Case Nos. 80427 & 80831

In the Supreme Court of Nevada

In the Matter of the Petition of CLA PROPERTIES LLC.

SHAWN BIDSAL,

Appellant,

vs.

CLA PROPERTIES LLC,

Respondent.

CLA PROPERTIES LLC,

Appellant,

vs.

SHAWN BIDSAL,

Respondent.

Electronically Filed Nov 24 2020 07:21 p.m. Elizabeth A. Brown Clerk of Supreme Court

APPEAL

from the Eight Judicial District Court, Clark County, Nevada The Honorable JOANNA S. KISHNER, District Judge District Court Case No. A-19-795188-P

APPELLANT'S APPENDIX VOLUME 13 PAGES 3001-3078

DANIEL F. POLSENBERG (SBN 2376) JOEL D. HENRIOD (SBN 8492) ABRAHAM G. SMITH (SBN 13,250) LEWIS ROCA ROTHGERBER CHRISTIE LLP 3993 Howard Hughes Parkway, Suite 600 Las Vegas, Nevada 89169 (702) 949-8200 JAMES E. SHAPIRO (SBN 7907) AIMEE M. CANNON (SBN 11,780) SMITH & SHAPIRO, PLLC 3333 E. Serene Avenue, Suite 130 Henderson, Nevada 89074 (702) 318-5033

Attorneys for Shawn Bidsal

CHRONOLOGICAL TABLE OF CONTENTS TO APPENDIX

Tab	Document	Date	Vol.	Pages
1	Petition for Confirmation	05/21/19	1	1–56
2	Affidavit of Service (Shawn Bidsal)	05/28/19	1	57–58
3	Peremptory Challenge of Judge	05/28/19	1	59–60
4	Notice of Department Reassignment	05/28/19	1	61
5	Notice of Entry of Stipulation and Order to Stay Proceedings	06/21/19	1	62–67
6	Notice of Entry of Order Granting Motion to Dismiss and Entry of Judgment	06/25/19	1	68–75
7	Respondent's Opposition to CLA's Petition for Confirmation of Arbitration Award and Entry of Judgment and Counterpetition to Vacate Arbitration Award	07/15/19	1	76–115
8	Appendix – Part 1	07/15/19	$\frac{1}{2}$	$\begin{array}{c} 116-250\\ 251-326\end{array}$
9	Appendix – Part 2	07/15/19	$2 \\ 3$	$327-500 \\ 501-574$
10	Appendix – Part 3 – Part 1	07/15/19	3	575-707
11	Appendix – Part 3 – Part 2	07/15/19	$\frac{3}{4}$	708–750 751–840
12	Appendix – Part 4	07/15/19	4 5	841–1000 1001–1104
13	Appendix – Part 5	07/15/19	$5 \\ 6$	$\begin{array}{c} 1105 - 1250 \\ 1251 - 1276 \end{array}$
14	CLA's Memorandum of Points and Authori- ties in Support of Petition for Confirmation of Arbitration Award and in Opposition to Counter-Petition to Vacate Award	08/05/19	6	1277-1320
15	Appendix to Memorandum of Points and	08/05/19	6	1321-1323

	Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award			
16	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 1	08/05/19	6	1324–1490
17	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 2	08/05/19	6 7	1491–1500 1501–1702
18	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 3	08/05/19	7 8	1703–1750 1751–1889
19	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 4	08/05/19	8 9	1890–2000 2001–2114
20	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 5	08/05/19	9 10	2115–2250 2251–2320
21	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 6	08/05/19	10	2321-2468
22	Reply to CLA's Memorandum of Points and	08/26/19	10	2469–2498

	Authorities in Opposition to Counterpeti- tion to Vacate Arbitration Award			
23	Appendix – Volume 6	08/26/19	10 11	2499–2500 2501–2525
24	Supplemental Exhibit to Appendix to Mem- orandum of Points and Authorities in Sup- port of Petition for Confirmation of Arbitra- tion Award and in Opposition to Counter- Petition to Vacate Award	09/05/19	11	2526-2534
25	Recorder's Transcript of Hearing: All Pend- ing Motions	09/10/19	11	2535-2546
26	Recorder's Transcript of Pending Motions	11/12/19	11	2547-2605
27	Notice of Entry of Order Granting Petition for Confirmation of Arbitration Award and Entry of Judgment and Denying Respond- ent's Opposition and Counterpetition to Va- cate the Arbitrator's Award	12/16/19	11	2606–2619
28	Order to Statistically Close Case	12/30/19	11	2620
29	Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	01/03/20	11	2621–2683
30	Affidavit of Rodney T. Lewin, Esq. in Support of Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	01/03/20	11	2684–2709
31	Affidavit of Louis E. Garfinkel, Esq. in Support of Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	01/03/20	11	2710–2734
32	Notice of Appeal	01/09/20	11	2735-2736
33	Case Appeal Statement	01/09/20	11	2737-2740
34	Respondent's Motion for Stay Pending Appeal	01/17/20	11	2741-2749
35	Respondent's Opposition to Petitioner CLA Properties, LLC's Motion for Attorney's	01/17/20	$11\\12$	2750 2751–2879

	Fees and Costs			
36	Petitioner CLA Properties, LLC's Reply in Support of Motion for Attorney's Fees and Costs	01/27/20	12	2880–2889
37	Affidavit of Louis E. Garfinkel, Esq. in Sup- port of Petitioner CLA Properties, LLC's Reply in Support of Motion for Attorney's Fees and Costs	01/27/20	12	2890–2911
38	Supplemental Affidavit of Rodney T. Lewin, Esq. in Support of Petitioner CLA Properties, LLC's Reply in Support of Mo- tion for Attorney's Fees and Costs	01/27/20	12	2912–2919
39	Petition CLA Properties, LLC's Opposition to Respondent Shawn Bidsal's Motion for Stay Pending Appeal	01/31/20	12	2920–2943
40	Affidavit of Benjamin Golshani in Opposi- tion to Respondent's Motion for Stay Pend- ing Appeal	01/31/20	12	2944–2956
41	Recorder's Transcript of Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	02/04/20	12	2957–2990
42	Respondent's Reply to CLA Properties, LLC's Motion for Stay Pending Appeal	02/11/20	$\begin{array}{c} 12\\ 13\end{array}$	2991–3000 3001–3011
43	Recorder's Transcript of Pending Motions	02/18/20	13	3012-3048
44	Notice of Entry of Order Denying Petitioner CLA Properties, LLC's Motion for Attor- ney's Fees and Costs	03/05/20	13	3049-3055
45	Amended Notice of Entry of Order Denying Petitioner CLA Properties, LLC's Reply in Support of Motion for Attorney's Fees and Costs	03/06/20	13	3056-3062
46	Notice of Entry of Order Granting Respond- ent's Motion for Stay Pending Appeal	03/10/20	13	3063–3067

47	Notice of Appeal	03/13/20	13	3068-3069
48	Case Appeal Statement	03/13/20	13	3070-3074
49	Notice of Posting Cash in Lieu of Bond	03/20/20	13	3075-3078

ALPHABETICAL TABLE OF CONTENTS TO APPENDIX

Tab	Document	Date	Vol.	Pages
40	Affidavit of Benjamin Golshani in Opposi- tion to Respondent's Motion for Stay Pend- ing Appeal	01/31/20	12	2944–2956
31	Affidavit of Louis E. Garfinkel, Esq. in Sup- port of Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	01/03/20	11	2710–2734
37	Affidavit of Louis E. Garfinkel, Esq. in Sup- port of Petitioner CLA Properties, LLC's Reply in Support of Motion for Attorney's Fees and Costs	01/27/20	12	2890–2911
30	Affidavit of Rodney T. Lewin, Esq. in Sup- port of Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	01/03/20	11	2684–2709
2	Affidavit of Service (Shawn Bidsal)	05/28/19	1	57–58
45	Amended Notice of Entry of Order Denying Petitioner CLA Properties, LLC's Reply in Support of Motion for Attorney's Fees and Costs	03/06/20	13	3056–3062
8	Appendix – Part 1	07/15/19	1 2	$\begin{array}{c} 116-250\\ 251-326\end{array}$
9	Appendix – Part 2	07/15/19	2 3	$\begin{array}{r} 201 & 020 \\ 327 - 500 \\ 501 - 574 \end{array}$
10	Appendix – Part 3 – Part 1	07/15/19	3	575-707
11	Appendix – Part 3 – Part 2	07/15/19	$\frac{3}{4}$	708–750 751–840
12	Appendix – Part 4	07/15/19	4 5	841–1000 1001–1104
13	Appendix – Part 5	07/15/19	$5 \\ 6$	$\begin{array}{c} 1105 - 1250 \\ 1251 - 1276 \end{array}$

23	Appendix – Volume 6	08/26/19	10 11	2499–2500 2501–2525
15	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award	08/05/19	6	1321–1323
16	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 1	08/05/19	6	1324–1490
17	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 2	08/05/19	6 7	1491–1500 1501–1702
18	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 3	08/05/19	7 8	1703–1750 1751–1889
19	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 4	08/05/19	8 9	1890–2000 2001–2114
20	Appendix to Memorandum of Points and Authorities in Support of Petition for Con- firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 5	08/05/19	9 10	2115–2250 2251–2320
21	Appendix to Memorandum of Points and Authorities in Support of Petition for Con-	08/05/19	10	2321-2468

	firmation of Arbitration Award and in Op- position to Counter-Petition to Vacate Award-Part 6			
33	Case Appeal Statement	01/09/20	11	2737-2740
48	Case Appeal Statement	03/13/20	13	3070-3074
14	CLA's Memorandum of Points and Authori- ties in Support of Petition for Confirmation of Arbitration Award and in Opposition to Counter-Petition to Vacate Award	08/05/19	6	1277–1320
32	Notice of Appeal	01/09/20	11	2735–2736
47	Notice of Appeal	03/13/20	13	3068-3069
4	Notice of Department Reassignment	05/28/19	1	61
44	Notice of Entry of Order Denying Petitioner CLA Properties, LLC's Motion for Attor- ney's Fees and Costs	03/05/20	13	3049–3055
6	Notice of Entry of Order Granting Motion to Dismiss and Entry of Judgment	06/25/19	1	68–75
27	Notice of Entry of Order Granting Petition for Confirmation of Arbitration Award and Entry of Judgment and Denying Respond- ent's Opposition and Counterpetition to Va- cate the Arbitrator's Award	12/16/19	11	2606–2619
46	Notice of Entry of Order Granting Respond- ent's Motion for Stay Pending Appeal	03/10/20	13	3063–3067
5	Notice of Entry of Stipulation and Order to Stay Proceedings	06/21/19	1	62–67
49	Notice of Posting Cash in Lieu of Bond	03/20/20	13	3075-3078
28	Order to Statistically Close Case	12/30/19	11	2620
3	Peremptory Challenge of Judge	05/28/19	1	59–60
39	Petition CLA Properties, LLC's Opposition to Respondent Shawn Bidsal's Motion for	01/31/20	12	2920–2943

