Dominic P. Gentile, Esq. (NSBN 1923) 1 Ross Miller, Esq. (NSBN 8190) 2 John A. Hunt, Esq. (NSBN 1888) CLARK HILL, PLLC 3 3800 Howard Hughes Pkwy, Suite 500 Las Vegas, Nevada 89169 4 ph. (702) 862-8300; fax (702) 862-8400 5 Email: dgentile@clarkhill.com Email: rmiller@clarkhill.com 6 Email: jhunt@clarkhill.com Attorneys for Respondents 7 (less the State of Nevada, Department of Taxation) 8 IN THE SUPREME COURT OF THE STATE OF NEVADA 9 GREENMART OF NEVADA NLV LLC, a Nevada Limited Liability Company; and Supreme Court Case No.: 79668 10 Nevada Organic Remedies, LLC, 11 Appellants, 12 VS. 13 SERENITY WELLNESS CENTER, LLC, a 14 Nevada limited liability company, TGIG, LLC, a Nevada limited liability company, 15 NULEAF INCLINE DISPENSARY, LLC, a company, Nevada limited liability 16 NEVADA HOLISTIC MEDICINE, LLC, a Nevada limited liability company, TRYKE COMPANIES SO NV, LLC a Nevada 17 liability company, limited TRYKE 18 COMPANIES RENO, LLC, a Nevada limited liability company, PARADISE 19 WELLNESS CENTER, LLC, a Nevada limited liability company, GBS NEVADA PARTNERS, LLC, a Nevada limited 20 liability company, FIDELIS HOLDINGS, 21 LLC, a Nevada limited liability company, GRAVITAS NEVADA, LLC, a Nevada limited liability company, NEVADA PURE, 22 LLC, a Nevada limited liability company, 23 MEDIFARM, LLC, a Nevada limited liability company; MEDIFARM, IV LLC, a 24 Nevada limited liability company; and THE STATE OF NEVADA, DEPARTMENT OF 25 TAXATION, 26 Respondents. 27

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Electronically Filed Nov 22 2019 02:27 p.m. Elizabeth A. Brown Clerk of Supreme Court

District Court Case No.: A-19-786962-B

OPPOSITION TO APPELLANT, GREENMART OF NEVADA NLV LLC'S, **MOTION TO SUSPEND** PRELIMINARY INJUNCTION PENDING APPEAL

RESPONDENTS'

Page 1 of 11

Respondents (less the State of Nevada, Department of Taxation), by and through their attorneys, hereby submit their Opposition to Appellant, Greenmart of Nevada NLV LLC's ("GreenMart") *Motion to Suspend Preliminary Injunction Pending Appeal* ("Motion") filed on November 8, 2019. This Opposition is made and based upon the following points and authorities and the papers and pleadings on file.

POINTS & AUTHORITIES

I. <u>SUMMARY</u>

The district court on August 23, 2019, issued a preliminary injunction with the filing of its *Findings of Fact and Conclusions of Law Granting Preliminary Injunction* ("Preliminary Injunction Order"). See Exhibit 1 to GreenMart's Motion. It runs for twenty-four (24) pages and includes at least ninety-one (91) numbered paragraphs of findings of fact and conclusions of law. In part, the district court found:

- 86. As Plaintiffs have shown that the DoT clearly violated NRS Chapter 453D, the claims for declaratory relief, petition for writ of prohibition, and any other related claims is likely to succeed on the merits.
- 87. The balance of equites weights in favor of Plaintiffs. Id., at 22:24-27.

