpts of record that have been filed with this court.

IT IS SO ORDERED.

Respectfully submitted, Diarmuid F. O'Scannlain and William A. Fletcher, Circuit Judges.

Diarmuid F. O'Scannlain Circuit Judge

EXHIBIT "B"

IN THE SUPREME COURT OF THE STATE OF NEVADA

JAMES NALDER, GUARDIAN AD LITEM ON BEHALF OF CHEYANNE NALDER; AND GARY LEWIS, INDIVIDUALLY, Appellants, vs. UNITED AUTOMOBILE INSURANCE COMPANY, Respondent. No. 70504

FEB 2 3 2018 ELIZABETHA BROWN CLERK OF SUPPLEME COURT BY S. YOULAN DEPUTY CLERK

ORDER ACCEPTING SECOND CERTIFIED QUESTION AND DIRECTING SUPPLEMENTAL BRIEFING

The United States Ninth Circuit Court of Appeals previously

certified a legal question to this court under NRAP 5, asking us to answer the following question:

> Whether, under Nevada law, the liability of an insurer that has breached its duty to defend, but has not acted in bad faith, is capped at the policy limit plus any costs incurred by the insured in mounting a defense, or is the insurer liable for all losses consequential to the insurer's breach?

Because no clearly controlling Nevada precedent answers that legal question and the answer could determine part of the federal case, we accepted that certified question and directed the parties to file briefs addressing that question. After briefing had been completed, respondent United Automobile Insurance Company informed this court that it had filed a motion to dismiss in the federal case. We then stayed our consideration of the certified question because a decision by the Ninth Circuit granting the motion to dismiss would render the question before this court advisory.

SUPREME COURT OF Nevada The Ninth Circuit has now certified another legal question to this court under NRAP 5. The new question, which is related to the motion to dismiss pending in the Ninth Circuit, asks us to answer the following:

> Under Nevada law, if a plaintiff has filed suit against an insurer seeking damages based on a separate judgment against its insured, does the insurer's liability expire when the statute of limitations on the judgment runs, notwithstanding that the suit was filed within the six-year life of the judgment?

That question is focused on the insurer's liability, but elsewhere in the Ninth Circuit's certification order, it makes clear that the court is concerned with whether the plaintiff in this scenario can continue to seek the amount of the separate judgment against the insured as consequential damages caused by the insurer's breach of the duty to defend its insured when the separate judgment was not renewed as contemplated by NRS 11.190(1)(a) and NRS 17.214 during the pendency of the action against the insurer. We therefore choose to accept the Ninth Circuit's invitation to "rephrase the question as [we] deem necessary." Consistent with language that appears elsewhere in the certification order, we rephrase the question as follows:

> In an action against an insurer for breach of the duty to defend its insured, can the plaintiff continue to seek consequential damages in the amount of a default judgment obtained against the insured when the judgment against the insured was not renewed and the time for doing so expired while the action against the insurer was pending?

As no clearly controlling Nevada precedent answers this legal question and the answer may determine the federal case, we accept this certified question as rephrased. *See* NRAP 5(a); *Volvo Cars of N. Am., Inc. v. Ricci*, 122 Nev. 746, 749-51, 137 P.3d 1161, 1163-64 (2006).

SUPREME COURT OF NEVADA

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Appellants shall have 30 days from the date of this order to file and serve a supplemental opening brief. Respondent shall have 30 days from the date the supplemental opening brief is served to file and serve a supplemental answering brief. Appellants shall then have 20 days from the date the supplemental answering brief is served to file and serve any supplemental reply brief. The supplemental briefs shall be limited to addressing the second certified question and shall comply with NRAP 28, 28.2, 31(c), and 32. See NRAP 5(g)(2). To the extent that there are portions of the record that have not already been provided to this court and are necessary for this court to resolve the second certified question, the parties may submit a joint appendix containing those additional documents. See NRAP 5(d). Given the relationship between the two certified questions, we lift the stay as to the first certified question.

It is so ORDERED.¹

C.J. Douglas J.

Gibbons

Hardesty

J. Cherry

J. Pickering

J.

¹As the parties have already paid a filing fee when this court accepted the first certified question, no additional filing fee will be assessed at this time.

J.

The Honorable Ron D. Parraguirre, Justice, voluntarily recused himself from participation in the decision of this matter.

SUPREME COURT OF NEVADA

3.

cc:

Eglet Prince
Christensen Law Offices, LLC
Atkin Winner & Sherrod
Cole, Scott & Kissane, P.A.
Lewis Roca Rothgerber Christie LLP/Las Vegas
Pursiano Barry Bruce Lavelle, LLP
Laura Anne Foggan
Mark Andrew Boyle
Matthew L. Sharp, Ltd.
Clerk, United States Court of Appeals for the Ninth Circuit

SUPREME COURT OF NEVADA

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1.1.1.

EXHIBIT "C"

1	MTN		
2	David A. Stephens, Esq. Nevada Bar No. 00902		
3	STEPHENS, GOURLEY & BYWATER 3636 North Rancho Drive		
4	Las Vegas, Nevada 89130 Telephone: (702) 656-2355 Facsimile: (702) 656-2776		
5	Email: dstephens@sgblawfirm.com Attorney for Cheyenne Nalder		
6	DISTRICT COURT		
7	CLARK COUNTY, NEVADA		
8	07-A-\$49111		
9	CHEYENNE NALDER,) CASE NO.: -A549111		
10) DEPT NO.: XXIX Plaintiff,)		
11) VS.)		
12) GARY LEWIS,)		
13) Defendants.		
14	EX PARTE MOTION TO AMEND JUDGMENT IN THE NAME OF		
15	CHEYENNE NALDER, INDIVIDUALLY		
16			
17	Date: N/A		
18	. Time: N/A		
19	NOW COMES Cheyenne Nalder, by and through her attorneys at STEPHENS, GOURLEY		
20	& BYWATER and moves this court to enter judgment against Defendant, GARY LEWIS, in her		
21	name as she has now reached the age of majority. Judgment was entered in the name of the		
22	guardian ad litem. (See Exhibit 1) Pursuant to NRS 11.280 and NRS 11.300, Cheyenne now		
23	moves this court to issue the judgment in her name alone (See Exhibit 2) so that she may pursue		
24	collection of the same. Cheyenne turned 18 on April 4, 2016. In addition, Defendant Gary Lewis,		
25	has been absent from the State of Nevada since at least February 2010.		
26			
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28	/ / / /		

