DICKINSONWRIGHTPLLC

Electronically Filed 3/11/2019 4:05 PM Steven D. Grierson **CLERK OF THE COUR**

Electronically Filed Mar 20 2019 09:02 a.m. Elizabeth A. Brown Clerk of Supreme Court

Notice is hereby given that Plaintiff Fielden Hanson Isaacs Miyada Robison Yeh, Ltd., by and through its attorneys, the law firm of Dickinson Wright PLLC, hereby appeals to the Supreme Court of Nevada from the February 5, 2019 Order Denying Motion for Preliminary Injunction. Notice of Entry the February 5, 2019 Order Denying Motion for Preliminary Injunction was filed

GABRIEL A. BLUMBERG 8363 West Sunset Road, Suite 200

DICKINSON/WRIGHTPLLC	8363 West Sunset Road, Suite 200	Las Vegas, Nevada 89113-2210

CERTIFICATE OF SERVICE

The undersigned, an employee of Dickinson Wright PLLC, hereby certifies that on the day of March 2019, a copy of **NOTICE OF APPEAL**to be transmitted by electronic service in accordance with Administrative Order 14.2, to all interested parties, through the Court's Odyssey E-File & Serve system addressed to:

Martin A. Little, Esq. mal@h2law.com Ryan T. O'Malley rto@h2law.com **HOWARD & HOWARD PLLC** 3800 Howard Hughes Pkwy., Suite 1000 Las Vegas, NV 89169 Attorneys for Defendants

An Employee of Dickinson Wright PLLC

CASE SUMMARY

Fielden Hanson Isaacs Miyada Robison Yeh Ltd., Plaintiff

(s) vs.

Devin Tang, M.D., Defendant(s)

CASE No. A-18-783054-C

Location: **Department 16**Judicial Officer: **Williams, Timothy C.**Filed on: **10/18/2018**

Cross-Reference Case A783054 Number:

CASE INFORMATION

§

Case Type: Employment Contract

Case Status: 10/18/2018 Open

DATE CASE ASSIGNMENT

Current Case Assignment

Case Number A-18-783054-C
Court Department 16
Date Assigned 10/18/2018

Judicial Officer Williams, Timothy C.

PARTY INFORMATION

Plaintiff Fielden Hanson Isaacs Miyada Robison Yeh Ltd.

Lead Attorneys
Feder, Michael N., Es

Feder, Michael N., ESQ Retained 702-382-4002(W)

U.S. Anesthesia Partners Feder, Michael N., ESQ

Removed: 02/26/2019 Retained
Inactive 702-382-4002(W)

Defendant Sun Anesthesia Solutions Little, Martin A.

Retained 7026997500(W)

Tang, M.D., Devin Chern

Little, Martin A.

Retained

7026997500(W)

DATE EVENTS & ORDERS OF THE COURT INDEX

EVENTS

10/18/2018 Complaint

Filed By: Plaintiff U.S. Anesthesia Partners

Complaint for Damages

10/19/2018 Initial Appearance Fee Disclosure

Filed By: Plaintiff U.S. Anesthesia Partners

Initial Appearance Fee Disclosure

10/19/2018 Summons Electronically Issued - Service Pending

Party: Plaintiff U.S. Anesthesia Partners Summons - Sun Anesthesia Solutions

10/19/2018 Summons Electronically Issued - Service Pending

Party: Plaintiff U.S. Anesthesia Partners

Summons

CASE SUMMARY CASE No. A-18-783054-C

	CASE NO. A-18-/83034-C
10/19/2018	Motion for Preliminary Injunction Filed By: Plaintiff U.S. Anesthesia Partners Plaintiff's Motion and Notice of Motion for Preliminary Injunction
10/24/2018	Affidavit of Service Filed By: Plaintiff U.S. Anesthesia Partners Affidavit/Declaration of Service - Sun Anesthesia Solutions
11/06/2018	Request Filed by: Plaintiff U.S. Anesthesia Partners Plaintiff's Request for Hearing on Plaintiff's Motion for Preliminary Injunction be Set on Order Shortening Time
11/09/2018	Initial Appearance Fee Disclosure Filed By: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Defendants' Initial Appearance Fee Disclosure
11/09/2018	Opposition Filed By: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Opposition to Plaintiff's Request for Hearing on Plaintiff's Motion for Preliminary Injunction
11/12/2018	Disclosure Statement Party: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions NRCP 7.1 Disclosure Statement
11/15/2018	Reply Filed by: Plaintiff U.S. Anesthesia Partners Plaintiff's Reply Re: Motion for Preliminary Injunction on Order Shortening Time
11/16/2018	Errata Filed By: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Erratum to NRCP 7.1 Disclosure Statement
11/16/2018	Answer Filed By: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Answer
11/16/2018	Supplement to Opposition Filed By: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Supplement to Opposition to Motion for Preliminary Injunction
12/07/2018	Supplemental Filed by: Defendant Tang, M.D., Devin Chern Supplemental Authorities in Support of Opposition to Motion for Preliminary Injunction
12/07/2018	Supplemental Filed by: Plaintiff U.S. Anesthesia Partners Plaintiff's Supplemental Reply Re: Plaintiff's Motion for Preliminary Injunction on Order Shortening Time
12/17/2018	Request for Exemption From Arbitration Filed by: Plaintiff U.S. Anesthesia Partners Plaintiff's Request for Exemption from Arbitration