	Stay Pending Appeal			
1	Petition for Confirmation	05/21/19	1	1–56
29	Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	01/03/20	11	2621–2683
36	Petitioner CLA Properties, LLC's Reply in Support of Motion for Attorney's Fees and Costs	01/27/20	12	2880–2889
25	Recorder's Transcript of Hearing: All Pend- ing Motions	09/10/19	11	2535-2546
26	Recorder's Transcript of Pending Motions	11/12/19	11	2547-2605
43	Recorder's Transcript of Pending Motions	02/18/20	13	3012-3048
41	Recorder's Transcript of Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	02/04/20	12	2957–2990
22	Reply to CLA's Memorandum of Points and Authorities in Opposition to Counterpeti- tion to Vacate Arbitration Award	08/26/19	10	2469–2498
34	Respondent's Motion for Stay Pending Appeal	01/17/20	11	2741-2749
7	Respondent's Opposition to CLA's Petition for Confirmation of Arbitration Award and Entry of Judgment and Counterpetition to Vacate Arbitration Award	07/15/19	1	76–115
35	Respondent's Opposition to Petitioner CLA Properties, LLC's Motion for Attorney's Fees and Costs	01/17/20	$11\\12$	2750 2751–2879
42	Respondent's Reply to CLA Properties, LLC's Motion for Stay Pending Appeal	02/11/20	$\begin{array}{c} 12\\ 13\end{array}$	2991–3000 3001–3011
38	Supplemental Affidavit of Rodney T. Lewin, Esq. in Support of Petitioner CLA Properties, LLC's Reply in Support of Mo- tion for Attorney's Fees and Costs	01/27/20	12	2912–2919

24	Supplemental Exhibit to Appendix to Mem-	09/05/19	11	2526-2534
	orandum of Points and Authorities in Sup-			
	port of Petition for Confirmation of Arbitra-			
	tion Award and in Opposition to Counter-			
	Petition to Vacate Award			

CERTIFICATE OF SERVICE

I certify that on November 24, 2020, I submitted the foregoing

"Appellant's Appendix" for filing via the Court's eFlex electronic filing

system. Electronic notification will be sent to the following:

Louis E. Garfinkel LEVINE & GARFINKEL 1671 W. Horizon Ridge Pkwy. Suite 230 Henderson, Nevada 89102 Rodney T. Lewin LAW OFFICES OF RODNEY T. LEWIN, APC 8665 Wilshire Blvd., Suite 210 Beverly Hills, California 90211

Robert L. Eisenberg LEMONS, GRUNDY & EISENBERG 6005 Plumas Street Third Floor Reno, Nevada 89519

Attorneys for CLA Properties LLC

<u>/s/Cynthia Kelley</u> An Employee of Lewis Roca Rothgerber Christie LLP

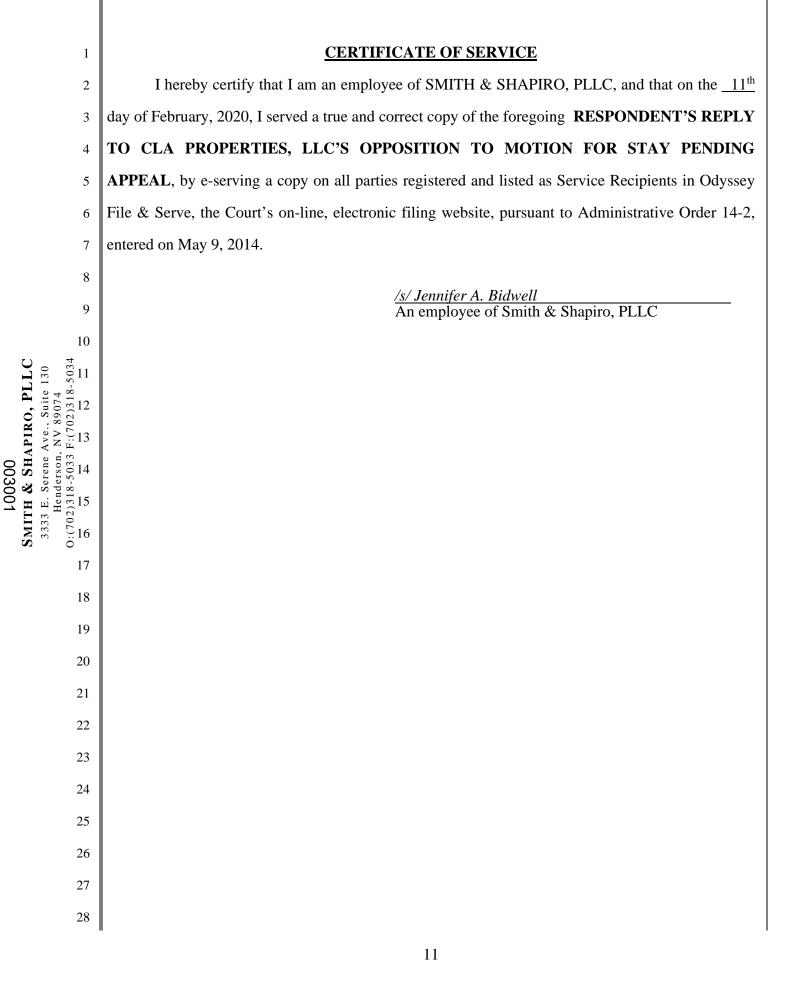


EXHIBIT B

EXHIBIT B

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

23

24

28

1

DECLARATION OF SHAWN BIDSAL IN SUPPORT OF RESPONDENT'S REPLY TO PEITIONER'S OPPOSITON TO RESPONDENT'S MOTION FOR STAY PENDING APPEAL

I, Shawn Bidsal, do hereby declare under penalty of perjury, under the laws of the State of Nevada in accordance with N.R.S. § 53.045 as follows:

1. I am a resident of the State of California.

2. I am the Managing Member of GREEN VALLEY COMMERCE, LLC ("GVC").

3. I am currently the respondent in the petition of <u>CLA Properties, LLC v. Shawn</u> <u>Bidsal.</u>, Case No. A-19-795188-P.

4. My counsel is Smith & Shapiro, PLLC ("Bidsal's Counsel").

5. I have been involved in commercial property management for over 24 years. I have managed over 50 commercial properties, valued at over \$300,000,000. These properties are spread throughout eight states.

6. As the Managing Member of GVC, I have ensured that all distributions made to the members of GVC were done in equal distributions. Contrary to Exhibit 1, attached to Benjamin Golshani's declaration, approximately \$201,000 distributions that I received during 2017 are for the rents collected prior to the present dispute and I am fully entitled to such distributions.

7. As the Managing Member of GVC, I have ensure that the property owned by GVC is well maintained. During the period of 2018 to 2019, the parking lot on the GVC property was repaired. Additionally, the driveways were also patched and repaired.

8. As Managing Member of GVC, on or about February 2019, I ensured that the entire
roof was replaced on one building owned by GVC and repaired other roofs owned by GVC, as
needed.

9. During 2019, in addition to regular landscape maintenance, I caused the landscaping to be upgraded to improve the aesthetic and value of the property owned by GVC.

I have acted diligently to renew existing leases and obtain new leases, as appropriate.
 The GVC property is currently actively marketed for lease in LoopNet.com and CoStar.com, leading
 commercial real estate listing services. The vacancies are regularly shown to prospective tenants.

11. I have every desire and intent to use all 24 years of my commercial property management experience to successfully manage the GVC property until the present dispute has reached its conclusion, as I have successfully done for the previous nine years.

12. The formula, as delineated in the GVC operating agreement regarding a buy-out of a member's shares does not take into account several critical factors to include:

a. Prior to the current dispute, three of the buildings that originally comprised the property owned by GVC have been sold and the proceeds distributed to the members of GVC and in one instance the proceeds have been used in a 1031 exchange transaction; and

b. The capital accounts have changed since the date of the GVC property purchase.

13. Due to these issues with the formula contained in the operating agreement, a demand for arbitration was made on February 7, 2020 to decide the meaning of this provision.

14. I make this Declaration freely and of my own free will and choice and I declare under penalty of perjury that the foregoing is true and correct.

Dated this 11th day of February, 2020.

3333 E. Serene Ave., Suite 130 Henderson, NV 89074 0:(702)318-5033 F:(702)318-5034

H W UNDER MANY & H

N BIDSAL

Shawn Bidsal

EXHIBIT C

EXHIBIT C

JAMS * * * * * CLA PROPERTIES, Claimant, Reference No. 1260004569 vs. SHAWN BIDSAL, Respondent. TRANSCRIPT OF PROCEEDINGS Taken Before the Honorable Stephen E. Haberfeld Volume I Las Vegas, Nevada May 8, 2018 11:12 a.m. Reported by: Heidi K. Konsten, RPR, CCR Nevada CCR No. 845 - NCRA RPR No. 816435 JOB NO. 469894

TRANSCRIPT OF PROCEEDINGS, VOLUME I - 05/08/2018

1	WITNESS INDEX	Page 3
2		Page
3	BENJAMIN GOLSHANI	
4	Direct Examination by Mr. Lewin	35
5	Cross-Examination by Mr. Shaprio	112
6	Redirect Examination by Mr. Lewin	176
7	* * * * *	
8		
9	SHAWN BIDSAL	
10	Cross-Examination by Mr. Lewin	178
11	* * * * *	
12	* * * * *	
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		