1	Therefore, Cheyenne Nalder hereby moves this court to enter the judgment in her name of	
2	\$3,500,000.00, with interest thereon at the legal rate from October 9, 2007, until paid in full.	
3	Dated this <u>19</u> day of March, 2018.	
4		
5	STEPHENS GOURLEY & BYWATER	
6		
7	Danis at	
8	David A. Stephens, Esq. Nevada Bar No. 00902	
9	3636 North Rancho Drive Las Vegas, Nevada 89130 Attorneys for Plaintiff	
10	Attorneys for Plaintiff	
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EXHIBIT "1"

18 ; 33		
1 2 3 4 5 6 7 8	JMT THOMAS CHRISTENSEN, ESQ., Nevada Bar #2326 DAVID F. SAMPSON, ESQ., Nevada Bar #6811 1000 S. Valley View Blvd. Las Vegas, Nevada 89107 (702) 870-1000 Attorney for Plaintiff, <u>DISTRICT COURT</u> <u>CLARK COUNTY, NEVADA</u>	
9 10 11 12	JAMES NALDER,) as Guardian ad Litem for) CHEYENNE NALDER, a minor.) Plaintiffs,)	
· 13	vs.) CASE NO: A549111) DEPT. NO: VI	
14 15 16	GARY LEWIS, and DOES I) through V, inclusive) Defendants.)	
17	JUDGMENT In this action the Defendant, GARY LEWIS, having been regularly served with the	
19 20	Summons and having failed to appear and answer the Plaintiff's complaint filed herein, the	
21 22	legal time for answering having expired, and no answer or demurrer having been filed, the Default of said Defendant, GARY LEWIS, in the premises, having been duly entered according	
23 24	to law; upon application of said Plaintiff, Judgment is hereby entered against said Defend	
25 26	follows:	
27 28	····	
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ين م ^{من} ÷ IT IS ORDERED THAT PLAINTIFF HAVE JUDGMENT AGAINST DEFENDANT in the sum of \$3,500,000.00, which consists of \$65,555.37 in medical expenses, and \$3,434,444.63 in pain, suffering, and disfigurement, with interest thereon at the legal rate from October 9, 2007, until paid in full. une DATED THIS _____ day of May, 2008. DISTRICT JUDGE Submitted by: CHRISTENSEN LAW OFFICES, LLC. BY: DAVID SAMPSON Nevada Bar #6811 1000 S. Valley View Las Vegas, Nevada 89107 Attorney for Plaintiff

EXHIBIT "2"

	JMT		
2	DAVID A. STEPHENS, ESQ.		-
3	Nevada Bar No. 00902 STEPHENS GOURLEY & BYWATER		:
	3636 North Rancho Dr Las Vegas, Nevada 89130		
. 5	Attorneys for Plaintiff		:
6	T: (702) 656-2355 F: (702) 656-2776		:
7	E: dstephens@sbglawfirm.com Attorney for Cheyenne Nalder		:
8	DISTRICT C	OURT	;
9			
10	CLARK COUNTY, NEVADA		
12	CHEYENNE NALDER,	CASE NO: A549111	
13	Plaintiff,	DEPT. NO: XXIX	
14			
15	GARY LEWIS,		
16	Defendant.		
17	AMENDED JUDGMENT		
IS			
19	In this action the Defendant, Gary Lewis, hav	ing been regularly served with the Summons	
20	and having failed to appear and answer the Plaintiff	's complaint filed herein, the legal time for	
21	answering having expired, and no answer or demurrer having been filed, the Default of said		• • •
22	Defendant, GARY LEWIS, in the premises, having been duly entered according to law; upon		
23-	application of said Plaintiff, Judgment is hereby entered against said Defendant as follows:		:.
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1 2 3 4 5 6 7	IT IS ORDERED THAT PLAINTIFF HAVE JUDGMENT AGAINST DEFENDANT in the sum of \$3,500,000.00, which consists of \$65,555.37 in medical expenses, and \$3,434,4444.63 in pain, suffering, and disfigurement, with interest thereon at the legal rate from October 9, 2007, until paid in full. DATED this day of March, 2018.	· ·
8		-
10	District Judge	:
16	District Judge	
12	Submitted by:	
13	STEPHENS GOURLEY & BYWATER	
14	DuhA	•
15	DAVID A. STEPHENS, ESQ. Nevada Bar No. 00902	
16	STEPHENS GOURLEY & BYWATER 3636 North Rancho Dr	
17	Las Vegas, Nevada 89130 Attorneys for Plaintiff	
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23 24		
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EXHIBIT "D"