CASE SUMMARY CASE No. A-18-783054-C

i	
12/28/2018	Substitution of Attorney Substitution of Counsel for Plaintiff U.S. Anesthesia Partners
01/04/2019	Commissioners Decision on Request for Exemption - Granted COMMISSIONER'S DECISION ON REQUEST FOR EXEMPTION - GRANTED
02/05/2019	Order Denying Motion Filed By: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Order Denying Motion for Preliminary Injuction
02/08/2019	Notice of Entry Filed By: Plaintiff U.S. Anesthesia Partners Notice of Entry of Order Denying Motion for Preliminary Injunction
02/21/2019	Motion Filed By: Plaintiff U.S. Anesthesia Partners Fielden Hanson Isaacs Miyada Robison Yeh, Ltd.'s Motion for Reconsideration on Order Shortenting Time
02/26/2019	Stipulation and Order Filed by: Plaintiff U.S. Anesthesia Partners Stipulation and Order to Change Caption
02/26/2019	Notice of Entry of Order Filed By: Plaintiff Fielden Hanson Isaacs Miyada Robison Yeh Ltd. Notice of Entry of Stipulation and Order to Change Caption
02/27/2019	Stipulation and Order Filed by: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Stipulation and Order to Continue Hearing on Motion for Reconsideration
02/28/2019	Notice of Entry Filed By: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Notice of Entry of Stipulation and Order to Continue Hearing on Motion For Reconsideration
03/04/2019	Opposition to Motion Filed By: Defendant Tang, M.D., Devin Chern; Defendant Sun Anesthesia Solutions Opposition to Motion for Reconsideration
03/05/2019	Reply Filed by: Plaintiff Fielden Hanson Isaacs Miyada Robison Yeh Ltd. Plaintiff's Reply in Support of Motion for Reconsideration
03/11/2019	Notice of Appeal Filed By: Plaintiff Fielden Hanson Isaacs Miyada Robison Yeh Ltd. Notice of Appeal
11/19/2018	HEARINGS Motion for Preliminary Injunction (9:30 AM) (Judicial Officer: Williams, Timothy C.) 11/19/2018, 12/14/2018 Plaintiff's Motion and Notice of Motion for Preliminary Injunction Decision Pending; Motion Denied;

CASE SUMMARY CASE NO. A-18-783054-C

Journal Entry Details:

After a review and consideration of the Motion for Preliminary Injunction filed by Plaintiff U.S. Anesthesia Partners (USAP) and oral argument of counsel, the Court determined as follows: The Facilities referenced in the Non-Competition section of the Employment Agreement between USAP and Devin Chern Tang (Tang) are so vague as to render the noncompetition agreement unreasonable in its scope. As defined the Employment Agreement, the facilities from which Tang would be prohibited from soliciting business include; all facilities with which USAP has a contract to supply healthcare providers, facilities at which such providers provided Anesthesiology and Pain Management services, and facilities with which USAP had active negotiations, all during the unspecified term of Tang s employment and the 12 months preceding his term of employment. The non-competition agreement fails to designate facilities or a geographic boundary where Tang is prohibited from soliciting business with any specificity. The non-competition agreement fails to consider whether USAP s active contracts survive or USAP s active negotiations yield active contracts by the end of Tang s term of employment. At the time of signing the agreement, this potentially prohibited Tang from soliciting any of USAP s current or future customers. The non-competition agreement between USAP and Tang lacks both a geographic limitation and qualifying language distinguishing the particular facilities or customers to which it applies. The noncompetition agreement is therefore unreasonable in its scope. Based on the foregoing, Plaintiff USAP s Motion for Preliminary Injunction shall be DENIED. Counsel for Tang shall prepare a detailed Order, Findings of Facts, and Conclusions of Law, based not only on the foregoing Minute Order, but also on the record on file herein. This is to be submitted to adverse counsel for review and approval and/or submission of a competing Order or objections, prior to submitting to the Court for review and signature. CLERK S NOTE: This Minute Order was electronically served to the parties through Odyssey eFile.;

Decision Pending;

Motion Denied;

Journal Entry Details:

Arguments by counsel as to Pltf's Motion for Preliminary Injunction. COURT ORDERED, two-page summary supplemental briefs DUE 12/7/18 regarding geographical limitations as discussed. FURTHER ORDERED, Chambers Decision date SET. CONTINUED TO: 12/14/18 (CHAMBERS);

12/07/2018

Status Check (3:00 AM) (Judicial Officer: Williams, Timothy C.)

Status Check (ISC): Supplemental Briefs for Motion for Preliminary Injunction

03/06/2019

Motion For Reconsideration (9:00 AM) (Judicial Officer: Williams, Timothy C.) 03/06/2019, 04/04/2019

Fielden Hanson Isaacs Miyada Robison Yeh, Ltd.'s Motion for Reconsideration on Order Shortenting Time

Set for 3/13/19 by Clerk's Office--Should have been set for 3/7/19

Continued for Chambers Decision;

Journal Entry Details:

Matter of Fielden Hanson Isaacs Miyada Robison Yeh, Ltd.'s Motion for Reconsideration. Arguments by counsel. Court directed supplemental briefing on issue of AB 276 impact and retroactive applicability. COURT ORDERED, simultaneous supplemental briefs DUE 3/22/19; CONTINUED for Chambers Decision. 4/4/19 DECISION: MOTION FOR RECONSIDERATION;

03/22/2019

Status Check (3:00 AM) (Judicial Officer: Williams, Timothy C.)