Nevada Organic Remedies, LLC ("NOR") motion and GreenMart's joinder thereto (see Motion, Exhibits 5 and 6) requesting a stay of the Preliminary Injunction Order at the district court were denied. GreenMart, via its present Motion, now moves this Court to stay. Like at the district court, GreenMart's current Motion provides no compelling reason why the preliminary injunction should be stayed. The entire purpose

¹ <u>See</u> Exhibit A, Order Denying (1) Nevada Organic Remedies, LLC's Motion to Dissolve Preliminary Injunction and to Stay Preliminary Injunction Pending Appeal and (2) Lone

Mountain Partners, LLC's Motion to Dissolve Preliminary Injunction for Failure to Post Bond on Order Shortening Time filed on November 19, 2019, in the district court.

of GreenMart's appeal is to challenge the preliminary injunction. Without a preliminary injunction in place, GreenMart's appeal will be moot. Moreover, without the preliminary injunction in place, Respondents will suffer irreparable harm as the Nevada Constitution and the Ballot Initiative continue to be violated. Therefore, GreenMart's Motion should be denied.

II. DISCUSSION

While it is within this Court's sound discretion to grant or deny a motion to stay the preliminary injunction pending an appeal (White Pine Power Dist. No. 9 v. Pub. Serv. Comm'n, 76 Nev. 263, 264, 352 P.2d 256, 256 (1960)), NRAP 8(a)(1) provides that a party must ordinarily first seek a stay at the district court because the district court has "vastly greater familiarity with the facts and circumstances of the particular case." Nelson v. Heer, 121 Nev. 832, 836, 122 P.3d 1252, 1254 (2005), as modified (Jan. 25, 2006). Here the district court denied NOR's request for a stay, and GreenMart's joinder to same.

In general, the party requesting a stay must show why it needs protection from the immediate effects of the district court's judgment while the reviewing court determines whether the district court erred. See Edwards v. Ghandour, 123 Nev. 105, 117, 159 P.3d 1086, 1094 (2007), abrogated on other grounds by Five Star Capital Corp. v. Ruby, 124 Nev. 1048, 194 P.3d 709 (2008) ("A stay will protect the appellant from the judgment's immediate consequences while the reviewing court determines whether reversible error occurred.").

Here, like before at the district court, GreenMart has failed to give a valid reason for why it needs protection from the immediate effects of the Preliminary Injunction Order. In fact, the only real reason Greenmart (as well as NOR) offers is invalid as a matter of law, i.e., that it is losing money each day the injunction is in place. This is not a

valid reason to grant a stay because "[m]ere injuries, however substantial, in terms of money, time and energy necessarily expended in the absence of a stay are not enough to show irreparable harm." Hansen v. Eighth Judicial Dist. Court, 116 Nev. 650, 658, 6 P.3d 982, 987 (2000) (quoting Wisconsin Gas Co. v. F.E.R.C., 758 F.2d 669, 674 (D.C.Cir.1985)) (internal quotation marks omitted) (alterations in original). As such, nearly all of GreenMart's arguments are invalid as a matter of law.

GreenMart's Motion addresses whether this Court should stay the injunction under NRAP 8(c)'s four (4) factors test: (1) whether the object of the appeal or writ petition will be defeated if the stay or injunction is denied; (2) whether appellant/petitioner will suffer irreparable or serious injury if the stay or injunction is denied; (3) whether respondent/real party in interest will suffer irreparable or serious injury if the stay or injunction is granted; and (4) whether appellant/petitioner is likely to prevail on the merits in the appeal or writ petition. <u>Id.</u> Contrary to GreenMart's Motion, these factors weigh against GreenMart's requested stay.

First, the object of the appeal will not be defeated if the stay of the injunction is denied. While GreenMart frames the object of its appeal as whether or not its licenses were rightfully issued, this is not the object of the appeal. Instead, GreenMart's interlocutory appeal challenges the validity of the preliminary injunction that it is asking this Court to stay. Whether or not the injunction was validly issued has very little to do with whether its license was validly issued. Keeping the injunction in place would in no way hinder the appellate courts from analyzing whether the injunction was validly issued. Staying the injunction, on the other hand, would likely defeat the object of the appeal because staying the preliminary injunction could render the appeal moot.