1 2 3 4 5 6	NOE David A. Stephens, Esq. Nevada Bar No. 00902 Stephens & Bywater 3636 North Rancho Drive Las Vegas, Nevada 89130 Telephone: (702) 656-2355 Facsimile: (702) 656-2355 Facsimile: (702) 656-2776 Email: dstephens@sgblawfirm.com Attorney for Cheyenne Nalder	Electronically Filed 5/18/2018 3:37 PM Steven D. Grierson CLERK OF THE COURT	
7	DISTRICT	COURT	
8	CLARK COUN	ΓY, NEVADA	
9	CHEYENNE NALDER,)	
10	Plaintiff,) Case No. 07A549111	
11	VS.)) Dept. No. XXIX	
12	GARYLEWIS		
13	Defendant.	· · · · · · · · · · · · · · · · · · ·	
14			
15	NOTICE OF ENTRY OF AMENDED JUDGMENT		
16 17	NOTICE IS HEREBY GIVEN that on the 26 th day of March, 2018, the Honorable David M. Jones entered an AMENDED JUDGMENT , which was thereafter filed on March 28, 2018, in		
17			
19	the above entitled matter, a copy of which is attached Dated this day of May, 2018.		
20		HENS & BYWATER	
21			
22	David La A		
23	David A. Stephens, Esq.		
24	Nevada Bar No. 00902 3636 North Rancho Drive		
25	Las Vegas, Nevada 89130 Attorney for Brittany Wilson		
26			
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1	CERTIFICATE OF MAILING
2	I hereby certify that I am an employee of the law office of STEPHENS & BYWATER,
3	and that on the 18th day of May, 2018, I served a true copy of the foregoing NOTICE OF
4	ENTRY OF AMENDED JUDGMENT, by depositing the same in a sealed envelope upon
5	which first class postage was fully prepaid, and addressed as follows:
6	Gary Lewis
7	733 S. Minnesota Ave. Glendora, California 91740
8	m/Mildalain)
9	An employee of Stephens & Bywater
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1 2	JMT DAVID A. STEPHENS, ESQ.	Electronically Filed 3/28/2018 3:05 PM Steven D. Grierson CLERK OF THE COURT	
3	Nevada Bar No. 00902 STEPHENS GOURLEY & BYWATER	allow	
1	3636 North Rancho Dr Las Vegas, Nevada 89130		
5	Attorneys for Plaintiff		
6	T: (702) 656-2355 F: (702) 656-2776		
7	E: dstephens@sbglawfirm.com Attorney for Cheyenne Nalder		
8	DISTRICT C	COURT	
9	CLARK COUNTY, NEVADA		
10		, ,	
11		074549111	
12	CHEYENNE NALDER,	CASE NO: A 549111 DEPT. NO: XXIX	
13	Plaintiff, vs.		
	GARY LEWIS,		
15			
16	Defendant.		
17	AMENDED .	JUDGMENT	
18	In this action the Defendant, Gary Lewis, hav	ing been regularly served with the Summons	
10			
20	and having failed to appear and answer the Plaintiff's complaint filed herein, the legal time for		
21	answering having expired, and no answer or demurrer having been filed, the Default of said		
33	Defendant, GARY LEWIS, in the premises, having been duly entered according to law; upon		
23	application of said Plaintiff, Judgment is hereby entered against said Defendant as follows:		
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	JMT DAVID A. STEPHENS, ESQ. Nevada Bar No. 00902		1 - - -
۲۰,	STEPHENS GOURLEY & BYWATER		
- Linear	3636 North Rancho Dr Las Vegas, Nevada 89130		
5	Attorneys for Plaintiff T: (702) 656-2355		- - -
6	F: (702) 656-2776 E: dstephens@sbglawfirm.com		
7	Attorney for Cheyenne Nalder		•
8	DISTRICT COURT		:
9	CLARK COUNTY, NEVADA		•
10			
11	CHEYENNE NALDER,	67A549111 CASE NO: A549111 DEPT. NO: XXIX	
13	Plaintiff, vs.		
14	GARY LEWIS,		
10	Defendant.		
17	AMENDED	IUDGMENT	
18			
19	In this action the Defendant, Gary Lewis, hav	ing been regularly served with the Summons	•
20	and having failed to appear and answer the Plaintiff's complaint filed herein, the legal time for		
21	answering having expired, and no answer or demurrer having been filed, the Default of said		· ·
22	Defendant, GARY LEWIS, in the premises, having been duly entered according to law; upon		
23	application of said Plaintiff, Judgment is hereby entered against said Defendant as follows:		•
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]	IT IS ORDERED THAT PLAINTIFF HAVE JUDGMENT AGAINST DEFENDANT in the なろり、サイト、63 sum of \$3 500,000,00, which consists of \$65,555.37 in medical expenses, and \$ 3,434,4444.63	ne
2	sum of \$3,500,000.00, which consists of \$65,555.37 in medical expenses, and \$ 3,434,4444.63	
1,	in pain, suffering, and disfigurement, with interest thereon at the legal rate from October 9,	;
5	2007, until paid in full.	
6	DATED this 26 day of March, 2018.	
7		
8		
9		•
10	District Judge	
11	Submitted by:	
12 13	STEPHENS GOURLEY & BYWATER	
14	Darappe	· ·
15	DAVID A. STEPHENS, ESQ. Nevada Bar No. 00902	
16	STEPHENS GOURLEY & BYWATER 3636 North Rancho Dr	
17	Las Vegas, Nevada 89130 Attorneys for Plaintiff	
18	Attorneys for Franklin	
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EXHIBIT "E"

		Electronically Filed 4/3/2018 3:07 PM Steven D. Grierson CLERK OF THE COURT	
1	COMP David A. Stephens, Esq.	(Danso, manufor	
2	Nevada Bar No. 00902 STEPHENS, GOURLEY & BYWATER 3636 North Rancho Drive		
3	Las Vegas, Nevada 89130 Telephone: (702) 656-2355		
5	Facsimile: (702) 656-2776 Email: dstephens@sgblawfirm.com Attorney for Cheyenne Nalder		
6	· -	TRICT COURT	
7	CLARK COUNTY, NEVADA		
8			
9	CHEYENNE NALDER,) CASENO.: A 54911 A-18-772220-C	
10	Plaintiff,) DEPT NO.: XXIX Department 29	
11	vs.		
12	GARY LEWIS and DOES I through V,		
13	inclusive,	·) · · · · · · · · · · · · · · · · · ·	
14	Defendants.		
15	C	OMPLAINT	
16 17		Date: n/a Time: n/a	
18	COMES NOW the Plaintiff. CHEYF		
	COMES NOW the Plaintiff, CHEYENNE NALDER, by and through Plaintiff's attorney, DAVID A. STEPHENS, ESQ., of STEPHENS & BYWATER, and for a cause of action against the		
20	Defendants, and each of them, alleges as follows:		
21	1. Upon information and belief, that at the time of the injury the Defendant, GARY		
	LEWIS, was a resident of Las Vegas, Clark County, Nevada, and that on or about December 2008		
23	GARY LEWIS moved out of state and has not been present or resided in the jurisdiction since that		
24	time.		
25		NALDER, was at the time of the accident, a resident of	
26	the County of Clark, State of Nevada		
27	3. That the true names or capacities, whether individual, corporate, associate or		
28		through V, inclusive, are unknown to Plaintiff, who	
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therefore sues said Defendant by such fictitious names. Plaintiff is informed and believes and
 thereon alleges that each of the Defendants designated herein as DOE is responsible in some
 manner for the events and happenings referred to and caused damages proximately to Plaintiff as
 herein alleged, and that Plaintiff will ask leave of this Court to amend this Complaint to insert the
 true names and capacities of DOES I through V, when the names have been ascertained, and to join
 such Defendants in this action.

4. Upon information and belief, Defendant, Gary Lewis, was the owner and operator of
a certain 1996 Chevy Pickup (hereafter referred as "Defendant vehicle") at all times relevant to this
action.