Status Check (ISC): Supplemental Briefs for Motion for Reconsideration

DATE FINANCIAL INFORMATION

Plaintiff U.S. Anesthesia Partners

Total Charges 270.00
Total Payments and Credits 270.00
Balance Due as of 3/14/2019 0.00

Defendant Tang, M.D., Devin Chern
Total Charges 253.00
Total Payments and Credits 253.00
Balance Due as of 3/14/2019 0.00

Plaintiff Fielden Hanson Isaacs Miyada Robison Yeh Ltd.

CASE SUMMARY CASE NO. A-18-783054-C

Total Charges	24.00
Total Payments and Credits	24.00
Balance Due as of 3/14/2019	0.00

DISTRICT COURT CIVIL COVER SHEET

TL COVER SHEET A-18-783054-C

	Clark	County, N	evada	Department 16	
	Case No.			Dopartment 10	
	(Assigned by C.				
Party Information (provide both ho	me and mailing addresses if differe		at(a) (nama)addres	cs/nhone):	
laintiff(s) (name/address/phone):	D 4	Detendan	Defendant(s) (name/address/phone):		
U.S. Anesthesia	Partners		Devin Chern Tang, M.D		
		Sun	Anesthesia So	lutions, A Nevada Corporation	
attorney (name/address/phone):		Attorney	Attorney (name/address/phone):		
John H. Cotton, Esq.; Ada	am Schneider, Esq.				
John H. Cotton & As	sociates, Ltd.				
7900 West Sahara Ave., Ste. 200					
Las Vegas, NV 89117; T	T: (702) 832-5909				
I. Nature of Controversy (please s	elect the one most applicable filing	type helow)			
Civil Case Filing Types	tree in contention approximation	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
Real Property			Torts		
Landlord/Tenant	Negligence		Other Torts		
Unlawful Detainer	Auto		Product Lia	bility	
Other Landlord/Tenant	Premises Liability		Intentional !	Misconduct	
Title to Property	Other Negligence		Employmen	t Tort	
Judicial Foreclosure	Malpractice		Insurance T	ort	
Other Title to Property	Medical/Dental		Other Tort		
Other Real Property	Legal				
Condemnation/Eminent Domain	Accounting				
Other Real Property	Other Malpractice				
Probate	Construction Defect & C	Contract	Jı	udicial Review/Appeal	
Probate (select case type and estate value)	Construction Defect		Judicial Revie	PW .	
Summary Administration	Chapter 40		<u></u>	Mediation Case	
General Administration	Other Construction Defec	ct	=	Seal Records	
Special Administration	Contract Case		Mental Con		
Set Aside	Uniform Commercial Co	de		Agency Appeal	
Trust/Conservatorship	Building and Constructio	on	= '	of Motor Vehicle	
Other Probate	Insurance Carrier			ompensation	
Estate Value	Commercial Instrument		Other Neva	da State Agency	
Over \$200,000	Collection of Accounts		Appeal Other		
Between \$100,000 and \$200,000	Employment Contract			n Lower Court	
Under \$100,000 or Unknown	Other Contract		Other Judic	ial Review/Appeal	
Under \$2,500					
Civil Writ			Other Civil Filing		
Civil Writ			Other Civil Fi	iling	
Writ of Habeas Corpus	Writ of Prohibition		Compromis	e of Minor's Claim	
Writ of Mandamus	Other Civil Writ		Foreign Jud	gment	
Writ of Quo Warrant	_ _		Other Civil	Matters	
	Court filings should be filed usin	g the Business	s Court civil cover	rsheet.	
		ranogados gas gas politicadas holes e tenas e		and the state of t	
October 18, 2018					

See other side for family-related case filings.

Signature of initiating party or representative

Date

26

27

28

appearing, the Court finds as follows:

Electronically Filed 2/5/2019 4:45 PM Steven D. Grierson CLERK OF THE COURT **ODM** 1 Martin A. Little, (#7067) Ryan T. O'Malley (#12461) **Howard & Howard Attorneys PLLC** 3800 Howard Hughes Pkwy., Ste. 1000 Las Vegas, NV 89169 Telephone: (702) 257-1483 Facsimile: (702) 567-1568 E-Mail: mal@h2law.com; rto@h2law.com 5 Attorneys for Defendants 6 DISTRICT COURT 7 CLARK COUNTY, NEVADA 8 U.S. ANESTHESIA PARTNERS. CASE NO. A-18-783054-C 9 Plaintiff, DEPT. NO. XVI 10 VS. 11 ORDER DENYING MOTION FOR DEVIN CHERN TANG, M.D., SUN PRELIMINARY INJUNCTION 12 ANESTHESIA SOLUTIONS, A Nevada Corporation, DOE Defendants I-X, 13 Defendants. 14 15 On October 19, 2018, Plaintiff U.S. Anesthesia Partners ("USAP" or "Plaintiff") filed its 16 Motion for Preliminary Injunction. Defendants Devin Chern Tang ("Dr. Tang") and Sun 17 Anesthesia Solutions ("Sun Anesthesia") (collectively "Defendants") opposed the Motion on 18 November 9, 2018. USAP submitted a Reply in support of its Motion on November 15, 2018. 19 On November 16, 2018, Defendants submitted a supplemental Declaration in support of their 20 Opposition. 21 The Court heard the Motion on November 19, 2018. After argument, the Court ordered 22 supplemental briefing on the enforceability of covenants not to compete lacking a geographic 23 limitation. The parties timely submitted their supplemental briefs on December 7, 2018. 24 Having considered the record, the briefing, and the arguments of counsel, and good cause