For the Nevada appellate courts to rule on an issue it must not be moot, meaning that the "controversy must be present through all stages of the proceeding." <u>Personhood Nev. v. Bristol</u>, 126 Nev. 599, 602, 245 P.3d 572, 574 (2010). If this Court were to stay the preliminary injunction, then there would be no controversy for it to adjudicate

because the injunction would no longer be in effect. Thus, this factor weighs against GreenMart's request for stay.

Second, GreenMart will not be irreparably harmed without a stay. As stated above, for a harm to be irreparable it must be more than lost profits, expenses, time, and other monetary factors. Hansen, 116 Nev. at 658, 6 P.3d at 987. Harm suffered by a plaintiff, for the purposes of a stay, is rarely irreparable. See Mikohn Gaming Corp. v. McCrea, 120 Nev. 248, 253, 89 P.3d 36, 39 (2004). This is because it must be shown that the harm suffered cannot be remedied by money damages. Dixon v. Thatcher, 103 Nev. 414, 415, 742 P.2d 1029, 1029 (1987). GreenMart claims in its at-issue Motion that it will be irreparably harmed because it will suffer lost profits, lost income for rent, lost time, and perhaps a lost license. All of these losses can be accounted for with monetary damages, which can be paid out of the posted bond if the injunction was wrongfully issued, and, therefore, the damages are not irreparable.

Third, the Plaintiffs below at the district court will be irreparably harmed by staying the preliminary injunction. As to the same, the district court found "[d]ue to the limited number of licenses, Plaintiffs would suffer irreparable harm if the preliminary injunction was stayed pending appeal." See Exhibit A, Order, at 5:4-5.

Plaintiffs below have been irreparably harmed because of the repeated statutory and constitutional violations engaged in by the Department of Taxation ("DoT"). As the district court held in its Preliminary Injunction Order, the Plaintiffs below will continue to be irreparably harmed because of the constitutional violations engaged in by the DoT. See City of Sparks v. Sparks Mun. Court, 129 Nev. 348, 357, 302 P.3d 1118, 1124 (2013) (explaining that "a constitutional violation may be difficult or impossible to remedy through money damages, such a violation may, by itself, be sufficient to constitute irreparable harm"). For instance, in its Preliminary Injunction Order, the district court made numerous findings, including the following:

- 36. NAC 453D.272(1) required the DoT to determine that an Application is "complete and in compliance" with the provisions of NAC 453D in order to properly apply the licensing criteria set forth therein and the provisions of the Ballot Initiative and the enabling statute.
- 37. When the DoT received applications, it undertook no effort to determine if the applications were in fact "complete and in compliance."
- 38. In evaluating whether an application was "complete and in compliance" the DoT made no effort to verify owners, officers or board members (except for checking whether a transfer request was made and remained pending before the DoT).

- 40. The **DoT** created a Regulation that modified the mandatory BQ2 provision "[t]he Department shall conduct a background check of each prospective owner, officer, and board member of a marijuana establishment license applicant" and determined it would only require information on the application from persons "with an aggregate ownership interest of 5 percent or more in a marijuana establishment." NAC 453D.255(1).
- 41. NRS 453D.200(6) provides that "[t]he DoT shall conduct a background check of each prospective owner, officer, and board member of a marijuana establishment license applicant." The DoT departed from this mandatory language in NAC 453D.255(1) and made no attempt in the application process to verify that the applicant's complied with the mandatory language of the BQ2 or even the impermissibly modified language.
- 42. The DoT made the determination that it was not reasonable to require industry to provide every owner of a prospective licensee. The DOT's determination that only owners of a 5% or greater interest in the business were required to submit information on the application was not a permissible regulatory modification of BQ2. This determination violated Article 19, Section 3 of the Nevada Constitution. The determination was not based on a rational basis.