5. On the 8th day of July, 2007, Defendant, Gary Lewis, was operating the Defendant's
 vehicle on private property located in Lincoln County, Nevada; that Plaintiff, Cheyenne Nalder,
 was playing on the private property; that Defendant, did carelessly and negligently operate
 Defendant's vehicle so to strike the Plaintiff, Cheyenne Nalder, and that as a direct and proximate
 result of the aforesaid negligence of Defendant, Gary Lewis, and each of the Defendants, Plaintiff,
 Cheyenne Nalder, sustained the grievous and serious personal injuries and damages as hereinafter
 more particularly alleged.

6. At the time of the accident herein complained of, and immediately prior thereto,
Defendant, Gary Lewis, in breaching a duty owed to Plaintiffs, was negligent and careless, inter
alia, in the following particulars:

A. In failing to keep Defendant's vehicle under proper control;

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B. In operating Defendant's vehicle without due care for the rights of the Plaintiff;

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C. In failing to keep a proper lookout for plaintiffs

D. The Defendant violated certain Nevada Revised Statutes and Clark County Ordinances,
and the Plaintiff will pray leave of Court to insert the exact statutes or ordinances at the time of
trial.

7. By reason of the premises, and as a direct and proximate result of the aforesaid
negligence and carelessness of Defendants, and each of them, Plaintiff, Cheyenne Nalder, sustained
a broken leg and was otherwise injured in and about her neck, back, legs, arms, organs, and

-2-

systems, and was otherwise injured and caused to suffer great pain of body and mind, and all or
 some of the same is chronic and may be permanent and disabling, all to her damage in an amount in
 excess of \$10,000.00

8. By reason of the premises, and as a direct and proximate result of the aforesaid
negligence and carelessness of the Defendants, and each of them, Plaintiff, Cheyenne Nalder, has
been caused to expend monies for medical and miscellaneous expenses as of this time in excess of
\$41,851.89, and will in the future be caused to expend additional monies for medical expenses and
miscellaneous expenses incidental thereto, in a sum not yet presently ascertainable, and leave of
Court will be requested to include said additional damages when the same have been fully
determined.

Prior to the injuries complained of herein, Plaintiff, Cheyenne Nalder, was an able-9. 11 bodied female, capable of being gainfully employed and capable of engaging in all other activities 12 for which Plaintiff was otherwise suited. By reason of the premises, and as a direct and proximate 13 result of the negligence of the said Defendants, and each of them, Plaintiff, Cheyenne Nalder, was 14 caused to be disabled and limited and restricted in her occupations and activities, and/or suffered a 15 diminution of Plaintiff's earning capacity and future loss of wages, all to her damage in a sum not 16 yet presently ascertainable, the allegations of which Plaintiff prays leave of Court to insert here 17 when the same shall be fully determined. 18

19 10. That James Nalder as guardian ad litem for Plaintiff, Cheyenne Nalder, obtained20 judgment against Gary Lewis.

11. That the judgment is to bear interest at the legal rate from October 9, 2007 until paid infull.

12. That during Cheyenne Nalder's minority which ended on April 4, 2016 all statutes of
24 limitations were tolled.

13. That during Gary Lewis' absence from the state of Nevada all statutes of limitationshave been tolled and remain tolled.

14. That the only payment made on the judgment was \$15,000.00 paid by Lewis's insurer
on February 5, 2015. This payment extends any statute of limitation.

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1	15. After reaching the age of majority an amended judgment was entered in Cheyenne		
2	Nalder's name.		
3	16. Plaintiff, in the alternative, now brings this action on the judgment to obtain a judgment		
4	against Gary Lewis including the full damages assessed in the original judgment plus interest and		
5	minus the one payment made.		
6	17. In the alternative Plaintiff requests declaratory relief regarding when the statutes of		
7	limitations on the judgments expire.		
8	18. Plaintiff has been required to retain the law firm of STEPHENS & BYWATER to		
9	prosecute this action, and is entitled to a reasonable attorney's fee.		
10	CLAIM FOR RELIEF;		
11	1. General damages in an amount in excess of \$10,000.00;		
12	2. Special damages for medical and miscellaneous expenses in excess of \$41,851.89, plus		
13	future medical expenses and the miscellaneous expenses incidental thereto in a presently		
14	unascertainable amount;		
15	3. Special damages for loss of wages in an amount not yet ascertained an/or diminution of		
16	Plaintiff's earning capacity, plus possible future loss of earning and/or diminution of Plaintiff's		
17	earning capacity in a presently unascertainable amount;		
18	4. Judgment in the amount of \$3,500,000 plus interest through April 3, 2018 of		
19	\$2,112,669.52 minus \$15,000.00 paid for a total judgment of \$5,597,669.52.		
20	5. A declaration that the statute of limitations on the judgment is still tolled as a result of		
21	the Defendant's continued absence from the state.		
22	4. Costs of this suit;		
23	5. Attorney's fees; and		
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1	6. For such other and further relief as to the Court may seem just and proper in the	
2	premises.	
3	DATED this 3 rd day of April, 2018.	
4	STEPHENS GOURLEY & BYWATER	
5		
6	/s David A. Stephens	
7	David A. Stephens, Esq. Nevada Bar No. 00902	
8	/s David A. Stephens David A. Stephens, Esq. Nevada Bar No. 00902 3636 North Rancho Drive Las Vegas, Nevada 89130 Attorneys for Plaintiff	
9	Attorneys for Plaintiff	
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EXHIBIT "F"

STEPHENS & BYWATER, P.C.

ATTORNEYS AT LAW

David A. Stephens email: dstephens@sgblawfirm.com

Gordon E. Bywater email: gbywater@sgblawfirm.com

July 17, 2018

VIA REGULAR U.S. MAIL Thomas E. Winner, Esq. Atkin Winner & Sherrod 1117 S. Rancho Drive Las Vegas, Nevada 89102

RE: Cheyenne Nalder vs. Gary Lewis

Dear Tom:

I am enclosing with this letter a Three Day Notice to Plead which I filed in the above entitled matter.

I recognize that you have not appeared in this matter. I served Mr. Lewis some time ago and he has never filed an answer. Thus, as a courtesy to you, who I understand to be representing Mr. Lewis in related cases, I am providing this Three Day Notice to you in addition to Mr. Lewis.

l appreciate your consideration.

Sincerely,

STEPHENS & BYWATER

Dh.

David A. Stephens, Esq.