003008

TRANSCRIPT OF PROCEEDINGS, VOLUME I - 05/08/2018

Page 37 1 becoming interested in that business. And I went 2 into textile business. And what kind of textile business was 3 0 4 that? 5 Α I started a -- a unique business using natural, environmentally-friendly fibers. 6 7 (Interruption in proceedings.) THE WITNESS: And learning as to how 8 to -- because I was an engineer, didn't have much 9 difficulty. I learned about how to weave and dye 10 and produce for apparel use and home -- home 11 12 decor. 13 BY MR. LEWIN: 14 0 And, did -- now, when you say for "home decor," what do you mean? 15 16 Like, for curtains, couches, chairs, Α things like that. 17 18 And how do you know Mr. Bidsal? Q 19 Α Well, I had known Mr. Bidsal from long time ago. We are related and, you know, we -- I 20 21 knew of him. 22 Q And how are you related? 23 А Oh, he's my cousin. 24 Is he a first cousin? 0 25 First cousin. He's my first cousin. Α

> Litigation Services | 800-330-1112 www.litigationservices.com

TRANSCRIPT OF PROCEEDINGS, VOLUME I - 05/08/2018

r	
1	Page 41 some of the real estate that he had acquired and
2	was managing. And the nature of those, you know,
3	they were, like, big shopping centers and
4	apartment buildings. And he mentioned to me that
5	he has been managing them very well and he has
6	been doing extremely good with those.
7	Q Was there was there a time when you
8	and he began to look into properties to invest in
9	together?
10	A Yes. What what happened, during one
11	of those times, he mentioned that he had
12	because of the downturn, he had he does not
13	have much cash available, and there would be a lot
14	of opportunity. And I said, "I am looking for
15	this." And I started becoming interested in what
16	he was doing, especially, you know, when I ask
17	question, I I it seemed to me that he had
18	all of the answers and he knew what he was doing.
19	And we discussed more. And after I saw
20	more, I was very impressed. And I told him that,
21	you know, I could be we could be working
22	together and he concurred, and we said that it
23	would be a good idea if we were. And buy things
24	and either fix it or make investment and create a
25	partnership.

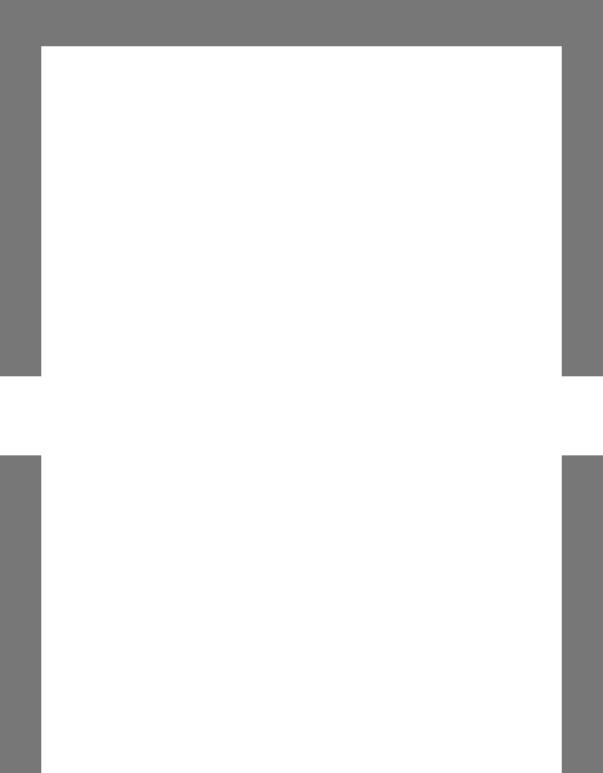
Litigation Services | 800-330-1112 www.litigationservices.com

EXHIBIT D

EXHIBIT D

State (Domestic Stock an FEES (F If this is an	ate of California Secretary of State ement of Information ad Agricultural Cooperative Corporat iling and Disclosure): \$25.00. In amendment, see instructions. IRUCTIONS BEFORE COMPLETING			
2. CALIFORNIA CORPORATE NUN	IBER		This Space for Filin	g Use Only
3. If there have been any change of State, or no statement of in If there has been no chan of State, check the box ar		t Statement of Informati form must be complete last Statement of Informa	on filed with the Calif d in its entirety. ation filed with the Calif	-
4. STREET ADDRESS OF PRINCIPAL	Ilowing (Do not abbreviate the name of the EXECUTIVE OFFICE	City. Items 4 and 5 cannot CITY	be P.O. Boxes.) STATE	ZIP CODE
5. STREET ADDRESS OF PRINCIPAL I	BUSINESS OFFICE IN CALIFORNIA, IF ANY	CITY	STATE	ZIP CODE
6. MAILING ADDRESS OF CORPORAT	ION. IF DIFFERENT THAN ITEM 4	CITY	STATE	ZIP CODE
	es of the Following Officers (The corporeprinted titles on this form must not be altered ADDRESS		officers. A comparable STATE	e title for the specific
8. SECRETARY	ADDRESS	CITY	STATE	ZIP CODE
9. CHIEF FINANCIAL OFFICER/	ADDRESS	CITY	STATE	ZIP CODE
	es of All Directors, Including Directors	s Who are Also Office	rs (The corporation mu	st have at least one
director. Attach additional pages, if n 10. NAME	ADDRESS	CITY	STATE	ZIP CODE
11. NAME	ADDRESS	CITY	STATE	ZIP CODE
12. NAME	ADDRESS	CITY	STATE	ZIP CODE
address, a P.O. Box address is not a certificate pursuant to California Corp 14. NAME OF AGENT FOR SERVICE OF	f the agent is an individual, the agent must res acceptable. If the agent is another corporatio orations Code section 1505 and Item 15 must	n, the agent must have or be left blank.	5 must be completed wi file with the California STATE	th a California street Secretary of State a ZIP CODE
16. DESCRIBE THE TYPE OF BUSINES	S OF THE CORPORATION			
	T OF INFORMATION TO THE CALIFORNIA SEC NY ATTACHMENTS, IS TRUE AND CORRECT.	RETARY OF STATE, THE C	ORPORATION CERTIFIES	S THE INFORMATION
DATE TYPE/PRINT	NAME OF PERSON COMPLETING FORM	TITLE	SIGNATU	RE
SI-200 (REV 01/2013)	Page 1 of 1		APPROVED BY S	ECRETARY OF STATE





				003012
			Electronically Filed 3/3/2020 10:35 AM Steven D. Grierson CLERK OF THE COURT	
1	RTRAN		Atump. A.	um
2				
3				
4				
5	DISTRI	CT COURT		
6	CLARK COU	JNTY, NEVADA		
7 8	IN THE MATTER OF THE PETITIO OF:)	19-795188-P	
9	CLA PROPERTIES LLC) DEPT. XXX)	.1	
10)		
11)		
12		<i>,</i>		
13 14		BLE JOANNA S. KIS COURT JUDGE BRUARY 18, 2020	HNER	
15	RECORDER'S TRANSCR	IPT OF PENDING M	IOTIONS	
16				
17	APPEARANCES:			
18	For the Petitioner:	LOUIS E. GARFINKE	L, ESQ.	
19	For the Respondent:	JAMES E. SHAPIRO DAN POLSENBERG,	, ESQ.	
20		DANT OLOLINDENG,	2002.	
21				
22				
23				
24	RECORDED BY: SANDRA HARRE	LL, COURT RECORE	νek	
25				
		- 1 -		
	Case Number: A-19)-795188-P		003012

1	Las Vegas, Nevada, Tuesday, February 18, 2020
2	
3	[Case called at 8:55 a.m.]
4	THE COURT: We're on the record on Case 795188, which is
5	page 2 on the 9 a.m. civil law and motion In the Matter of the Petition of
6	CLA Properties.
7	Counsel, can I have your appearances, please?
8	MR. GARFINKEL: Good morning, Your Honor, Louis
9	Garfinkel on behalf Petitioner, CLA Properties.
10	MR. SHAPIRO: And Jim Shapiro and Dan Polsenberg on
11	behalf of Shawn Bidsal.
12	THE COURT: Okay. So welcome back. Today is the stay
13	pending appeal motion Respondent's motion for stay pending
14	appeal. So the Court needed to have a well, I'll just let you argue. Go
15	ahead.
16	MR. SHAPIRO: Thank you, Your Honor. This is our motion
17	for stay pending appeal. I know Your Honor is well aware of the legal
18	standard on this. NCRP 62 and Nevada Rules of Civil Procedure 8 allow
19	for a party who has appealed a decision to seek a stay
20	THE COURT: Uh-huh.
21	MR. SHAPIRO: in enforceability of that decision pending
22	an appeal and that is what we're doing here today. The Nevada
23	Supreme Court has identified four factors that Your Honor is to consider
24	when deciding whether to grant or deny a request for stay. Those four
25	factors were set forth in our motion. In the opposition, CLA Properties

1 primarily focused on the third element --

THE COURT: Right.

MR. SHAPIRO: -- although it does dribble over into some of
the other elements as well, and I'll address each of those here today.
The first factor to consider is whether or not the object of the appeal or
petition will be defeated, if the stay is denied. And in this case, CLA
Properties' opposition actually does a good job of illustrating that absent
a stay, the object of the appeal will be defeated.

9 As Your Honor is aware, the issue here is membership interest in Green Valley Commerce, LLC. Half of it is owned by Shawn 10 11 Bidsal. Half is of it is owned by CLA Properties. The -- Green Valley 12 Commerce, LLC owns a number of commercial properties. That is its 13 sole business. And CLA Properties has argued that they should be 14 allowed to sell the underlying property. If you take that underlying 15 property and make it disappear before the appeal is heard, then even if 16 Shawn Bidsal is successful on appeal, that property will be gone.

THE COURT: Okay. Stop for one quick second.

MR. SHAPIRO: Sure.

19 THE COURT: Because in the underlying hearings and the -20 what -- you know, what I mean --

MR. SHAPIRO: Exactly.