44. The adoption of NAC 453D.255(1), as it applies to the application process is an unconstitutional modification of BQ2 [fn. omitted]. The failure of the DoT to carry out the mandatory provisions of NRS 453D.200(6) is fatal to the application process [fn. omitted]. The DoT's decision to adopt regulations in direct violation of BQ2's

mandatory application requirements is violative of Article 19, Section 2(3) of the Nevada Constitution.

- 45. Given the lack of a robust investigative process for applicants, the requirement of the background check for each prospective owner, officer, and board member as part of the application process impedes an important public safety goal in BQ2.
- 46. Without any consideration as to the voters mandate in BQ2, the DoT determined that requiring each prospective owner be subject to a background check was too difficult for implementation by industry. This decision was a violation of the Nevada Constitution, an abuse of discretion, and arbitrary and capricious.
- 47. The DoT did not comply with BQ2 by requiring applicants to provide information for each prospective owner, officer and board member or verify the ownership of applicants applying for retail recreational marijuana licenses. Instead the DoT issued conditional licenses to applicants who did not identify each prospective owner, officer and board member [fn. omitted].
- <u>Id.</u>, 14:7-16, 14:24 to 15:13, and 15:17 to 16:12, respectively (bold emphasis added). The district court also addressed certain other matters in its conclusions of law, including:
 - 68. While the category of diversity is not specifically included in the language of BQ2, the evidence presented in the hearing demonstrates that a rational basis existed for the inclusion of this category in the Factors and the application.
 - 69. The DoT's inclusion of the diversity category was implemented in a way that created a process which was partial and subject to manipulation by applicants.
 - 70. The **DoT** staff provided various applicants with different information as to what would be utilized from this category and whether it would be used merely as a tiebreaker or as a substantive category.
 - 71. Based upon the evidence adduced, the Court finds that **the DoT selectively discussed** with applicants or their agents the modification of the application related to physical address information.
 - 72. The process was impacted by personal relationships in decisions related to the requirements of the application and the ownership

73. The DoT disseminated various versions of the 2018 Retail Marijuana Application, one of which was published on the DoT's website and required the applicant to provide an actual physical Nevada address for the proposed marijuana establishment, and not a P.O. Box, (see Exhibit 5), whereas an alternative version of the DoT's application form, which was not made publicly available and was distributed to some, but not all, of the applicants via a DoT listserv service, deleted the requirement that applicants disclose an actual physical address for their proposed marijuana establishment. See Exhibit 5A.

- 76. By selectively eliminating the requirement to disclose an actual physical address for each and every proposed retail recreational marijuana establishment, the DoT limited the ability of the Temporary Employees to adequately assess graded criteria such as (i) prohibited proximity to schools and certain other public facilities, (ii) impact on the community, (iii) security, (iv) building plans, and (v) other material considerations prescribed by the Regulations.
- 77. The hiring of Temporary Employees was well within the DoT's discretionary power.
- 78. The evidence establishes that the DoT failed to properly train the Temporary Employees. This is not an appropriate basis for the requested injunctive relief unless it makes the grading process unfair.
- 79. The DoT failed to establish any quality assurance or quality control of the grading done by Temporary Employees [fn. Omitted]. This is not an appropriate basis for the requested injunctive relief unless it makes the grading process unfair.

- 81. Certain of DoT's actions related to the licensing process were nondiscretionary modifications of BQ2's mandatory requirements. The evidence establishes DoT's deviations constituted arbitrary and capricious conduct without any rational basis for the deviation.
- 82. The DoT's decision to not require disclosure on the application and to not conduct background checks of persons owning less than 5% prior to award of a conditional license is an impermissible deviation from the

mandatory language of BQ2, which mandated "a background check of each prospective owner, officer, and board member of a marijuana establishment license applicant." NRS 453D.200(6).