DAS:mlg enclosure



3636 N. Rancho Drive, Las Vegas, Nevada 89130 Telephone: (702) 656-2355 | Facsimile: (702) 656-2776 Website: <u>www.sgblawfirm.com</u>

2 3 4 5	 David À. Stéphens, Esq. Nevada Bar No. 00902 STEPHENS, GOURLEY & BYWATER 3636 North Rancho Drive Las Vegas, Nevada 89130 Telephone: (702) 656-2355 Facsimile: (702) 656-2776 Email: dstephens@sgblawfirm.com Attorney for Cheyenne Nalder 	Electronically Filed 7/18/2018 3:54 PM Steven D. Grierson CLERK OF THE COURT
6	DISTRICT COURT	
7	CLARK COUNTY, NEVA	DA
8).: A-18-772220-C
9)	
10 11	Plaintiff,	
12	vs.)	
GARY LEWIS and DOES I through V,) 13 inclusive,)		
14	4 Defendants.	
15	5 THREE DAY NOTICE TO P	LEAD
16	11	
17		
18	8 To: Gary Lewis, Defendant	
19	9 PLEASE TAKE NOTICE that the Plaintiff intends to t	ake a default and default judgment
20	0 against you if you have not answered or otherwise filed a respo	onse of pleading within three (3) days
21	1 of the date of this notice.	
22	2 Dated this 17 day of July 2018.	
23	3	
24	4 Dail	hA -
25	5 David A. Nevada R	Stephens, Esq. ar No. 00902
26	6 Stephens	Gourley & Bywater Lancho Drive
27	7 Las Vegas Attorney	for Plaintiff
28	8	

	1	CERTIFICATE OF MAILING		
	2	I hereby certify that service of this THREE DAY NOTICE TO PLEAD was made this $\frac{1}{2}$		
	3	day of July, 2018, by depositing a copy thereof in the U.S. Mail, first class postage prepaid,		
4 addressed to:				
	5	Gary Lewis Thom 733 Minnesota Avenue Atkin	as E. Winner, Esq. Winner Shorrod	
	6	Glendora, CA 91740 1117	S. Rancho Drive egas, NV 89102	
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	8		NOD MI ata i	
	9		An Employee of	
	10		Stephens Gourley & Bywater	
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EXHIBIT "G"

Case 2:09-cv-01348-RCJ-GWF Document 103 Filed 10/30/13 Page 1 of 1

AO450 (Rev. 5/85) Judgment in a Civil Case

UNITED STATES DISTRICT COURT

		DISTRICT OF	Nevada
Nalder et al.,		0	
	Plaintiffs,		JUDGMENT IN A CIVIL CASE

V.

United Automobile Insurance Company,

Case Number: 2:09-cv-01348-RCJ-GWF

Defendant.

- **Jury Verdict.** This action came before the Court for a trial by jury. The issues have been tried and the jury has rendered its verdict.
- **Decision by Court.** This action came to trial or hearing before the Court. The issues have been tried or heard and a decision has been rendered.
- **Notice of Acceptance with Offer of Judgment.** A notice of acceptance with offer of judgment has been filed in this case.

IT IS ORDERED AND ADJUDGED

The Court grants summary judgment in favor of Nalder and finds that the insurance renewal statement contained an ambiguity and, thus, the statement is construed in favor of coverage during the time of the accident. The Court denies summary judgment on Nalder's remaining bad-faith claims.

The Court grants summary judgment on all extra-contractual claims and/or bad faith claims in favor of Defendant. The Court directs Defendant to pay Cheyanne Nalder the policy limits on Gary Lewis's implied insurance policy at the time of the accident.

October 30, 2013

/s/ Lance S. Wilson

Clerk

/s/ Summer Rivera

(By) Deputy Clerk

Date

EXHIBIT "H"

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August 13, 2018

Stephen H. Rogers, Esq. ROGERS, MASTRANGELO, CARVALHO & MITCHELL 700 S. Third Street Las Vegas, Nevada 89101 VIA Fax: (702)384-1460 Email: srogers@rmcmlaw.com

Re: Gary Lewis

Dear Stephen:

I am in receipt of your letter dated Friday, August 10, 2018. I was disappointed that you have chosen to disregard my request that you communicate with me and not directly with my client. You say you have "been retained to defend Mr. Lewis with regard to Ms. Nalder's 2018 actions." Would you be so kind as to provide me with all communications written or verbal or notes of communications you have had with UAIC, their attorneys and/or Mr. Lewis from your first contact regarding this matter to the present?

Please confirm that UAIC seeks now to honor the insurance contract with Mr. Lewis and provide a defense for him and pay any judgment that may result? This is the first indication I am aware of where UAIC seeks to defend Mr. Lewis. I repeat, please do not take any actions, including requesting more time or filing anything on behalf of Mr. Lewis without first getting authority from Mr. Lewis through me. Please only communicate through this office with Mr. Lewis. If you have already filed something or requested an extension without written authority from Mr. Lewis, he requests that you immediately reverse that action. Please also only communicate with UAIC that any attempt by them to hire any other attorneys to take action on behalf of Mr. Lewis must include notice to those attorneys that they must first get Mr. Lewis' consent through my office before taking any action including requesting extensions of time or filing any pleadings on his behalf.

Regarding your statement that Mr. Lewis would not be any worse off if you should lose your motions. That is not correct. We agree that the validity of the judgment is unimportant at this stage of the claims handling case. UAIC, however, is arguing that Mr. Lewis' claims handling case should be dismissed because they claim the judgment is not valid. If you interpose an insufficient improper defense that delays the inevitable entry of judgment against Mr. Lewis and the Ninth Circuit dismisses the appeal then Mr. Lewis will have a judgment against him and no claim against UAIC. In addition, you will cause additional damages and expense to both parties for which, ultimately, Mr. Lewis would be responsible.



Could you be mistaken about your statement that "the original Judgment expired and cannot be revived?" I will ask your comment on just one legal concept -- Mr. Lewis' absence from the state. There are others but this one is sufficient on its own. There are three statutes applicable to this narrow issue: NRS 11.190; NRS 11.300 and NRS 17.214.

NRS 11,190 Periods of limitation. ... actions .. may only be commenced as follows:

1. Within 6 years:

(a) ... an action upon a judgment or decree of any court of the United States, or of any state or territory within the United States, or the renewal thereof.

NRS 11.300 Absence from State suspends running of statute. If, ... after the cause of action shall have accrued the person (defendant) departs from the State, the time of the absence shall not be part of the time prescribed for the commencement of the action.