THE COURT: -- the very high, large number of pleadings, is
this was initiated -- both parties seem to have wanted to buy out the
other for -- to use a common way of phrasing that, but that's not taking -that's my most neutral, generic way of phrasing it. Was the property not

2

17

18

21

1 going to be sold regardless of which side, and so, is it really a matter of 2 tendering money and holding the money into account versus the selling 3 of the property, because of the potentiality of what could or could not 4 happen market-wise? 5 And that's the question that's unique to this one, and then 6 my other question is when you get to the standards of what you all 7 actually contractually agreed to in the underlying agreement. But --8 MR. SHAPIRO: Okay. 9 THE COURT: So was it not going to be sold is the simplest 10 way I was going to ask. 11 MR. SHAPIRO: It wasn't. The transaction that triggered this 12 proceedings that ended up here today --13 THE COURT: Right. 14 MR. SHAPIRO: -- was a transaction whereby my client 15 offered to buy CLA Properties' interest in Green Valley Commerce. That 16 was the very beginning of this whole dispute, was an offer by my client 17 to buy out CLA Properties. That dispute morphed into -- he said, well, I 18 get the right to buy you out under the terms of the operating agreement. 19 We disagreed with that, went to arbitration, blah, blah, blah. That's 20 history. But the very beginnings of this was Shawn Bidsal wanting to 21 take control of the property and had no intention of selling it. His 22 intention was to take control of the property and continue to operate and 23 maintain it, just exactly as he has done for the past decade. And that is 24 part of the issue that's up on appeal. And so when CLA Properties puts in their opposition --25

S	
$\widetilde{\omega}$	
õ	

6

1

THE COURT: Uh-huh.

2 MR. SHAPIRO: -- that they have an intent to sell the 3 underlying property, that will defeat it. We -- and Your Honor, I don't 4 even need to cite the case law. You know real property is unique. The only asset of Green Valley Commerce, LLC is real property, which is 5 6 unique. You sell that property and the object of the appeal is defeated. 7 And so the first factor that the Court is to consider has been 8 satisfied, because the -- CLA Properties has already made it clear that 9 that is one of the options that are on the table, that they intend on 10 pursuing it, and the stay is required to ensure that if Mr. Bidsal is 11 successful on appeal, there's still something left to fight over. Because if 12 it's sold, all there is is cash and all of the benefits of owning commercial 13 property has now been taken way from Shawn Bidsal. 14 The second element is whether the Appellant or Petitioner 15 will suffer irreparable or serious injury, if the stay is denied. Again, that 16 goes back to the fact that the only asset of Green Valley Commerce, is commercial property, which CLA Properties has indicated that they 17 18 intend on selling. 19 THE COURT: Uh-huh. 20 MR. SHAPIRO: And if that is sold, then my client will suffer 21 irreparable and serious harm, if the stay is denied. 22 The third element is whether CLA Properties will suffer no 23 harm, if the stay is granted, or excuse me, suffer harm, if the stay is 24 granted. This is the element that CLA Properties addressed in their 25 opposition.

003016

1	And I apologize, Your Honor. I'm going to grab a drink here.	
2	THE COURT: No worries.	
3	MR. SHAPIRO: My mouth is trying out from	
4	THE COURT: There's water there, feel free.	
5	MR. SHAPIRO: Now, in this element, CLA Properties raises a	
6	number of different arguments, but they make a key admission. There's	
7	no question that there's a dispute over what the purchase price will be, if	
8	the arbitrator's award is upheld by the Nevada Supreme Court. That's	
9	heavily in dispute. But	
10	THE COURT: I'm sorry. Could you repeat that sentence,	
11	which you just said? What's heavily in dispute? It's the	
12	MR. SHAPIRO: What's heavily in dispute is what the	
13	purchase price will actually be, if the Supreme Court upholds the	
14	arbitration award. And that was not an issue that was in front of Your	
15	Honor, but it is an issue that has seeped its way into this motion for stay,	
16	and I'll explain in a minute. The parties cannot agree on pretty much	
17	anything. And there's serious disputes as to what credits and debits are	
18	allowed when you try and calculate that purchase price. But what is not	
19	in dispute is that even if you use CLA Properties' calculation, at the end	
20	of the day, CLA Properties will be required to pay Shawn Bidsal over \$1.5	
21	million.	
22	That is not in dispute. Now, we think it a naire to be reach	

That is not in dispute. Now, we think it's going to be much higher than that. CLA Properties thinks it's going to be closer to the \$1.5 million number. That's fine. 1.5 million is more than enough to cover any and all harm that CLA Property will incur. What have they raised?

- 6 -

The pointed out that the arbitrator awarded approximately \$286,000 in
attorney fees. Well, \$286,000 doesn't even equal one-third of the
amount that CLA Properties will owe my client. They're totally protected.
They point out that there's accrued interest. They say that's around
60,000. Well, you add 286 to 60. We're still less than a third of the
judgment. Or ex -- not the judgment, the purchase price that CLA
Properties is going to be required to pay to Shawn Bidsal.

8 They, in their opposition, argue that there's pending motions 9 for attorney's fees, one of which has been resolved, the other one of 10 which is for a grand total of about eight grand and that's still pending in 11 front of the Federal Court, and who knows when we'll get a decision on 12 that. But they don't explain how that factors into any of their analysis. 13 But even if they get an award of attorney's fees, that's about another 14 \$8,000. We're still less than a third. They argue for the first time that 15 Shawn Bidsal has not properly managed the property, but at the same 16 sentence, almost the same breath, they complain about the distributions that Shawn has made. 17

18 Well, clearly Shawn has managed the property appropriately, 19 to the point where there's excess funds and distributions have been 20 made. Now, they try and imply that those distributions were not equal 21 distributions. When you look at the evidence that they provide, it's clear 22 that those distributions were equal to both parties. Even -- and those 23 distributions were all made prior to Your Honor entering an order 24 confirming the award. There have been no distributions that have been 25 made since that time.

003018

- 7 -

1	Now, if Your Honor wants to put as part the order granting a
2	stay that there's no distributions to be made, we're fine with that,
3	because that's the intent. He fully intends on doing that anyway.
4	THE COURT: Now, is he intending to still run the property,
5	because that seems to be in dispute between the parties with regards to
6	the stay.
7	MR. SHAPIRO: Yes he does.
8	THE COURT: Because the 41 percent, you know I guess,
9	less than 41 percent is either occupied or not occupied, whichever the
10	number was empty spaces, 41 percent.
11	MR. SHAPIRO: There I don't know what the percentage is
12	on empty spaces. There have been empty spaces the entire time. Some
13	of these properties have some challenges.
14	THE COURT: Uh-huh.
15	MR. SHAPIRO: And that's been the case for ten years. And
16	again, it's notwithstanding those empty spaces, they're still making a
17	profit. There's still distributions. At this point, up until the motion for
18	stay, there's been no complaint about Shawn's management. That's
19	something that was raised here.
20	THE COURT: Okay.
21	MR. SHAPIRO: And the motion for stay would ensure that
22	the status quo remains and that if he's got additional harm that he claims
23	well, you mismanaged it, we still have over a million dollars in purchase
24	price that he can argue he's entitled to some of that to compensate him
25	for that damage. When you look at all of the alleged harm that they're

incurring, it simply does not add up to the 1.5 million. The only way they
 get there is to argue that we're going to have another once in 100 year
 market crash that we had ten years ago.

4 Well, number one, there's no indication that that's coming 5 our way, unlike in the early 2000s, but, number two, when you look at 6 the sum total of the circumstances, the \$1.5 million is sufficient to cover 7 CLA Properties for any and all of their damages, such that if they are 8 successful on appeal, and they incur harm, they can offset that harm by 9 the amount of money that they're required to pay my client. When you 10 look at the four factors that the Nevada Supreme Court set forth, it's 11 clear that a stay is appropriate and warranted under these 12 circumstances.

So then the next question goes to what is the supersedeas
bond. Well, as Your Honor is aware, the amount of the bond is left to the
discretion of the Court, and the Court can provide for pretty much
whatever amount the Court decides is appropriate under the
circumstances.

In this case, you've got a \$286,000 monetary judgment in the
form of attorney fees, plus interest -- approximately 60,000, if we use
CLA Properties' numbers. So now we're up to around 360, not even that.
It's going to be 350 and not even --

THE COURT: How would this Court -- okay, well, let's walk
through it. You all did not appeal the arbitrator's attorney's fee award
for the arbitration process.

MR. SHAPIRO: It's --

25

1	THE COURT: How is that even before me, because that was		
2	contractually done outside of the court system? The fees and cost		
3	motion filed by CLA was for what was asserted to be and that's I		
4	need a point of clarification.		
5	MR. SHAPIRO: Okay.		
6	THE COURT: Did it include the 286 that the arbitrator had		
7	awarded or I or was it separate from the amounts that then would have		
8	been for this proceeding? So I'm trying to make sure, if you're asserting		
9	that I have jurisdiction over what was awarded by the arbitrator in the		
10	underlying proceeding.		
11	MR. SHAPIRO: I'm not arguing that you have jurisdiction		
12	over what was awarded by the arbitrator. We appealed the		
13	THE COURT: Then how could I stay that portion of it, if it		
14	never came before me?		
15	MR. SHAPIRO: The stay is your order confirming the		
16	arbitration award. That's the stay. Now, the arbitration award		
17	THE COURT: But the arbitration award, just isn't that two		
18	separate orders? One for the award and one for attorney's fees and		
19	costs, because attorney's fees and costs are generally a separate,		
20	appealable order?		
21	MR. SHAPIRO: It was actually		
22	THE COURT: There's a plethora of Supreme Court precedent		
23	in that regard, right? Because		
24	MR. SHAPIRO: The way that the arbitrator did it in this case		
25	was he did an interim order. Then there was pleadings on the attorney		

1	fees. Then he entered a final order that wrapped up everything from his			
2	determination of the underlying merits as well as the attorney fees. And			
3	so the final award included not only the merits, but the award of			
4	attorney's fees as well.			
5	MR. GARFINKEL: That's correct, Your Honor.			
6	THE COURT: Okay.			
7	MR. GARFINKEL: And the amount was \$298,500.			
8	MR. SHAPIRO: Okay.			
9	MR. GARFINKEL: That was the award for fees and costs, and			
10	you confirmed that award, Your Honor.			
11	THE COURT: I confirmed that as part of the underlying total			
12	award			
13	MR. SHAPIRO: Right.			
14	MR. GARFINKEL: Yes, Your Honor.			
15	THE COURT: separate and apart from the internal award.			
16	Okay.			
17	MR. GARFINKEL: Yes.			
18	MR. SHAPIRO: Right.			
19	THE COURT: So that was separate and apart from the			
20	attorney's fee component that was then sought by CLA.			
21	MR. SHAPIRO: Oh, yes.			
22	MR. GARFINKEL: Your			
23	MR. SHAPIRO: Yeah.			
24	THE COURT: That's a point of distinction. I			
25	MR. GARFINKEL: Which was a couple of weeks ago, Your			

1	Honor.
2	THE COURT: Okay. That's right. That's
3	MR. GARFINKEL: That was in connection with having to
4	confirm the arbitrator's award here.
5	THE COURT: That's what I'm trying to confirm, the scope of
6	the proposed stay. Is it just the first ruling? Because I have to look at
7	that, right, also from timeliness and the entry of order, from the
8	confirmation of the arbitration award versus the separate award for
9	attorney's fees and costs, which I don't believe has been submitted
10	MR. GARFINKEL: Yeah. And
11	THE COURT: to the Court. That's where I'm trying to get a
12	clarification here.
13	MR. GARFINKEL: You are correct, Your Honor.
14	MR. POLSENBERG: Your Honor, if I may. I agree with you
15	that fees and costs normally would be considered a separate matter, a
16	special matter after judgment. But if the underlying judgment is vacated,
17	that would be vacated as well.
18	THE COURT: I appreciate it. That's why there was two
19	proceedings before this Court. One was whether to confirm or vacate
20	the arbitrator's award.
21	MR. POLSENBERG: Right.
22	THE COURT: That's what I'm trying to get a scope on the
23	stay. The second proceeding, which just recently happened recently
24	being a relative term, was CLA's motion for attorney's fees and costs.
25	MR. POLSENBERG: Right.