01-31-19P12:46 RCVD

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

FINDINGS OF FACT

- 1. In August of 2016, Dr. Tang accepted a position with Premier Anesthesiology Consultants ("PAC"), which was a subsidiary of an entity called Anesthesiology Consultants, Inc. ("ACI").
 - 2. In or around December of 2016, PAC/ACI was acquired by USAP.
- 3. In connection with this acquisition, Dr. Tang executed a Physician-Track Employment Agreement ("Employment Agreement") as a condition of his continued employment with USAP. (*Id.*)
 - 4. The Employment Agreement contained the following Non-Competition Clause:

In consideration of the promises contained herein, including without limitation those related to Confidential Information, except as may be otherwise provided in this Agreement, during the Term of this Agreement and for a period of two (2) years following termination of this Agreement, Physician covenants and agrees that Physician shall not, without the prior consent of the Practice (which consent may be withheld in the Practice's discretion), directly or indirectly, either individually or as a partner, joint venturer, employee, agent, representative, officer, director, member or member of any person or entity, (i) provide Anesthesiology and Pain Management Services at any of the Facilities at which Physician has provided any Anesthesiology and Pain Management Services (1) in the case of each day during the Term, within the twenty-four month period prior to such day and (2) in the case of the period following the termination of this Agreement, within the twenty-four month period prior to the date of such termination; (ii) call on, solicit or attempt to solicit any Facility serviced by the Practice within the twenty-four month period prior to the date hereof for the purpose of persuading or attempting to persuade any such Facility to cease doing business with, or materially reduce the volume of, or adversely alter the terms with respect to, the business such Facility does with the Practice or any affiliate thereof or in any way interfere with the relationship between any such Facility and the Practice or any affiliate thereof; or (iii) provide management, administrative or consulting services at any of the Facilities at which Physician has provided any management, administrative or consulting services or any Anesthesiology and Pain Management Services (1) in the case of each day during the Term, within the twenty-four month period prior to such day and (2) in the case of the period following the termination of this Agreement, within the twenty-four month period prior to the date of such termination.

5. The Employment Agreement defines "Facilities" as follows:

All facilities with which the Practice has a contract to supply licensed physicians, CRNAs, AAs and other authorized health care providers who provide Anesthesiology and Pain Management Services at any time during the Term or during the preceding twelve (12) months, facilities at which any such providers have provided Anesthesiology and Pain Management Services at any time during the Term or during the preceding twelve (12)

2

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

months, and facilities with which the Practice has had active negotiations to supply any such providers who provide Anesthesiology and Pain Management Services during the Term or during the preceding twelve (12) months shall be collectively referred to as the "Facilities"

- 6. In or around March of 2018, Dr. Tang provided 90 days' notice of his intent to terminate his employment with USAP in the manner provided by the Employment Agreement.
- 7. In or around June of 2018, Dr. Tang's notice period expired, and his employment with USAP was terminated.
- 8. Dr. Tang continued to work as an anesthesiologist after his departure from USAP by accepting overflow anesthesiology cases from University Medical Center and an anesthesiology practice called Red Rock Anesthesia Solutions ("Red Rock").
- 9. USAP became aware that Dr. Tang had performed anesthesia services at Southern Hills Hospital and St. Rose Dominican Hospital - San Martin Campus. USAP has contractual relationships with these facilities, and USAP therefore believed that Dr. Tang's conduct violated Employment Agreement. This lawsuit followed.

CONCLUSIONS OF LAW

- 1. The "Facilities" referenced in the Non-Competition Clause of the Employment Agreement between USAP and Dr. Tang is so vague as to render the non-competition agreement unreasonable in its scope. As defined by the Non-Competition Clause of the Employment Agreement, the Facilities from which Dr. Tang would be prohibited from providing anesthesia services and/or soliciting business include:
 - a. All Facilities with which USAP has a contract to supply healthcare providers;
 - b. Facilities at which those providers provided anesthesiology and pain management services; and
- c. Facilities with which USAP had active negotiations; all during the unspecified term of Dr. Tang's employment and the twelve months preceding his term of employment.
- The Non-Competition Clause of the Employment Agreement fails to designate 2. facilities or a geographic boundary where Dr. Tang is prohibited from working and/or soliciting business with any specificity.

2

3

4

5

6

7

8

9

11

12

13

14

15

16

17

18

19

20

- 3. The Non-Competition Clause of the Employment Agreement fails to consider whether USAP's active contracts with facilities survive or whether USAP's active negotiations yield active contracts by the end of Tang's term of employment. At the time of signing the Employment Agreement, this potentially prohibited Tang from working with and/or soliciting any of USAP's current or future customers.
- 4. The scope of the Non-Competition Clause is subject to change over the course of Dr. Tang's employment, and even after his departure, based upon relationships with facilities USAP establishes after execution of the Employment Agreement. Dr. Tang therefore could not reasonably ascertain or anticipate the geographic scope of the non-competition agreement at the time of its execution.
- 5. The Non-Competition Clause of the Employment Agreement between USAP and Dr. Tang lacks any geographic limitation or qualifying language distinguishing the particular Facilities or customers to which it applies.
- 6. The Court does not have authority to "blue pencil" the Non-Competition Clause of the Employment Agreement because the amendment to NRS Chapter 613, more particularly NRS 613.195(5), does not apply retroactively to agreements entered into prior to the enactment of the amendment, which agreements are governed by *Golden Rd. Motor Inn, Inc. v. Islam,* 132 Nev. Adv. Op. 49, 376 P.3d 151 (2016).
- 7. The Non-Competition Clause of the Employment Agreement is therefore unreasonable in its scope.

21 ||

22 ||

23 ||

24 || ...

25 || ...

26 ||

27 || ...

28 || ...