NRS 17.214 Filing and contents of affidavit; recording affidavit; notice to judgment debtor; successive affidavits.

1. A judgment creditor or a judgment creditor's successor in interest may renew a judgment which has not been paid by:

(a) Filing an affidavit with the clerk of the court where the judgment is entered and docketed, within 90 days before the date the judgment expires by limitation.

These statutes make it clear that both an action on the judgment or an optional renewal is still available through today because Mr. Lewis has been in California since late 2008. If you have case law from Nevada contrary to the clear language of these statutes please share it with me so that I may review it and discuss it with my client.

Your prompt attention is appreciated. Mr. Lewis does not wish you to file any motions until and unless he is convinced that they will benefit Mr. Lewis -- not harm him and benefit UAIC. Mr. Lewis would like all your communications to go through my office. He does not wish to have you copy him on correspondence with my office. Please do not communicate directly with Mr. Lewis.

Very truly yours,

Tommy Christensen CHRISTENSEN LAW OFFICE, LLC

EXHIBIT "I"

A TKIN W INNER SHERROD A NEVADA LAW FIRM	1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20	CLARK COL CHEYANNE NALDER, Plaintiff, vs. GARY LEWIS and DOES I through V, inclusive, Defendants, UNITED AUTOMOBILE INSURANCE COMPANY, Intervenor. COMES NOW, UNITED AUTOMO referred to as "UAIC"), by and through its att and hereby brings its Motion for Relief from J	AL DISTRICT COURT INTY, NEVADA CASE NO.: A-18-772220-C DEPT. NO.: XXIX UAIC'S MOTION FOR RELIEF FROM JUDGMENT PURSUANT TO NRCP 60 OBILE INSURANCE COMPANY (hereinafter orney of record, ATKIN WINNER & SHERROD udgment Pursuant to NRCP 60(b), asking that this
V		and hereby brings its Motion for Relief from Judgment Pursuant to NRCP 60(b), asking that this	
	20	Court declare as void the Amended Judgr	nent entered on March 28, 2018, because the
	21	underlying Judgment expired on 2014 and is sr	not capable of being revived.
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MEMORANDUM OF POINTS AND AUTHORITIES

I.

INTRODUCTION

This Court made a mistake of law based on incomplete/incorrect facts presented in and Ex Parte Motion to Amended Judgment, when entering the Oder granting the Motion on March 28, 2018. The judgment which Plaintiff, Cheyenne Nalder ("Cheyenne") moved to amend was entered on June 3, 2008. The judgment creditor, Cheyenne's guardian ad litem, James Nalder, did not renew the Judgment as required By Nevada Law before it expired on June 3, 2014, six (6) years after it was entered.

The Amended Judgment ostensibly revived the expired Judgment, despite the fact that Cheyenne presented this Court with no legal support for such revival. Cheyenne's Motion proposes that tolling provisions applicable to causes of action are also applicable to the deadlines to renew judgments. However, none of the authority cited in her Motion supports misappropriating tolling provisions applicable to certain causes of action to extend the time to renew a judgment, nor does any other authority. Pursuant to NRCP 60, the Court should declare that the Amended Judgment is void and that the original judgment has expired, and therefore is not enforceable.

II.

STATEMENT OF FACTS

This case involves a July 8, 2007 accident, Cheyenne Nalder, ("Cheyenne") who was
then a minor, alleged injuries. On October 9, 2007, Cheyenne's guardian ad litem, James Nalder,
filed a Complaint against Gary Lewis ("Lewis"). See Complaint attached hereto as Exhibit "A."
Lewis did not respond to the Complaint and a default was taken against him. *Id*. On June
3, 2008.¹ a judgment was entered against him in the amount of \$3.5 million. See Judgment

¹ Judgments are entered when filed, not when a Notice of Entry is made. NRCP 58(c).

attached hereto as Exhibit "B". James Nalder as guardian ad litem for Cheyenne was the judgment creditor. Id. NRS 11.190(1)(a) provides that a judgment expires in six (6) years, unless it is timely renewed. As such, the Judgment expired on June 3, 2014.

On March 22, 2018 nearly 10 years after the Judgment was entered, and nearly four (4) years after it expired, Cheyenne filed an "Ex Parte Motion to Amend Judgment in the Name of Chevenne Nalder, Individually" ("Ex Parte Motion") in her personal injury case, Case No. A-07-54911-C. Her Motion did not advise the Court that the Judgment she sought to amend had expired. Rather, it cited two statutes, NRS 11280 and 11.300, without explaining why they were applicable to her request, and asked the Court to amend the Judgment to be in her name alone. In short, the Court was not put on notice that it was being asked to ostensibly revive an expired judgment.

With an incomplete account of the issues presented, the Court granted Cheyenne's Ex Parte Motion and issued an Amended Judgment on March 28, 2018. See Exhibit "C."

As the judgment had expired and an Amended Judgment could not be issued to revive it. Lewis brings the instant Motion pursuant to NRCP 60(b), to avoid the Amended Judgment and declare that the original Judgment has expired.

III.

ARGUMENT

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NEVADA LAW FIRM

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A. The Judgment Expired on June 3, 2014

Nevada law provides that the statute of limitations for execution upon a judgment is six(6) years. NRS 11.190(1)(b). The judgment creditor may renew a judgment (and therefore the statute 24 25 of limitation) for an additional six years by following the procedure mandated by NRS 17.214. 26 The mandated procedures were not followed. Therefore the judgment expired.

NRS 17.214(1)(a) sets forth the procedure that must ne followed to renew a judgment. A document titled "Affidavit of Renewal" containing specific information outlined in the statute must be filed with the clerk of the court where the judgment is filed within 90 days before the date the judgment expires. Here, the Affidavit of Renewal was required to be filed by March 5, 2014. No such Affidavit of Renewal was filed by James Nalder, the judgement creditor. Cheyenne was still a minor on March 5, 2014. The Affidavit of Renewal must also be recorded if the original judgment was recorded, and the judgment debtor must be served. No evidence of recordation (if such was required) or service on Lewis is present in the record.

The Nevada Supreme Court, in *Leven v Frey*, 123 Nev.399,168 P.3d 712 (2007), held that judgment creditors must strictly comply with the procedure set forth in NRS 17.214 in order to validly renew a judgment. *Id.* At 405-408, 168 P.3d 717-719. There is no question that neither Cheyenne nor her guardian ad litem did so. Therefore the Judgment expired.