1	THE COURT: My recollection without having it immediately
2	before me was that that motion for attorney's fees and costs did not
3	include 286-298, whichever number it was.
4	MR. GARFINKEL: Yes, Your Honor.
5	THE COURT: That that was part of the first award.
6	MR. GARFINKEL: Yes.
7	THE COURT: So what I'm trying to confirm is the stay is only
8	to the full confirmation order that this Court memorialized in writing,
9	Division of Family Services, all taken care of, all right before me, versus
10	the second hearing, which related to fees and costs. That's what I was
11	trying to get.
12	MR. SHAPIRO: And your that understanding is correct.
13	THE COURT: Okay. That's what
14	MR. SHAPIRO: The motion for stay has nothing to do with
15	CLA Properties subsequent motion for attorney fees.
16	THE COURT: And the CLA's subsequent motion for
17	attorney's fees did not bundle back in the arbitrator fees that was
18	awarded in the original
19	MR. SHAPIRO: That is correct.
20	THE COURT: motion
21	MR. GARFINKEL: Correct, Your Honor.
22	THE COURT: that this Court confirmed. That's what I'm
23	just
24	MR. SHAPIRO: No, you're clear.
25	THE COURT: Attorney's fees and costs. You've got

1	attorney's fees and costs in Federal Court; you have attorney's fees and
2	costs. Here, you have attorney's fees and costs in arbitration. This
3	Court's trying to make on the scope of where your stay request is to
4	make sure this Court, A, has jurisdiction to make sure we're all on the
5	same page. That's what I was trying to clarify. Talking about the written
6	order, the confirmation, the confirmed Judge Hager
7	MR. SHAPIRO: Haberfeld.
8	MR. GARFINKEL: Haberfeld.
9	THE COURT: I always mispronounce that name. Okay. Go
10	ahead, counsel. Thank you.
11	MR. SHAPIRO: Okay. So yes, we the requested stay is
12	simply a stay of Your Honor's order confirming the arbitration award.
13	That's it. We want
14	THE COURT: Okay. Your analysis of fees and costs is just to
15	say what the bond amount is. It's not having to do with a separate order
16	on fees and costs. That's not
17	MR. SHAPIRO: That is correct.
18	THE COURT: That's really where my point of clarification
19	was. Thank you so much.
20	MR. SHAPIRO: Yep. You're welcome, Your Honor. So when
21	we get in this case to an analysis of what the supersedeas bond should
22	be
23	THE COURT: Uh-huh.
24	MR. SHAPIRO: a supersedeas bond is typically given in an
25	amount that would satisfy the judgments and any other harm that the
	- 14 -

Respondent would incur on an appeal, if the appeal was unsuccessful.
 And in this case, there just isn't any harm. Because the Respondent,
 which is CLA Properties, owes my client over \$1.5 million and because
 the amount of harm that they're going to incur is well below that \$1.5
 million figure, there is simply no harm to Appellant or to the Respondent
 which is CLA Properties.

They raise a number of arguments. They argue that if it's
stayed, a judgment could come in a lien to my client's membership
interest, and yet they ignore Nevada law, which is well-established, that
says a judgment creditor can't attach any membership interest. All they
can attach are the distributions that are made, which if it's confirmed,
there won't be any distributions. So at the end of the day, Your Honor,
we would request that the stay be granted.

THE COURT: Uh-huh.

MR. SHAPIRO: We would -- and the stay, again, just to be
clear, the stay is a stay of Your Honor's order confirming the arbitration
award.

18 THE COURT: Okay.

19 MR. SHAPIRO: That's it.

THE COURT: And you find the bond amount should be?

MR. SHAPIRO: We believe nominal, if not zero. \$1,000. And
the reason for that is because there's absolutely no realistic risk of harm
to the Defendant. If the -- I say the Defendant. That's the wrong word to
use. To CLA Properties. If CLA Properties is successful on appeal -THE COURT: Uh-huh.

14

20

MR. SHAPIRO: -- they will be able to tally up all the amounts 1 2 that they claim they have been damaged. Those amounts will be less 3 than the \$1.5 million that they owe my client, pursuant to the arbitration 4 award that we're requesting the confirmation be stayed on, in which 5 case they would essentially -- not essentially, they would be able to 6 deduct all of those amounts from the purchase price and be able to buy 7 my client's membership interest for a lot less than \$1.5 million. Be --8 THE COURT: And then what happens to the management of 9 the property during the time period of the stay, access to books, 10 accounting, and that kind of good stuff? What happens during the 11 requested stay period? 12 MR. SHAPIRO: Well, let's talk about that. A stay would 13 maintain the status quo. The status who is Shawn Bidsal, who has been

14 the only manager of the underlying properties and the only manager of 15 this company since its inception clear back in 2000 -- I think it was '11, 16 that would be maintained. If CLA Properties, which heretofore has not 17 had problems with management -- if CLA Properties believes that they 18 have been harmed by the continued management, they have a right to 19 come and make whatever arguments they want to make and recover 20 whatever damages or money that they can prove they incurred as a 21 result of my client's management. But the stay would effectively keep 22 the status quo in place, which is the point of the stay. That's the reason 23 for the stay. It's to maintain status quo.

THE COURT: Okay. I appreciate it.

24 25

003027

MR. SHAPIRO: And when it comes to access to books and

1 records, again, status quo will be maintained. Ben Golshani has had 2 complete access to the books and records of the company. That 3 wouldn't change. If he needs any information, he'll make a request. 4 That information will be provided. The point is we maintain the status 5 quo, until the Supreme Court has a chance to make a ruling. 6 THE COURT: Okay. Thank you. 7 MR. SHAPIRO: Thank you, Your Honor. 8 THE COURT: Counsel, you have a different position. 9 MR. GARFINKEL: Thank you, Your Honor. Your Honor, there 10 were a couple of, I think, misstatements by Mr. Shapiro to the Court that 11 I will address, but the whole purpose of a supersedeas bond is to protect 12 the prevailing party from loss resulting from a stay and Mr. Shapiro 13 admits that. And the Court is supposed to set an amount of the bond 14 that will permit full satisfaction of the judgment. And, Your Honor, I kind

of want to just go back to the operating agreement, which was entered
back in 2011. And Article 5, Section 4, which has the buy/sell provision
in there, which is the subject of this dispute.

18 And if you remember, Your Honor, in July of 2019, Mr. Bidsal 19 made an offer to purchase CLA's membership interest. And then on 20 August 3rd, 2017, CLA sent Bidsal a letter stating, no, we're going buy 21 yours out. This was in August of 2017. Now, under the operating 22 agreement, it contemplated that this transaction under the buy/sell, 23 would occur in 30 days, Your Honor. So that meant if Mr. Bidsal agreed 24 to CLA's acquisition of the membership interest, this should have closed 25 September 2nd of 2017.

003028

- 17 -

Well, that didn't happen. There was a demand for 1 2 arbitration. Judge Haberfeld entered his final arbitration award April 5th, 3 2019. Mr. Bidsal filed a motion to vacate in Federal Court. That was 4 dismissed. We ended up here and in December, you went ahead, and 5 you confirmed the arbitrator's award. Now, here we are in February and 6 in January of this year, Mr. Bidsal has appealed your order confirming 7 the arbitrator's award. And it was kind of interesting at the last hearing, 8 Your Honor.

And I just wanted to quote Mr. Shapiro, because it sort of
goes to -- one of the factors that he didn't really touch upon, one of the
four factors is the likelihood of success on the merits of an appeal. He
didn't deal with that, because he knows what a difficult burden that is
and in fact, at the last hearing on the motion for attorney's fees -- let me
just sort of -- see if I can quote him.

003029

He said, "Here's the problem. The arbitrators can do
whatever they want. He can apply Louisiana law, and we -- you know, I
mean it's hard to get them overruled."

18 And so Your Honor, even though Mr. Shapiro knows the 19 difficulty with an appeal, based on an arbitrator's award, they've gone 20 ahead and appealed it. And Your Honor, the problem here is is that not 21 only have we been dealing with this since August of 2017, we're now in 22 February of 2020, two and a half years later and an appeal is going to be 23 what, another couple of years? And the real kicker, Your Honor, is Mr. 24 Shapiro went ahead, and he identified another dispute between the 25 parties over the buyout formula.