- 84. Under the circumstances presented here, the Court concludes that certain of the Regulations created by the DoT are unreasonable, inconsistent with BQ2 and outside of any discretion permitted to the DoT.
- 85. The DoT acted beyond its scope of authority when it arbitrarily and capriciously replaced the mandatory requirement of BQ2, for the background check of each prospective owner, officer and board member with the 5% or greater standard in NAC 453.255(1). This decision by the DoT was not one they were permitted to make as it resulted in a modification of BQ2 in violation of Article 19, Section 2(3) of the Nevada Constitution.
- 86. As Plaintiffs have shown that the DoT clearly violated NRS Chapter 453D, the claims for declaratory relief, petition for writ of prohibition, and any other related claims is likely to succeed on the merits.
- 87. The balance of equities weighs in favor of Plaintiffs.

Id., 20:1-24, 21:8-20, 22:1-9, and 22:15-27, respectively (bold emphasis added).

As the district court explained, the DoT violated the Ballot Initiative when it "arbitrarily and capriciously" replaced the mandatory requirements of the Ballot Initiative and violated other provisions of NRS Chapter 453D. A number of other violations are noted above from the Preliminary Injunction Order, including: (1) the DoT unlawfully communicated with some applicants and not others through a generic email address; (2) the DoT took no effort to determine if the applications were in fact complete and in compliance with the law; and (3) the DoT created regulations that unconstitutionally altered the Ballot Initiative by requiring applications only from owners with a 5% or greater interest in the business. These modifications and violations of the ballot initiative

violated the Nevada Constitution, which irreparably harmed the Plaintiffs below. That irreparable harm will continue if the preliminary injunction is lifted.

Fourth, GreenMart is unlikely to prevail on the merits of its appeal. As the district court stated that the "Plaintiffs have shown that the DoT clearly violated NRS Chapter 453D, the claims for declaratory relief, petition for writ of prohibition, and any other related claims is likely to succeed on the merits." Preliminary Injunction Order, at 22:24-26. Further, the above examples are indisputably violations of the Nevada Constitution. Given the DoT's repeated violations of the Nevada Constitution by altering the ballot initiative, the Plaintiffs below have a probability of success on the merits. While GreenMart attempts to re-litigate this issue in its current Motion, its arguments are as unpersuasive now as when they were argued during the motion for preliminary injunction or when GreenMart joined NOR's unsuccessful stay request at the district court.

III. CONCLUSION

Wherefore, consistent with the above, the Court should deny GreenMart's Motion.

Respectfully submitted this 22ND day of NHEUBER, 2019.

CLARK HILL, PLLC

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CERTIFICATE OF SERVICE

I hereby certify that pursuant to NRAP 25(1)(d) on the 22 day of November 2019, I served a true and correct copy of the foregoing RESPONDENTS' OPPOSITION TO APPELLANT, GREENMART OF NEVADA NLV LLC'S, MOTION TO SUSPEND PRELIMINARY INJUNCTION PENDING APPEAL via the appellate CM/ECF electronic filing system to all parties currently on the electronic service list.

An employee of Clark Hill PLLC

EXHIBIT 1

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DISTRICT COURT

CLARK COUNTY, NEVADA

ETW MANAGEMENT GROUP LLC, a Nevada limited liability company; GLOBAL HARMONY LLC, a Nevada limited liability company; GREEN LEAF FARMS HOLDINGS LLC, a Nevada limited liability company; GREEN THERAPEUTICS LLC, a Nevada limited liability company; HERBAL CHOICE INC., a Nevada corporation; JUST QUALITY, LLC, a Nevada limited liability company; LIBRA WELLNESS CENTER, LLC, a Nevada limited liability company; ROMBOUGH REAL ESTATE INC. dba MOTHER HERB, a Nevada corporation; NEVCANN LLC, a Nevada limited liability company; RED EARTH LLC, a Nevada limited liability company; THC NEVADA LLC, a Nevada limited liability company; ZION GARDENS LLC, a Nevada limited liability company; and MMOF VEGAS RETAIL, INC., a Nevada corporation, Plaintiffs, STATE OF NEVADA, DEPARTMENT OF TAXATION, a Nevada administrative agency; CASE NO.: A-19-787004-B DEPT NO.: XI