1. The deadline to renew the Judgment was not tolled by any statute or rule

In her Ex Parte Motion, Cheyenne suggested that the deadlines mandated by NRS 17.214 were somehow extended because certain statutes of information can be tolled for causes of action under some circumstances. No such tolling applies to renewal of a judgment because renewal of a judgment is not a cause of action.

The introduction to NRS 11.090, the statute of limitation law, states that it applies to: "...actions other than those from the recovery of real property, unless further limited by specific statute..." The list which follows includes various causes of action for which suit can be brought. Nowhere in the list is renewing a judgment defined as or analogized to a cause of action.

The Nevada Supreme Court has held that actions to enforce a judgment fall under the six year "catch all" provision of NRS 11.090(1)(a). *Leven* at 403, 168 P.3d at 715 ("An action on a judgment or its renewal must be commenced within six years under NRS 11.190 (1) (a); thus a judgment expires by limitation in six years"). In summary, neither statute, NRS 11.190 nor NRS 17.214, provides for any tolling of the time period to renew a judgment.

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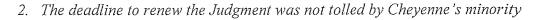
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Setting aside the fact that the deadline to renew a judgment is not an action to which statutes of limitation/tolling apply, Cheyenne's proposition that the deadlines set forth in NRS 17.214 were tolled by her minority are inapt for a few reasons. First, the tolling statute cited by Cheyenne, NRS 11.280, does not universally toll all statutes of limitations while a plaintiff is a minor. Rather, it is expressly limited to actions involving sales of probate estates.

Legal disability prevents running of statute. NRS 11.260 and 11.270 shall not apply to minors or others under any legal disability to sue at the time when the right of action first accrues, but all such persons may commence an action at any time within 1 year after the removal of the disability.

Emphasis added. NRS 11.260 applies to actions to recover an estate sold by a guardian. NRS 11.270 applies to actions to recover estates sold by an executor or administrator. Neither of those causes of action are at issue here. Therefore, NRS 11.260 would not authorize tolling the deadline for the renewal of a judgment while a judgment creditor was a minor. This statute would not apply in any instance because the judgment creditor, James, was not a minor, and so did not have a legal disability.

On March 5, 2014, the deadline to file the Affidavit of Renewal, Cheyenne was still a minor. The judgment creditor was her guardian ad litem James Nalder. It was James Nalder, not Chevenne, who had the responsibility to file the Affidavit of Renewal by the March 5, 2014 deadline. The fact that Cheyenne, the real party in interest was a minor is not legally relevant. As Cheyenne was not the judgment creditor at any time prior to the date of the issuance of the Amended Judgment, anyone looking at the Judgment would believe that it expired on June 4, 2014, since there was no Affidavit of Renewal filed. If Cheyenne's apparent argument were given credence, either the judgment never expired, because she was the real party in interest and was a minor at the time, the Judgment would have otherwise expired, or the judgment did expire

but was revived upon her reaching the age of majority. To adopt this proposition would frustrate

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the certainty NRS 17.214 was enacted to promote - the reliability of the title to real property.

If tolling of deadlines to amend judgments were sanctioned, title to real property owned by anyone who had ever been a judgment debtor would be clouded, as a title examiner would not know whether a judgment issued more that six years prior had expired pursuant to statute, or was still valid, or could be revived when a real party in interest who was a minor reached the age of majority. As the court held in *Leven*, one of the primary reasons for the need to strictly comply with NRS 17.214's recordation requirement is to "procure reliability of the title searches for both creditors and debtors since any lien on real property created when a judgment is recorded continues upon that judgment's proper renewal." *Id.* At 408-409, 168 P.3d 712, 719. Compliance with the notice requirement of NRS 17.124 is important to preserve the due process rights of the judgment debtor. *Id.* If a judgment debtor is not provided with notice of the renewal of a Judgment, he may believe that the judgment has expired and he need take no further action to defend himself against execution.

3. Lewis' residency in California did not toll the deadline to renew the Judgment

Cheyenne's Ex Parte Motion next cites NRS 11.3000, which provides "If, when the cause of action shall accrue against a person, the person is out of State, the action may be commenced within the time herein limited after the person's return to the State; and if after the cause of action shall have accrued the person departs from the State, the time of the absence shall not be part of the time prescribed for the commencement of the action." Cheyenne's argument that the deadline to renew the Judgment are tolled by NRS 11.300 fails because, again renewing a judgment is not a cause of action. As the Supreme Court of North Dakota, a state with similar statutes to Nevada regarding judgments, held in *F/S Manufacturing v Kensmore*, 789 N.W.2d 853 (N.D. 2011), "Because the statutory procedure for renewal by affidavit is not a separate action to renew the judgment, the specific time period[provided to renew] cannot be tolled under [the equivalent to NRS 11.300] based on a judgment debtor's absence for the state." *Id.* At 858.

In addition, applying Cheyenne's argument that the time to renew a judgment was tolled because of the judgment debtor's absence from Nevada would have a similarly negative impact on the ability for property owners to obtain clear title to their property. Nothing on a judgment would reflect whether a judgment debtor was outside of the state and a facially expired judgment was still valid. Therefore, essentially, a responsible title examiner would have to list any judgment that had ever been entered against a property owner on the title insurance policy, because he could not be sure the judgments older that six years for which no affidavit of renewal had been filed were expired or the expiration was tolled.

B. The Court made an Error of Law, Likely Based on Mistake of Fact, When it Granted the Ex Parte Motion to Amend Judgment

NRCP 60(b) allows this Court to relieve a party from a final judgment due to mistake (NRCP 60(b)(1) or because a judgment is void (NRCP 60(b)(4). Both of these provisions apply.

1. The Court mad a mistake of law when it granted the Amended Judgment

Because the Ex Parte Motion was ex parte, it was not served on Lewis nor did he have an opportunity to make the Court aware that the Judgment had already expired on its own terms, and that Cheyenne's position that the deadline to renew the judgment was tolled was inapt. The Ex Parte Motion did not advise the Court that the Judgment had expired in 2014 and had not been properly renewed. Had the court been fully apprised of the facts, it likely would not have granted the Ex Parte Motion. Since the Amended Judgment was entered on March 28, 2018, and the Notice of Entry not filed until May 18, 2018, a motion to set aside the amended judgment on the basis of mistake is timely as it is made within six months of the entry of the judgment. Accordingly, this Motion is timely and this Court should rectify the mistake and void the Amended Judgment in accordance with NRCP 60(b)(1).