1	And if you take a look at their reply, I believe in the reply,	
2	they mention that they've gone ahead and filed a demand for arbitration	
3	with respect with that issue now. So not only are we going to be dealing	
4	with what's before the Court for four and half years all right we're	
5	also going to be doing with another issue. And we're just going to and	
6	I suspect that Mr. Bidsal is just going to keep doing this, Your Honor. So	
7	that's obviously one of our concerns here is that this is never going to	
8	end. And for whatever reason, whether it's he's vindictive or he's trying	
9	to use this as leverage to settle the matter, I don't know. But the chances	
10	of them succeeding on the merits of this appeal are slim to none,	
11	notwithstanding counsel here.	
12	MR. POLSENBERG: I'll take that as an invitation. Just	
13	MR. GARFINKEL: Excuse me, Your Honor.	
14	THE COURT: Counsel.	
15	MR. GARFINKEL: I said notwithstanding counsel. I didn't ask	
16	for opposing counsel to jump in, Your Honor.	
17	THE COURT: Feel free to continue.	
18	MR. GARFINKEL: All right. Your Honor, the principal part of	
19	the award, in addition to the \$298,500 that was, in fact, awarded to CLA	
20	Properties as attorney's fees and costs, had to do with the transfer of Mr.	
21	Bidsal's interest in Green Valley Commerce. And so and as a result	
22	of that, CLA would be the sole owner of that interest and could do	
23	whatever it chose to do.	
24	Now, Mr. Shapiro indicated that we intend to sell the	
25	property. That's not necessarily true. What was said was that that	

would be an option, just like if we wanted to refinance the property. It's
something we can do. But one of the things that I thought was every
interesting, Your Honor, is that Mr. Shapiro represented to the Court that
Mr. Bidsal wants to keep the property. But if you took a look at our
opposition, in fact what we did was while Mr. Bidsal testified under oath
at the arbitration hearing, on page 8, this is what he said -- he says -- Mr.
Lewin [phonetic] questioned him.

8 It says, "Now, why did you initiate the process to buy the9 property."

Mr. Bidsal, "Basically, I wanted to you know, finish this deal
and move on to the next one. We are -- I didn't want to manage this
property any longer."

So Your Honor, contrary to the representation that Mr.
Shapiro is making, his client testified differently at the arbitration of this
matter.

The other issue, Your Honor, is the delay in the transfer of the property essentially requires CLA to bear the risk of a downturn in the real estate market or some other event. We mentioned in our brief about the trillion dollar deficit, about the possible bubble bursting. And Your Honor, this is not just some unrealistic scenario. This is something that has happened in the past, and it could possibly happen.

But the point is, Your Honor, is that why should CLA bear the
burden of this risk? This is a risk -- this is something that should have
been resolved years ago and now, because Mr. Bidsal is going to drag it
out conceivably for four and a half years with respect to this, and then

003031

1	we would have another demand for arbitration, I mean, he could draw
2	this out for years and years and years. We think that's something the
3	Court should consider, Your Honor.
4	THE COURT: Does the demand for arbitration in the other
5	proceeding
6	MR. GARFINKEL: The new one?
7	THE COURT: Is it be the new one.
8	MR. GARFINKEL: Yes.
9	THE COURT: Is that before me for consideration on this
10	MR. GARFINKEL: It's not before you, Your Honor.
11	THE COURT: And it's not before me for consideration
12	MR. GARFINKEL: No.
13	THE COURT: of this as well, this hearing
14	MR. GARFINKEL: no, it well, it has
15	THE COURT: or by stipulation?
16	MR. GARFINKEL: it has, in fact been raised by Mr. Shapiro
17	in their briefs about the fact that there's a legitimate dispute here about
18	how you go ahead and calculate the buyout. The buyout was not at
19	issue. The formula was not at issue in the arbitration in front of Judge
20	Haberfeld. It was referenced by everybody, because it is contained in the
21	operating agreement. And we all agreed on the formula. But the
22	question that Mr. Bidsal is now raising is that well, I don't agree with
23	your numbers. We know what the buyout number is which is five
24	million. And if you take a look at our brief, Your Honor, it's actually we
25	actually

1	THE COURT: Page 11?	
2	MR. GARFINKEL: go through the calculations. And I'll let	
3	me just get to that page.	
4	THE COURT: Page 11?	
5	MR. GARFINKEL: No, no. That's the actual bond amount,	
6	Your Honor. Hold on one second. It's actually on page 4. Line 4, it talks	
7	about the formula set forth in Section 4.2 of Article 5. So the arbitration	
8	that was heard by Judge Haberfeld, and he ruled on, had to do with an	
9	interpretation of the buy/sell agreement.	
10	THE COURT: Uh-huh.	
11	MR. GARFINKEL: And that's what Your Honor confirmed is	
12	that	
13	THE COURT: Right.	
14	MR. GARFINKEL: he agreed with CLA's interpretation of	
15	the buy/sell agreement, and he ruled that Bidsal was required to sell	
16	CLA, the membership interest. Now, in the final award, he does, in fact,	
17	reference, I believe in the footnote, the buyout formula, which is what we	
18	have here. And so now we have another dispute about what numbers	
19	you plug into the buyout formula. So he ruled that yes, Bidsal has to sell	
20	his 50 percent membership interest to CLA, but now we now have a new	
21	dispute about what figures go into the buyout calculation.	
22	And Your Honor, we don't believe that CLA properties should	
23	have to bear the risk, in light of what's transpired here. One of the things	
24	that we've raised, that I think is waste to the property and we've raised	
25	the issue about the occupancy. We've also raised the issue that	

opposing counsel did not comment on, was about the fact that Mr.
 Bidsal testified during the arbitration about deferred maintenance, that
 there's things that have to be done with the property that have not been
 done. And so that's one of our concerns here. That's waste to the
 property.

6 And while Mr. Shapiro did address the issue of NRS Chapter 7 86, which deals with limited liability companies and the ability to excuse 8 on interest, one thing he did not talk about was the potential for a tax 9 lien, which is something that we also raised in our brief. We think, Your 10 Honor, just like they're claiming that property is unique, we think that 11 this is unique here, too, that this is not just your typical run of the mill 12 situation where you have a damages award, but you have property that 13 was -- you have a membership interest that is supposed to be 14 transferred.

And the real property is the main asset here. One of the
things we raised, of course, was the \$500,500, which Bidsal did, in fact,
distribute to both himself and also CLA. Mr. Shapiro basically said that
we did not disclose in our opposition that there was a payment to CLA.
That's not true, Your Honor. If you take a look at our brief, we
specifically mention that.

21

THE COURT: Okay.

MR. GARFINKEL: And so we believe that Bidsal's harming
the property through his management and that we think that Your Honor
should deny the stay. But Your Honor, if you are, in fact, going to grant
the stay, we believe that there should be two things, conditions in lieu of

denial of the stay and then also there be a bond. And we think that the
 property -- the management of the property should be transferred to
 CLA. In other words, which would be Mr. Golshani.

In our brief, we mention the fact that they do have other
properties together. One of them is Mission Square and that he has run
the day to day of Mission Square, just like Mr. Bidsal has run the day to
day of Green Valley. And just so you know, Your Honor, under the
original operating agreement, they are both the original managers.
What Bidsal has done, has run the day to day.

The other thing, Your Honor, is we also believe that there
should be a condition on distributions being made. And I believe that
they in fact --

13 THE COURT: Someone's cellphone is making noises and
14 talking. Whoever's got that going on, would you mind? Thank you so
15 much. Appreciate it. Go ahead, counsel.

MR. GARFINKEL: Your Honor, we believe, obviously, that
there should be a stay on any -- you know, on any distributions. I don't
believe that Bidsal objects to that. I think they agreed to that, Your
Honor. And then also, I think the other thing is is that there should be -offsets should be established, okay? And one of the things we talked
about is there is an award for \$298,500 in fees and costs that we were
awarded. That is the subject of the appeal.

We also believe that when you confirmed the award, Your
Honor, you indicated that it would accrue interest from April 5th, 2019 to
the present. And what we did was we cited the fact that in the

agreement, in the operating agreement, there is no agreed upon interest
 rate, so you default to NRS Chapter 99, which is what we cite. And in
 their brief, they say, well, that only applies to contracts. Well, this is a
 contract, Your Honor. The operating agreement is an agreement. It is a
 contract.

And so Your Honor, we think that if you're going to consider
conditions, that the attorney's fee award should also be offset against
any -- you know, against, the payment price, just like we think that the
\$550,000, that could be offset against it, too.

10 THE COURT: Okay. I need a point of clarification on the
11 attorney's fees award, because there's three different numbers
12 mentioned, okay? The --

MR. GARFINKEL: I can explain all of them.

14 THE COURT: Because the actual order says 298,256 plus15 interest.

16 MR. GARFINKEL: Oh, then I made a mistake. If I said17 298,500, then I misspoke.

18 THE COURT: Okay. The reason why, is because page 11 of
19 your brief both has 298,250, and then it says 298,500, so I wasn't sure
20 which --

21 MR. GARFINKEL: It --

22 THE COURT: -- of the three --

23 MR. GARFINKEL: Whatever's in the final award, Your Honor.
 24 THE COURT: Do you --

25 MR. GARFINKEL: It might be the 256.

MR. GARFINKEL: It would be a typo.	
THE COURT: that I needed to do an amended, I just	
needed to know.	
MR. GARFINKEL: It would be a typo. Yeah. And Your	
Honor	
THE COURT: The order is correct, but there's typos in the	37
pleadings. Is that correct?	003037
MR. GARFINKEL: That is correct, Your Honor.	0
THE COURT: Okay. Sorry. Go ahead. Thank you.	
MR. GARFINKEL: Thank you. And then Your Honor, there is	
the motion for attorney's fees that's pending before the United States	
District Court	
THE COURT: Uh-huh.	
MR. GARFINKEL: which was for about \$9,000 and those	
fees had to do with having to file the motion to dismiss for lack of	
subject matter jurisdiction. And the last motion for attorney's fees was	
the one that was two weeks ago. And that only had to do with seeking	

fees and costs for having to confirm the arbitrator's award. And Your Honor, what we did was on the last page, the last section was the bond

THE COURT: -- do you disagree that --

MR. SHAPIRO: Whatever that final award is, is the number.

If that's the -- 298,256, if that's in the final award, that is the only amount

MR. GARFINKEL: Yes, Your Honor. And I --

THE COURT: Just that if there was a typo --

that's been awarded so far.

1	amount.
2	THE COURT: Sure.
3	MR. GARFINKEL: And, you know, we basically argued if
4	look, if the Court's inclined to keep Bidsal as the manager, then the Court
5	should take into consideration a bond amount that would protect CLA
6	Properties. And we went through our calculations of what we thought it
7	should be. And our position is, Your Honor, it should be \$3 million.
8	So
9	THE COURT: Okay.
10	MR. GARFINKEL: Your Honor, any questions?
11	THE COURT: I do not. I appreciate it.
12	MR. GARFINKEL: Okay.
13	THE COURT: Thank you.
14	MR. GARFINKEL: One thing. I just wanted to address a
15	couple of issues. He went through the four different
16	THE COURT: Right. And I'm going to have to
17	MR. GARFINKEL: you know
18	THE COURT: shorten you all up, because in fairness
19	MR. GARFINKEL: Sure.
20	THE COURT: remember this is a 9:00, which means five
21	minutes each side
22	MR. GARFINKEL: I apologize
23	THE COURT: not not
24	MR. GARFINKEL: Your Honor. I'll
25	THE COURT: not 20 minutes each side.