ORDER

Based upon the foregoing findings of fact and conclusions of law, and good cause appearing, the Court ORDERS, ADJUDGES, AND DECREES that USAP's Motion for Preliminary Injunction is DENIED.

IT IS SO ORDERED.

DATED this ______, 2019.

HONORABLE TIMOTHY C. WILLIAMS

Respectfully submitted by:

HOWARD & HOWARD ATTORNEYS PLLC

Approved as to form and content by:

DICKINSON WASHT PLLC

Martin A. Little (#7067) Ryan T. O'Malley (#12461) 3800 Howard Hughes Parkway, Ste. 1000 Las Vegas, NV 89169

Attorneys for Defendants

Michael N. Feder (#7332) Gabriel A. Blumberg (#12332) 8363 West Sunset Road, Suite 200 Las Vegas, Nevada 89113 Attorneys for Plaintiff

4837-9976-4613, v. 4

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

ORDER

Based upon the foregoing findings of fact and conclusions of law, and good cause appearing, the Court ORDERS, ADJUDGES, AND DECREES that USAP's Motion for Preliminary Injunction is DENIED.

IT IS SO ORDERED.

DATED this 31 day of Sanuary

HONORABLE TIMOTHY C. WILLIAMS

Respectfully submitted by:

HOWARD & HOWARD ATTORNEYS PLLC

Ryan T. O'Malley (#12461)

3800 Howard Hughes Parkway, Ste. 1000

Las Vegas, NV 89169

Attorneys for Defendants

Approved as to form and content by:

DICKINSON WRIGHT PLLC

Michael N. Feder (#7332)

Gabriel A. Blumberg (#12332) 8363 West Sunset Road, Suite 200

Las Vegas, Nevada 89113

Attorneys for Plaintiff

4837-9976-4613, v. 4

Electronically Filed 2/8/2019 4:57 PM Steven D. Grierson CLERK OF THE COURT

NEO

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

1 Martin A. Little, (#7067) Ryan T. O'Malley (#12461)

Howard & Howard Attorneys PLLC 3800 Howard Hughes Pkwy., Ste. 1000

Las Vegas, NV 89169 Telephone: (702) 257-1483 4 Facsimile: (702) 567-1568

E-Mail: mal@h2law.com; rto@h2law.com

Attorneys for Defendants

DISTRICT COURT

CLARK COUNTY, NEVADA

U.S. ANESTHESIA PARTNERS,

Plaintiff,

VS.

DEVIN CHERN TANG, M.D., SUN ANESTHESIA SOLUTIONS, A Nevada Corporation, DOE Defendants I-X,

Defendants.

CASE NO. A-18-783054-C

DEPT. NO. XVI

NOTICE OF ENTRY OF ORDER **DENYING MOTION FOR** PRELIMINARY INJUNCTION

PLEASE TAKE NOTICE that an ORDER DENYING MOTION FOR PRELIMINARY

INJUNCTION was filed in the above-captioned matter on February 5, 2019. A true and correct copy of said order is attached hereto.

DATED this 8th day of February, 2019.

HOWARD & HOWARD ATTORNEYS PLLC

/s/ Ryan T. O'Malley

By:

Martin A. Little (#7067) Ryan T. O'Malley (#12461) 3800 Howard Hughes Parkway, #1000 Las Vegas, Nevada 89169 Attorneys for Defendants

26

27

28

2

3

4

5

6

8

9

10

11

12

13

14

15

17

18

19

20

21

22

23

24

25

26

27

28

CERTIFICATE OF SERVICE

I hereby certify that I am employed in the County of Clark, State of Nevada, am over the age of 18 years and not a party to this action. My business address is Howard & Howard Attorneys PLLC, 3800 Howard Hughes Parkway, 10th Floor, Las Vegas, Nevada, 89169.

On this day I served the NOTICE OF ENTRY OF ORDER DENYING MOTION FOR **PRELIMINARY INJUNCTION** in this action or proceeding electronically with the Clerk of the Court via the Odyssey E-File and Serve system, which will cause this document to be served upon the following counsel of record:

John H. Cotton (#5268) Adam Schneider (#10216) JOHN H. COTTON & ASSOCIATES 7900 W. Sahara Avenue, Suite 200 Las Vegas, NV 89117 Telephone: (702) 832-5909 Facsimile: (702) 832-5910 Attorneys for Plaintiff

I certify under penalty of perjury that the foregoing is true and correct, and that I executed this Certificate of Service on February 8, 2019, at Las Vegas, Nevada.

/s/ Anya Ruiz

An Employee of Howard & Howard Attorneys PLLC 4847-6462-7592, v. 1

26

27

28

appearing, the Court finds as follows:

Electronically Filed 2/5/2019 4:45 PM Steven D. Grierson CLERK OF THE COURT **ODM** 1 Martin A. Little, (#7067) Ryan T. O'Malley (#12461) **Howard & Howard Attorneys PLLC** 3800 Howard Hughes Pkwy., Ste. 1000 Las Vegas, NV 89169 Telephone: (702) 257-1483 Facsimile: (702) 567-1568 E-Mail: mal@h2law.com; rto@h2law.com 5 Attorneys for Defendants 6 DISTRICT COURT 7 CLARK COUNTY, NEVADA 8 U.S. ANESTHESIA PARTNERS. CASE NO. A-18-783054-C 9 Plaintiff, DEPT. NO. XVI 10 VS. 11 ORDER DENYING MOTION FOR DEVIN CHERN TANG, M.D., SUN PRELIMINARY INJUNCTION 12 ANESTHESIA SOLUTIONS, A Nevada Corporation, DOE Defendants I-X, 13 Defendants. 14 15 On October 19, 2018, Plaintiff U.S. Anesthesia Partners ("USAP" or "Plaintiff") filed its 16 Motion for Preliminary Injunction. Defendants Devin Chern Tang ("Dr. Tang") and Sun 17 Anesthesia Solutions ("Sun Anesthesia") (collectively "Defendants") opposed the Motion on 18 November 9, 2018. USAP submitted a Reply in support of its Motion on November 15, 2018. 19 On November 16, 2018, Defendants submitted a supplemental Declaration in support of their 20 Opposition. 21 The Court heard the Motion on November 19, 2018. After argument, the Court ordered 22 supplemental briefing on the enforceability of covenants not to compete lacking a geographic 23 limitation. The parties timely submitted their supplemental briefs on December 7, 2018. 24 Having considered the record, the briefing, and the arguments of counsel, and good cause