ORDER DENYING (1) NEVADA ORGANIC REMEDIES, LLC'S MOTION TO DISSOLVE PRELIMINARY INJUNCTION AND TO STAY PRELIMINARY INJUNCTION PENDING APPEAL AND (2) LONE MOUNTAIN PARTNERS, LLC'S MOTION TO DISSOLVE PRELIMINARY INJUNCTION FOR FAILURE TO POST BOND ON ORDER SHORTENING TIME

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DOES 1 through 20, inclusive; and ROE CORPORATIONS 1 through 20, inclusive,

Defendants.

AND ALL RELATED MATTERS

Intervenor Defendants Nevada Organic Remedies, LLC's ("NOR") Motion to Dissolve the Preliminary Injunction in All Cases Where No Bond Was Posted and to Suspend/Stay the Preliminary Injunction Pending Appeal in All Remaining Cases and Intervenor Defendant Lone Mountain Partners, LLC's ("LMP") Motion to Dissolve Preliminary Injunction for Failure to Post Bond on Order Shortening Time (collectively, the "Motions") (NOR and LMP are collectively referred to herein as the "Enjoined Parties"), and all Joinders to the same, having come on for hearing before this Honorable Court on October 7, 2019; David R. Koch, Esq., of the law firm Koch & Scow LLC, appearing on behalf of Nevada Organic Remedies, LLC; Eric D. Hone, Esq., of the law firm H1 Law Group, appearing on behalf of Lone Mountain Partners, LLC; Adam K. Bult, Esq. and Maximilien D. Fetaz, Esq., of the law firm of Brownstein Hyatt Farber Schreck, LLP, appearing on behalf of Plaintiffs ETW Management Group LLC, Global Harmony LLC, Green Leaf Farms Holdings LLC, Green Therapeutics LLC, Herbal Choice Inc., Just Quality, LLC, Libra Wellness Center, LLC, Rombough Real Estate Inc. dba Mother Herb, NevCann LLC, Red Earth LLC, THC Nevada LLC, Zion Gardens LLC), and MMOF Vegas Retail, Inc.'s (collectively, "ETW Plaintiffs"); Dominic P. Gentile, Esq. and Ross J. Miller, Esq., of the law firm Gentile Cristalli Miller Armeni Savarese, appearing on behalf of Serenity Wellness Center, LLC, TGIG, LLC, Nuleaf Incline Dispensary, LLC, Nevada Holistic Medicine, LLC, TRYKE Companies SO NV, LLC, TRYKE Companies Reno, LLC, Paradise Wellness Center, LLC, GBS Nevada Partners, LLC, Fidelis Holdings, LLC, Gravitas Nevada, LLC, Nevada Pure, LLC, Medifarm, LLC (collectively, "Serenity Plaintiffs"); William S. Kemp, Esq. and Nathaniel R. Rulis, Esq., of the law firm Kemp, Jones & Coulthard LLP, appearing on behalf of MM Development Company, Inc. and LivFree Wellness LLC; Steven G. Shevorski, Esq., of the Office of the Nevada Attorney General, appearing on behalf of the State of Nevada, Department of Taxation; Todd L. Bice, Esq. and Jordon T. Smith, Esq., of the law firm Pisanelli Bice, appearing