1	MR. GARFINKEL: just go through it. Obviously, this issue
2	with a sale and not the real you know, not the real property, even if it's
3	overturned, then he's going to get paid. In terms of sufferable
4	irreparable harm, no, because he's going to get paid. And we talked
5	about CLA's irreparable harm. Thanks, Your Honor.
6	THE COURT: I appreciate it. Thank you. So counsel, real
7	brief, like a few minutes, because in fairness, you have already had
8	MR. SHAPIRO: I have, Your Honor.
9	THE COURT: an extended amount of time. Appreciate it.
10	Thank you so much.
11	MR. SHAPIRO: I've been using 1.5 million in my prior
12	arguments. When you look at their number, it's actually closer to 1.7
13	million. There's no harm on a stay. The stay is designed to ensure the
14	status quo, to preserve the status quo. That what we're asking. Stay the
15	order confirming the arbitration award, preserve the status quo pending
16	an appeal, let the Supreme Court take a look at this. When they
17	mentioned that we didn't address likelihood of success on appeals. We
18	did address it.
19	Federal Courts have stated that all we have to do is

Federal Courts have stated that all we have to do is
demonstrate an issue of merit. We don't have to prove that Your Honor
was wrong. Obviously no judge is going to say yeah, I got it wrong,
you're going to win on appeal. If you didn't file an amended order. We
have presented enough to get to the Supreme Court and allow them to
look at the issue of merit that we have identified. And when you look at
the risk, there just isn't any risk. They're going to owe my client -- and

- 28 -

1 I'm using their number, \$1,690,375.

All of their alleged damage is going to be less than that,
which means that even if they are successful on appeal, they will be able
to deduct whatever damages they have incurred from the purchase price
that they are required to pay my client. And because this property is
unique, the status quo needs to be preserved, and we'd request that the
stay be granted.

8 THE COURT: Okay. I do have one question. Reviewing the
9 Court's order, there's the 14 days, right, after notice of entry of order,
10 and I appreciate the order was filed on the 6th and the NEO didn't occur
11 until, I think it was the 16th.

12

17

003040

MR. SHAPIRO: Uh-huh.

THE COURT: Was the -- what does the Court -- should the
Court be taking into account that the appeal was not filed until after the
time had elapse, pursuant to this Court's order for enforcement with
regards to any aspects on appeal --

MR. SHAPIRO: 1 --

18 THE COURT: -- and the problem with likelihood of success19 on the merits?

MR. SHAPIRO: I don't believe so, Your Honor and the reason for that is that if CLA Properties had an issue with timing, they had the appropriate relief in front of them. They could have brought a motion to compel, motion to enforce, motion for sanctions, a lot of different things. They chose not to do any of those. And so I think it's a moot point. I think the Court should consider the motion for stay on its face.

1	THE COURT: And how about the timing of when the motion
2	to stay was filed in comparison to when the appeal was filed?
3	MR. SHAPIRO: The same response. A motion for stay can
4	be filed at any point during the pendency of the appeal. There's no
5	deadline. And so I mean, obviously they've made whatever arguments
6	they feel
7	THE COURT: Uh-huh.
8	MR. SHAPIRO: are justified, but I think Your Honor can
9	consider the issue on its face.
10	THE COURT: Okay. This is going to be the Court's ruling.
11	Okay. Do you all want me to cite the <i>Hansen</i> Factors, or can I just say
12	Hansen Factors, and I'm evaluating all four? If you'd like me to cite all
13	four in my analysis for each of the prongs, I'll be glad to do so, but I
14	wouldn't in any way want that to minimize somebody's opportunities
15	with regards to me ruling before the Court. However, this Court you all
16	have fully argued it and fully briefed it, so I can just say
17	MR. SHAPIRO: Hansen Factors work for us, Your Honor.
18	THE COURT: The Hansen Factors work for you. Petitioner?
19	MR. GARFINKEL: I understand what you're talking about,
20	Your Honor.
21	THE COURT: Would you like me to articulate my analysis to
22	each of the prongs or just say l've taken into consideration
23	MR. GARFINKEL: You you
24	THE COURT: all of the <i>Hansen</i> Factors?
25	MR. GARFINKEL: I understand what you're referring to. You

1 can just go ahead and address it, Your Honor.

THE COURT: No worries. I just -- okay. So you're all familiar with *Hansen* -- with Eighth Judicial District Court 116 Nevada 650, a 2000 case and its subsequent progeny, and the factors the Court looks at with regards to a stay.

6 The Court would find -- well, I think likelihood of success on 7 the merits really lies in favor of CLA for all the reasons cited in this 8 Court's 12/6 order, its notice of entry thereof and 12/16. The Court really 9 has to look at how has the Appellate Courts addressed requests from a 10 stay, despite the fact that that prong is there for likelihood of success on 11 the merits.

12 Irreparable harm issues. Since the parties have both agreed 13 that this is not a party that's, "going to be," sold, it is an ongoing 14 property, then the Court does have to look at the analysis of the real 15 estate issues making it unique. And so, when I go to that factor and go 16 to the rest of the factors set forth in *Hansen*, the Court is going to find a 17 stay is appropriate only to this Court's order. And that's what I want to 18 be clear. This Court's order that was done on 12/6, signed by me on 19 12/5, I guess filed on 12/6, and then notice of entry on 12/16 only 20 addressed the issues specifically before Department 31 here in the 21 Eighth Judicial District Court, okay.

22 It did not go to other prongs of the operating agreement that
23 may or may not be being litigated, arbitrated, resolved, however you'd
24 like to phrase it in other forums, currently previously, et cetera.

So in that order, the Court did the following. The Court gave

003042

25

within 14 days of the judgment a transfer of the 50 percent membership.
 And I'm just going to reference that's subparagraph A in the order after
 the Court found that it was confirming for the reasons set forth in the
 order incorporating the pleadings presented to the Court.

5 So obviously that 14 days has passed, but the Court would 6 find that portion to be appropriately stayed. Subparagraph B is where 7 the Court is going -- that's going with regards to affirming the attorney's 8 fees award from the arbitrator. The Court is going to utilize that 9 attorney's fees award as the appropriate bond amount. And the Court's 10 going to give its reasoning in just a second. So when I say that the Court 11 is staying the order, the Court is finding that the attorney's fees is going 12 to be harm and additional.

13 It's not the status quo with regards to CLA. CLA would have
14 been awarded that. That's why that is going to be a proper bond amount
15 for purposes of this stay, because that's separate and apart from the
16 property. It was something that was awarded pursuant to the
17 contractual agreement of the parties. So that's the Court's inclination.
18 Let me finish --

003043

19

MR. GARFINKEL: Okay. Sure, Your Honor.

20 THE COURT: -- and then I'll be glad to answer any questions,
21 but just so I make sure.

MR. GARFINKEL: Perfect. Thank you, Your Honor.
 THE COURT: No worries. Just to make sure I go through
 with what I'm saying, though and then I'll be glad to clarify and - MR. GARFINKEL: Fair enough.

THE COURT: -- answer questions. Okay. So now the 1 2 question becomes whether or not the Court adds the interest, because 3 that's also part of subparagraph B. The challenge really with the 4 interest amount is -- I think you all have articulated that both in your oral 5 argument and in your pleadings that that in itself rises its own -- well, 6 this Court granted interest and this says interest, but the Court's going to 7 find the bond amount would be the clean, clear 298,256 so as not to have 8 an issue with regards to what interest is.

9 I'm not saying that there should be an interest, I'm not saying
10 that the Court didn't resolve an interest. The Court's just making this
11 very clean and clear, so that you have a discrete amount for a bond,
12 consistent with applicable appellate case authority, balancing all the
13 factors unique to this particular case. So with regards to obviously the
14 staying and the vacating is kind of a redundancy in some respects,
15 because -- since I had granted it.

16 So the Court -- with regards to some additional requests that 17 have been made, you all have whatever your operating agreement is, 18 whatever those terms of that operating agreement is. This Court is not 19 modifying it in any means, other than granting the stay as to this Court's 20 own order. What I mean by that is to the extent that the Court doesn't 21 have the operating agreement, is not interpreting the operating 22 agreement for purposes of this stay, but there's been some requests for 23 relief of changing over management or what quote, access to the books 24 means or what means having to do requests.

25

003044

That is not before this Court for purposes of a stay motion.

1 This Court takes no opinion on that. Okay. This was a stay within those 2 factors. However, the Court does find the stay under *Hansen* would be 3 appropriate. A bond amount in the amount of attorney's fees really 4 addresses the harm issue and the various factors within *Hansen*, and so 5 that would be the appropriate bond amount, and then the stay would not 6 be effective, until that bond would be posted. And that bond would be 7 subject to what the parties really are going to suggest the appropriate 8 timeframe with regards to posting of a bond.

9 And I was going to ask that question in a moment, but first I
10 was going to see if there was any points of clarifications to questions
11 either of the parties have. I appreciate questions or clarifications, not,
12 please, additional argument, because that really wouldn't really be fair to
13 everybody else who's waiting in the gallery for their turn.

14MR. GARFINKEL: No, Your Honor. You addressed the15interest matter and that's what I was concerned about.

THE COURT: No worries.