01-31-19P12:46 RCVD

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

FINDINGS OF FACT

- 1. In August of 2016, Dr. Tang accepted a position with Premier Anesthesiology Consultants ("PAC"), which was a subsidiary of an entity called Anesthesiology Consultants, Inc. ("ACI").
 - 2. In or around December of 2016, PAC/ACI was acquired by USAP.
- 3. In connection with this acquisition, Dr. Tang executed a Physician-Track Employment Agreement ("Employment Agreement") as a condition of his continued employment with USAP. (*Id.*)
 - 4. The Employment Agreement contained the following Non-Competition Clause:

In consideration of the promises contained herein, including without limitation those related to Confidential Information, except as may be otherwise provided in this Agreement, during the Term of this Agreement and for a period of two (2) years following termination of this Agreement, Physician covenants and agrees that Physician shall not, without the prior consent of the Practice (which consent may be withheld in the Practice's discretion), directly or indirectly, either individually or as a partner, joint venturer, employee, agent, representative, officer, director, member or member of any person or entity, (i) provide Anesthesiology and Pain Management Services at any of the Facilities at which Physician has provided any Anesthesiology and Pain Management Services (1) in the case of each day during the Term, within the twenty-four month period prior to such day and (2) in the case of the period following the termination of this Agreement, within the twenty-four month period prior to the date of such termination; (ii) call on, solicit or attempt to solicit any Facility serviced by the Practice within the twenty-four month period prior to the date hereof for the purpose of persuading or attempting to persuade any such Facility to cease doing business with, or materially reduce the volume of, or adversely alter the terms with respect to, the business such Facility does with the Practice or any affiliate thereof or in any way interfere with the relationship between any such Facility and the Practice or any affiliate thereof; or (iii) provide management, administrative or consulting services at any of the Facilities at which Physician has provided any management, administrative or consulting services or any Anesthesiology and Pain Management Services (1) in the case of each day during the Term, within the twenty-four month period prior to such day and (2) in the case of the period following the termination of this Agreement, within the twenty-four month period prior to the date of such termination.

5. The Employment Agreement defines "Facilities" as follows:

All facilities with which the Practice has a contract to supply licensed physicians, CRNAs, AAs and other authorized health care providers who provide Anesthesiology and Pain Management Services at any time during the Term or during the preceding twelve (12) months, facilities at which any such providers have provided Anesthesiology and Pain Management Services at any time during the Term or during the preceding twelve (12)

2

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

months, and facilities with which the Practice has had active negotiations to supply any such providers who provide Anesthesiology and Pain Management Services during the Term or during the preceding twelve (12) months shall be collectively referred to as the "Facilities"

- 6. In or around March of 2018, Dr. Tang provided 90 days' notice of his intent to terminate his employment with USAP in the manner provided by the Employment Agreement.
- 7. In or around June of 2018, Dr. Tang's notice period expired, and his employment with USAP was terminated.
- 8. Dr. Tang continued to work as an anesthesiologist after his departure from USAP by accepting overflow anesthesiology cases from University Medical Center and an anesthesiology practice called Red Rock Anesthesia Solutions ("Red Rock").
- 9. USAP became aware that Dr. Tang had performed anesthesia services at Southern Hills Hospital and St. Rose Dominican Hospital - San Martin Campus. USAP has contractual relationships with these facilities, and USAP therefore believed that Dr. Tang's conduct violated Employment Agreement. This lawsuit followed.

CONCLUSIONS OF LAW

- 1. The "Facilities" referenced in the Non-Competition Clause of the Employment Agreement between USAP and Dr. Tang is so vague as to render the non-competition agreement unreasonable in its scope. As defined by the Non-Competition Clause of the Employment Agreement, the Facilities from which Dr. Tang would be prohibited from providing anesthesia services and/or soliciting business include:
 - a. All Facilities with which USAP has a contract to supply healthcare providers;
 - b. Facilities at which those providers provided anesthesiology and pain management services; and
- c. Facilities with which USAP had active negotiations; all during the unspecified term of Dr. Tang's employment and the twelve months preceding his term of employment.
- The Non-Competition Clause of the Employment Agreement fails to designate 2. facilities or a geographic boundary where Dr. Tang is prohibited from working and/or soliciting business with any specificity.