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on behalf of Integral Associates LLC d/b/a Essence Cannabis Dispensaries, Essence Tropicana, LLC, Essence Henderson, LLC; Jared Kahn, Esq., of the law firm JK Legal & Consulting, LLC, appearing on behalf of Helping Hands Wellness Center, Inc.; Alina M. Shell, Esq., of the law firm McLetchie Law, appearing on behalf of GreenMart of Nevada NLV LLC; Joseph A. Gutierrez, Esq., of the law firm Maier Gutierrez & Associates appearing on behalf of CPCM Holdings, LLC d/b/a Thrive Cannabis Marketplace, Commerce Park Medical, LLC, and Cheyenne Medical, LLC; Rusty Graf, Esq. and Brigid Higgins, Esq., of the law firm Black & Lobello, appearing on behalf of Clear River, LLC; and all other appearances noted in the record, and upon the Court's consideration of the pleadings and papers on file herein, including any joinders and oppositions, the arguments of counsel, and good cause appearing, makes the following findings of facts and conclusions of law:

FINDINGS OF FACT

- On July 11, 2019, this Court issued an order coordinating certain cases for the 1. purpose of a hearing on the Motion for Preliminary Injunction.
- On August 23, 2019, this Court entered its Findings of Facts and Conclusions of 2. Law Granting Preliminary Injunction.
- On August 29, 2019, this Court ordered the Plaintiffs to post a bond in the amount 3. of \$5,000,000 for purposes of the injunction the Court entered.
- On September 13, 2019, Plaintiffs posted a bond in the amount of \$5,000,000 (the 4. "Bond on Preliminary Injunction") in Case No. A-18-785818.
- On the same day, Notices of Posting Bond were filed in Case Nos. A-18-785818-5. W; A-19-786962-B; A-19-787004-B; and A-19-787540-W.
- The Bond on Preliminary Injunction lists the following Case Nos: A-18-785818-6. W; A-19-786962-B; A-19-787004-B; A-19-787540-W.
- On September 27, 2019, NOR filed its Motion to Dissolve the Preliminary 7. Injunction in All Cases Where No Bond Was Posted and to Suspend/Stay the Preliminary Injunction Pending Appeal in All Remaining Cases.

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- 8. On October 3, 2019, LMP filed its Motion to Dissolve Preliminary Injunction for Failure to Post Bond on Order Shortening Time.
- 9. On or before October 7, 2019, the ETW Plaintiffs, the Serenity Plaintiffs, and Nevada Wellness Center collectively deposited \$3,748,200 with the Clerk of the Court for the Eighth Judicial District Court.
- 10. Specifically, \$313,200 was posted in Case No. A-19-787540, \$1,889,000 was posted in Case No. A-19-786962, and \$1,546,000 was posted in Case No. A-19-787004.
- 11. If any findings of fact are properly conclusions of law, they shall be treated as if appropriately identified and designated.

CONCLUSIONS OF LAW

- 12. NRCP 65(c) states that "[t]he court may issue a preliminary injunction or a temporary restraining order only if the movant gives security in an amount that the court considers proper to pay the costs and damages sustained by any party found to have been wrongfully enjoined or restrained."
- 13. "The expressed purpose of posting a security bond [under NRCP 65(c)] is to protect a party from damages incurred as a result of a wrongful injunction "Am. Bonding Co. v. Roggen Enterprises, 109 Nev. 588, 591, 854 P.2d 868, 870 (1993).
- An "injunctive order is valid" so long as NRCP 65(c)'s requirements are met by at 14. least one of the movants. Dangberg Holdings Nev., L.L.C. v. Douglas Cty., 115 Nev. 129, 145, 978 P.2d 311, 321 (1999); see also Top Cat Prods., Inc. v. Michael's Los Feliz, 125 Cal. Rptr. 2d 553, 555-56 (2002) (reasoning that it did not matter which of the moving parties were liable for the bond because "[t]he purpose of requiring security is to afford compensation to the party wrongly enjoined or restrained not to prevent one of several plaintiffs—or even a nonparty—from assuming the cost and exposure incident to a bond" (internal quotation marks and citations omitted)).
- This Court has the discretion to grant or deny a motion to stay the preliminary 15. injunction pending an appeal. White Pine Power Dist. No. 9 v. Pub. Serv. Comm'n, 76 Nev. 263, 264, 352 P.2d 256, 256 (1960).

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