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2. The Amended Judgment is void.

As demonstrated above, the Judgment expired. It was not renewed. There is no legal or equitable basis for the Court to revive it. The six-month deadline does not apply to requests for relief from a judgment because the judgment is void. Therefore, the instant motion is timely. The Amended Judgment is void and, pursuant to NRCP 60(b)(4) this Court should declare it void and unenforceable.

IV.

CONCLUSION

Since the Judgment expired in 2014, the Amended Judgment should not have been issued. It should be voided, and the Court should declare that the Judgment has expired.

DATED this _____ day of _____, 2018.

ATKIN WINNER & SHERROD

Matthew Douglas, Esq. Nevada Bar No. 11371 1117 S. Rancho Drive Las Vegas, Nevada 89102 *Attorneys for UAIC*

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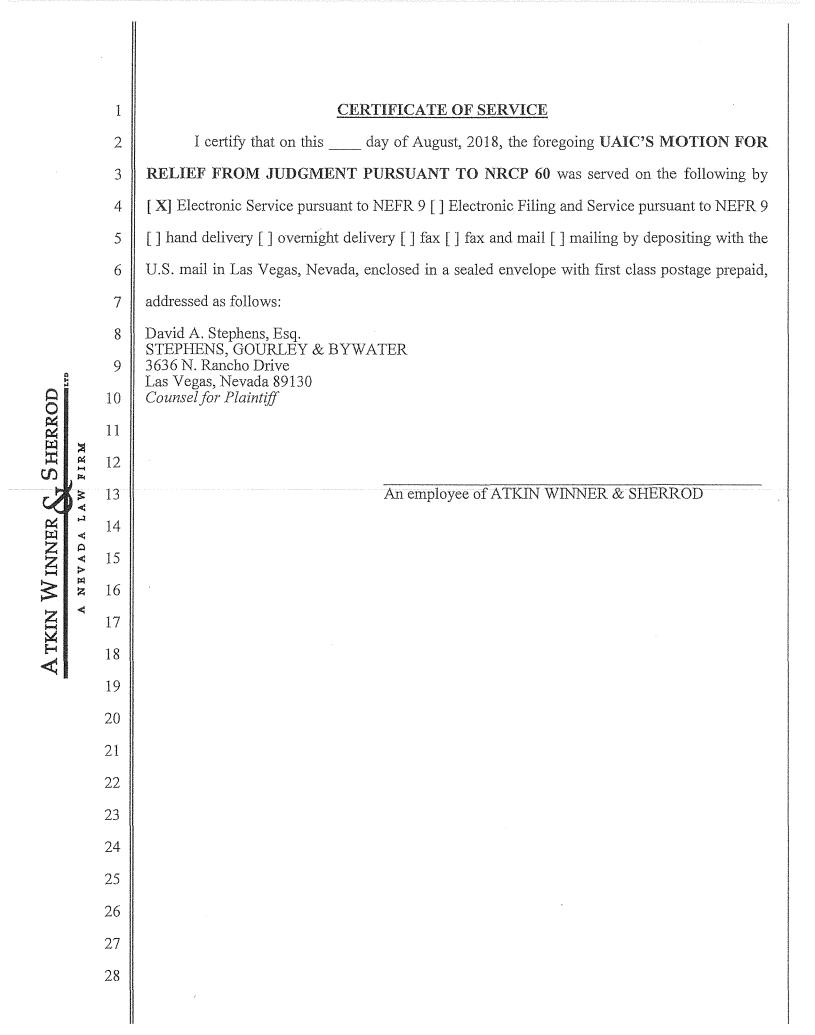
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	F OF THE STATE OF NEVADA Electronically Filed Feb 27 2019 11:24 a.m. Elizabeth A. Brown
CHEYENNE NALDER, an individual, and GARY LEWIS	Clerk of Supreme Court
Petitioners and Real Parties in Interest	Supreme Court No.78085
VS.	
EIGHTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF CLARK THE HONORABLE DAVID JONES AND ERIC JOHNSON, DISTRICT COURT JUDGES,	District Court Case No. 07A549111 Consolidated with 18-A-772220 DEPT. NO: XX
Respondents,	
And UNITED AUTOMOBILE INSURANCE COMPANY,	
Respondent.	

ERRATA TO APPENDIX

Exhibit 3 was inadvertently not efiled with the Appendix although it was included in the hard copy delivered to opposing counsel and the Court. Thus, attached is Exhibit 3 which should have been efiled with the Appendix in this mjatter and was not.

DATED this 27th of February, 2019.

__s/David A. Stephens, Esq. David A. Stephens, Esq. Nevada Bar No. 00902 STEPHENS & BYWATER, P.C. 3636 N. Rancho Drive Las Vegas, Nevada 89130 Attorney for Cheyenne Nalder

CERTIFICATE OF SERVICE

Pursuant to NRAP 21(a)(1) and NRAP 25(c)(1), I hereby certify that I am an

employee of Stephens and Bywater and that on the 27th day of February, 2019, I

caused the foregoing ERRATA TO APPENDIX to be served as follows:

- [] personal, including deliver of the copy to a clerk or other responsible person at the office of counsel; and/or
- [X] by mail; and/or

The Honorable David Jones Eighth Judicial District Court Department XXIX Regional Justice Center, Courtroom 3B 200 Lewis Ave Las Vegas, Nevada 89155 Respondent Judge

The Honorable Eric Johnson Eighth Judicial District Court Department XX Regional Justice Center, Courtroom 12A 200 Lewis Ave Las Vegas, Nevada 89155 Respondent Judge

Matthew Douglas, Esq. Atkin Winner & Sherrod 1117 South Rancho Drive Las Vegas, NV 89102 mdouglas@awslawyers.com vhall@awslawyers.com eservices@awslawyers.com Attorney for UAIC, Respondent THOMAS F. CHRISTENSEN, ESQ. Nevada Bar 2326 CHRISTENSEN LAW OFFICES 1000 S. Valley View Blvd. Las Vegas, NV 89107 T: 702-870-1000 <u>courtnotices@injuryhelpnow.com</u> Attorney for Third Party Plaintiff Gary Lewis (in case # A-18-772220)

> _S/ MaryLee Goldstein____ Employee of Stephens and Bywater, P.C.