2

3

4

5

6

7

8

9

11

12

13

14

15

16

17

18

19

20

- 3. The Non-Competition Clause of the Employment Agreement fails to consider whether USAP's active contracts with facilities survive or whether USAP's active negotiations yield active contracts by the end of Tang's term of employment. At the time of signing the Employment Agreement, this potentially prohibited Tang from working with and/or soliciting any of USAP's current or future customers.
- 4. The scope of the Non-Competition Clause is subject to change over the course of Dr. Tang's employment, and even after his departure, based upon relationships with facilities USAP establishes after execution of the Employment Agreement. Dr. Tang therefore could not reasonably ascertain or anticipate the geographic scope of the non-competition agreement at the time of its execution.
- 5. The Non-Competition Clause of the Employment Agreement between USAP and Dr. Tang lacks any geographic limitation or qualifying language distinguishing the particular Facilities or customers to which it applies.
- 6. The Court does not have authority to "blue pencil" the Non-Competition Clause of the Employment Agreement because the amendment to NRS Chapter 613, more particularly NRS 613.195(5), does not apply retroactively to agreements entered into prior to the enactment of the amendment, which agreements are governed by *Golden Rd. Motor Inn, Inc. v. Islam,* 132 Nev. Adv. Op. 49, 376 P.3d 151 (2016).
- 7. The Non-Competition Clause of the Employment Agreement is therefore unreasonable in its scope.

21 ||

22 ||

23 ||

24 || ...

25 || ...

26 ||

27 || ...

28 || ...

ORDER

Based upon the foregoing findings of fact and conclusions of law, and good cause appearing, the Court ORDERS, ADJUDGES, AND DECREES that USAP's Motion for Preliminary Injunction is DENIED.

IT IS SO ORDERED.

DATED this ______, 2019.

HONORABLE TIMOTHY C. WILLIAMS

Respectfully submitted by:

HOWARD & HOWARD ATTORNEYS PLLC

Approved as to form and content by:

DICKINSON WASHT PLLC

Martin A. Little (#7067) Ryan T. O'Malley (#12461) 3800 Howard Hughes Parkway, Ste. 1000 Las Vegas, NV 89169

Attorneys for Defendants

Michael N. Feder (#7332) Gabriel A. Blumberg (#12332) 8363 West Sunset Road, Suite 200 Las Vegas, Nevada 89113 Attorneys for Plaintiff

4837-9976-4613, v. 4

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

ORDER

Based upon the foregoing findings of fact and conclusions of law, and good cause appearing, the Court ORDERS, ADJUDGES, AND DECREES that USAP's Motion for Preliminary Injunction is DENIED.

IT IS SO ORDERED.

DATED this 31 day of Sanuary

HONORABLE TIMOTHY C. WILLIAMS

Respectfully submitted by:

HOWARD & HOWARD ATTORNEYS PLLC

Ryan T. O'Malley (#12461)

3800 Howard Hughes Parkway, Ste. 1000

Las Vegas, NV 89169

Attorneys for Defendants

Approved as to form and content by:

DICKINSON WRIGHT PLLC

Michael N. Feder (#7332)

Gabriel A. Blumberg (#12332) 8363 West Sunset Road, Suite 200

Las Vegas, Nevada 89113

Attorneys for Plaintiff

4837-9976-4613, v. 4

DISTRICT COURT CLARK COUNTY, NEVADA

Employment Contract

COURT MINUTES

November 19, 2018

A-18-783054-C

Fielden Hanson Isaacs Miyada Robison Yeh Ltd., Plaintiff(s)

VS.

Devin Tang, M.D., Defendant(s)

November 19, 2018

9:30 AM

Motion for Preliminary

Injunction

HEARD BY: Williams, Timothy C.

COURTROOM: RJC Courtroom 03H

COURT CLERK: Christopher Darling

RECORDER:

REPORTER:

Peggy Isom

PARTIES

PRESENT:

Cotton, John H Attorney
O'Malley, Ryan Attorney
Schneider, Adam A. Attorney

JOURNAL ENTRIES

- Arguments by counsel as to Pltf's Motion for Preliminary Injunction. COURT ORDERED, two-page summary supplemental briefs DUE 12/7/18 regarding geographical limitations as discussed. FURTHER ORDERED, Chambers Decision date SET.

CONTINUED TO: 12/14/18 (CHAMBERS)

PRINT DATE: 03/14/2019 Page 1 of 4 Minutes Date: November 19, 2018

DISTRICT COURT CLARK COUNTY, NEVADA

A-18-783054-C Fielden Hanson Isaacs Miyada Robison Yeh Ltd., Plaintiff(s) vs.
Devin Tang, M.D., Defendant(s)

December 14, 2018 3:00 AM Motion for Preliminary Injunction

HEARD BY: Williams, Timothy C. **COURTROOM:** No Location

COURT CLERK: Christopher Darling

RECORDER:

REPORTER:

PARTIES PRESENT:

JOURNAL ENTRIES

- After a review and consideration of the Motion for Preliminary Injunction filed by Plaintiff U.S. Anesthesia Partners (USAP) and oral argument of counsel, the Court determined as follows:

The Facilities referenced in the Non-Competition section of the Employment Agreement between USAP and Devin Chern Tang (Tang) are so vague as to render the non-competition agreement unreasonable in its scope.

As defined the Employment Agreement, the facilities from which Tang would be prohibited from soliciting business include; all facilities with which USAP has a contract to supply healthcare providers, facilities at which such providers provided Anesthesiology and Pain Management services, and facilities with which USAP had active negotiations, all during the unspecified term of Tang s employment and the 12 months preceding his term of employment.

The non-competition agreement fails to designate facilities or a geographic boundary where Tang is prohibited from soliciting business with any specificity.

The non-competition agreement fails to consider whether USAP's active contracts survive or USAP's

PRINT DATE: 03/14/2019 Page 2 of 4 Minutes Date: November 19, 2018

active negotiations yield active contracts by the end of Tang s term of employment. At the time of signing the agreement, this potentially prohibited Tang from soliciting any of USAP s current or future customers.

The non-competition agreement between USAP and Tang lacks both a geographic limitation and qualifying language distinguishing the particular facilities or customers to which it applies. The non-competition agreement is therefore unreasonable in its scope.

Based on the foregoing, Plaintiff USAP s Motion for Preliminary Injunction shall be DENIED.

Counsel for Tang shall prepare a detailed Order, Findings of Facts, and Conclusions of Law, based not only on the foregoing Minute Order, but also on the record on file herein. This is to be submitted to adverse counsel for review and approval and/or submission of a competing Order or objections, prior to submitting to the Court for review and signature.

CLERK S NOTE: This Minute Order was electronically served to the parties through Odyssey eFile.

PRINT DATE: 03/14/2019 Page 3 of 4 Minutes Date: November 19, 2018

DISTRICT COURT CLARK COUNTY, NEVADA

Employment Contract

COURT MINUTES

March 06, 2019

A-18-783054-C

Fielden Hanson Isaacs Miyada Robison Yeh Ltd., Plaintiff(s)

VS.

Devin Tang, M.D., Defendant(s)

March 06, 2019

9:00 AM

Motion For

Reconsideration

HEARD BY: Williams, Timothy C.

COURTROOM: RJC Courtroom 03H

COURT CLERK: Christopher Darling

RECORDER:

REPORTER: Dana J. Tavaglione

PARTIES

PRESENT: Blumberg, Gabriel A

Attorney Attorney

O'Malley, Ryan

JOURNAL ENTRIES

- Matter of Fielden Hanson Isaacs Miyada Robison Yeh, Ltd.'s Motion for Reconsideration. Arguments by counsel. Court directed supplemental briefing on issue of AB 276 impact and retroactive applicability. COURT ORDERED, simultaneous supplemental briefs DUE 3/22/19; CONTINUED for Chambers Decision.

4/4/19 DECISION: MOTION FOR RECONSIDERATION

PRINT DATE: 03/14/2019 Page 4 of 4 Minutes Date: November 19, 2018



EIGHTH JUDICIAL DISTRICT COURT CLERK'S OFFICE NOTICE OF DEFICIENCY ON APPEAL TO NEVADA SUPREME COURT

MICHAEL N. FEDER, ESQ. 8363 W. SUNSET RD., STE 200 LAS VEGAS, NV 89113

DATE: March 14, 2019 CASE: A-18-783054-C

RE CASE: FIELDEN HANSON ISAACS MIYADA ROBISON YEH, LTD. vs. DEVIN CHERN

TANG, M.D.; SUN ANESTHESIA SOLUTIONS

NOTICE OF APPEAL FILED: March 11, 2019

YOUR APPEAL HAS BEEN SENT TO THE SUPREME COURT.

PLEASE NOTE: DOCUMENTS **NOT** TRANSMITTED HAVE BEEN MARKED:

- \$250 Supreme Court Filing Fee (Make Check Payable to the Supreme Court)**
 - If the \$250 Supreme Court Filing Fee was not submitted along with the original Notice of Appeal, it must be mailed directly to the Supreme Court. The Supreme Court Filing Fee will not be forwarded by this office if submitted after the Notice of Appeal has been filed.
- \$24 District Court Filing Fee (Make Check Payable to the District Court)**
- - NRAP 7: Bond For Costs On Appeal in Civil Cases
- - NRAP 3 (a)(1), Form 2
- □ Order
- ☐ Notice of Entry of Order

NEVADA RULES OF APPELLATE PROCEDURE 3 (a) (3) states:

"The district court clerk must file appellant's notice of appeal despite perceived deficiencies in the notice, including the failure to pay the district court or Supreme Court filing fee. The district court clerk shall apprise appellant of the deficiencies in writing, and shall transmit the notice of appeal to the Supreme Court in accordance with subdivision (e) of this Rule with a notation to the clerk of the Supreme Court setting forth the deficiencies. Despite any deficiencies in the notice of appeal, the clerk of the Supreme Court shall docket the appeal in accordance with Rule 12."

Please refer to Rule 3 for an explanation of any possible deficiencies.

^{**}Per District Court Administrative Order 2012-01, in regards to civil litigants, "...all Orders to Appear in Forma Pauperis expire one year from the date of issuance." You must reapply for in Forma Pauperis status.

Certification of Copy

State of Nevada
County of Clark
SS

I, Steven D. Grierson, the Clerk of the Court of the Eighth Judicial District Court, Clark County, State of Nevada, does hereby certify that the foregoing is a true, full and correct copy of the hereinafter stated original document(s):

NOTICE OF APPEAL; DISTRICT COURT DOCKET ENTRIES; CIVIL COVER SHEET; ORDER DENYING MOTION FOR PRELIMINARY INJUNCTION; NOTICE OF ENTRY OF ORDER DENYING MOTION FOR PRELIMINARY INJUNCTION; DISTRICT COURT MINUTES; NOTICE OF DEFICIENCY

FIELDEN HANSON ISAACS MIYADA ROBISON YEH, LTD.,

Plaintiff(s),

VS.

DEVIN CHERN TANG, M.D.; SUN ANESTHESIA SOLUTIONS,

Defendant(s),

now on file and of record in this office.

Case No: A-18-783054-C

Dept No: XVI

IN WITNESS THEREOF, I have hereunto Set my hand and Affixed the seal of the Court at my office, Las Vegas, Nevada This 14 day of March 2019.

Steven D. Grierson, Clerk of the Court

Amanda Hampton, Deputy Clerk