003045

16

MR. SHAPIRO: The only comment I'd have, and I think
you're going to go there is that --

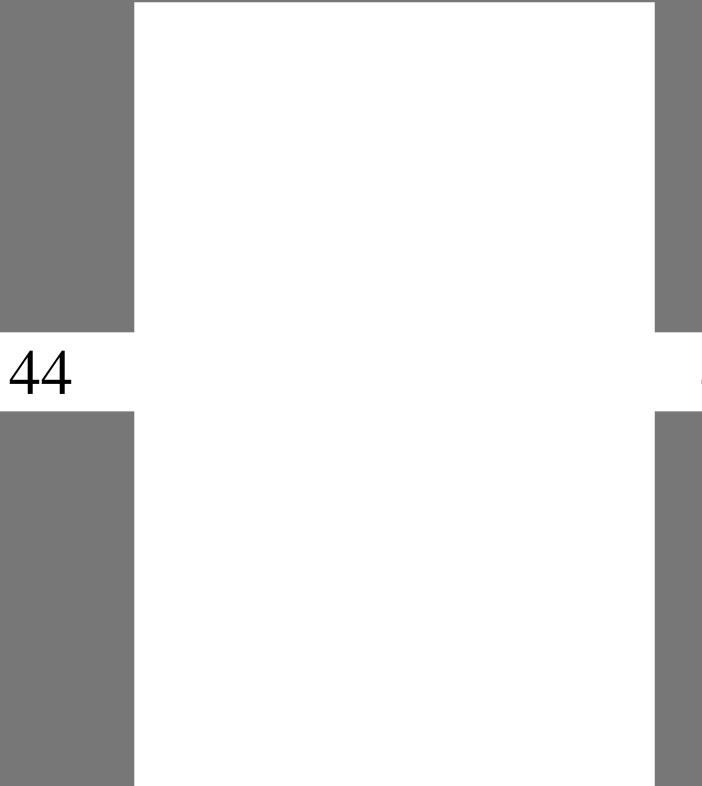
19 THE COURT: Questions or clarifications.
20 MR. SHAPIRO: No, Your Honor.
21 THE COURT: No comments, please, because you can
22 appreciate a comment means opens up a door to the other side -23 MR. SHAPIRO: Yeah.

THE COURT: -- wanting to have an opportunity on behalf of
their client to argue, and we need to be fair to all sides that the Court's

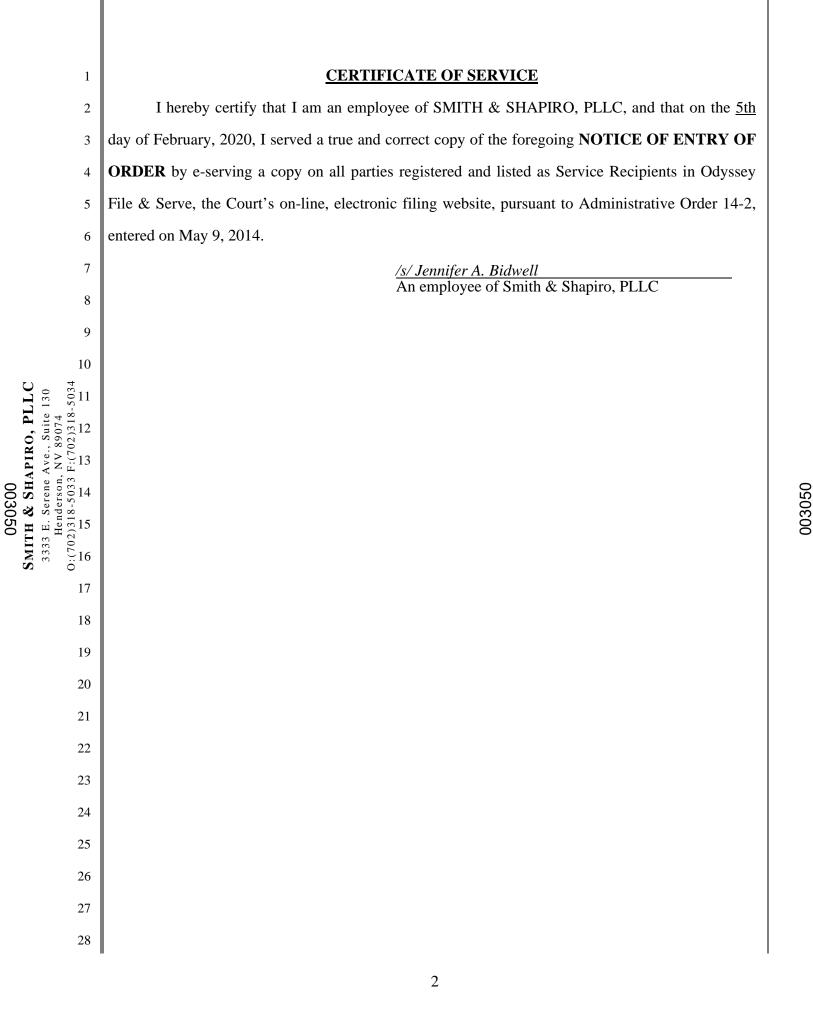
1	already made its ruling. So the only question is how many days do the
2	parties feel would be appropriate for that bond to be posted, obviously
3	the appeal. The stay is not effective until you get that bond and there is
4	now a pending order, so how many days do the parties think would be
5	appropriate, by agreement of the parties? If the parties don't agree, then
6	the Court's going to have to pick a timeframe.
7	MR. SHAPIRO: We would request 30 days, Your Honor.
8	MR. GARFINKEL: Your Honor, they've had quite a bit of time
9	to get a bond. They I don't think it should be 30 days, Your Honor. I
10	think it should be 14 days.
11	THE COURT: The reason why the Court's going to go for 14
12	days is because, if I don't do 14 days, realistically, they can enforce the
13	judgment, so it really moots the purpose of this stay.
14	MR. GARFINKEL: Your Honor, in fact
15	THE COURT: So that
16	MR. GARFINKEL: we know under the local rule under the
17	rules, that the stay is automatic for 30 days, okay?
18	THE COURT: It can be.
19	MR. GARFINKEL: This motion was filed even within that, so
20	Your Honor, we could have executed already, if we wanted to.
21	THE COURT: The Court was asking those questions, since it
22	was not specifically brought up in the pleadings that this Court would
23	not have had the basis to rule on this from a procedural basis. The Court
24	waited until everyone had a chance to argue, then asked a question
25	whether that was a factor that should have been considered. So I'm

1	hearing what you're saying, but that's why this Court's going to say 14
2	days.
3	MR. SHAPIRO: Your Honor
4	THE COURT: And that 14 days, I have to ask
5	MR. SHAPIRO: I heard what you said. I would request 21
6	as a compromise and here's why. Number one, we haven't had any
7	chance to get a bond, because we didn't know what bond amount. If
8	we're talking about a \$3 million bond, that's substantially different than a
9	\$10,000 bond. You have now set an amount. We now have to go out,
10	get the security, the collateralization and try to find a bonding company
11	that's going to do it. Fourteen days is going to be extremely difficult. I
12	think 30 is reasonable, but I would request as a compromise 21.
13	MR. GARFINKEL: No, Your Honor, 14 days. They've had
14	plenty of time.
15	THE COURT: The challenge for this Court is you have an
16	order that says 14 days for purposes of when the transfer of the interest
17	needed to occur. And so if this Court orders a bond anything more than
18	what I've done is I would be inconsistent with this Court's own prior
19	order, so I have to be consistent with my own prior order with regards to
20	the transfer and so I have to do the 14 days.
21	MR. SHAPIRO: I'll put that in the order.
22	MR. GARFINKEL: Okay.
23	THE COURT: Unless the parties had otherwise stipulated to
24	something longer, but in the absence of some agreement, the Court has
25	to be consistent with its prior order, so

1	MR. SHAPIRO: Thank you, Your Honor.
2	THE COURT: 14 days is what the Court's
3	MR. POLSENBERG: Thank you, Your Honor.
4	MR. GARFINKEL: Your Honor, can I bring up one more
5	matter, and I'll try to be brief? The motion on the hearing for attorney's
6	fees was on the was 14 days ago. Mr. Shapiro, within a couple of
7	days, sent us a draft order from that hearing. I did request a copy of the
8	transcript, which I got last week. Today is the 14th day to submit the
9	proposed order.
10	THE COURT: What day do you all need this
11	MR. GARFINKEL: Can I have 'til the end till Friday, Your
12	Honor?
13	MR. SHAPIRO: I'm fine with that.
14	THE COURT: Okay. Great.
15	MR. GARFINKEL: Thank you.
16	THE COURT: Appreciate it.
17	MR. SHAPIRO: Thank you, Your Honor.
18	THE COURT: Thank you so much. Appreciate it.
19	MR. POLSENBERG: Thank you, Your Honor.
20	THE COURT: Taken care of. Thank you.
21	[Proceedings adjourned at 9:43 a.m.]
22	ATTEST: I do hereby certify that I have truly and correctly transcribed the audio-visual recording of the proceeding in the above entitled case to the
23	best of my ability.
24	Simia & Cakell
25	Maukele Transcribers, LLC Jessica B. Cahill, Transcriber, CER/CET-708
	- 37 -
	00



003049	1 2 1 2 2 3 3 4 5 3 4 5 6 2 8 0 10 17(202)318-5034 11 12 12 13 14 14 15 12 16 12 17 18 18 10 10 17(702)318-5034 11 10 12 14 14 15 15 12 16 12 17 18 18 10 19 5 10 10 11 10 12 14 13 14 14 15 15 16 16 17 17 18 18 19 19 10 10 10 10 10	MOTION FOR ATTORN PLEASE TAKE NOTICE that an ORDEF LLC'S MOTION FOR ATTORNEY'S FEES A	NTY, NEVADA Case No. A-19-795188-P Dept. No. 31 S PETITIONER CLA PROPERTIES, LLC'S EY'S FEES AND COSTS R DENYING PETITIONER CLA PROPERTIES, AND COSTS, was entered in the above-entitled	
F		VS.		
	• <u>p</u> O (C12			
		Respondent.		
003	erene erene :-503:			
	MITH 3 3333 E. S Hend (702)318	NOTICE OF ENTRY OF ORDER DENYING PETITIONER CLA PROPERTIES, LLC'S MOTION FOR ATTORNEY'S FEES AND COSTS		
ζ		PLEASE TAKE NOTICE that an ORDER DENYING PETITIONER CLA PROPERTIES,		
	18	LLC'S MOTION FOR ATTORNEY'S FEES AND COSTS, was entered in the above-entitled		
		matter on the 5 th day of February, 2020, a copy of which is attached hereto.		
		Dated this 5^{th} day of February, 2020	SMITH & SHAPIRO, PLLC	
	21			
	22		<u>/s/ James E. Shapiro</u> James E. Shapiro, Esq. Nevada Bar No. 7907	
	23		Aimee M. Cannon, Esq. Nevada Bar No. 11780	
	24		3333 E. Serene Ave., Suite 130 Henderson, Nevada 89074	
	25		Attorneys for Respondent, Shawn Bidsal	
	26			
	27			
	28			



OF THE COURT

2	Electronically 3/5/2020 4:17 Steven D. Grie CLERK OF TH			
James E. Shapiro, Esq.	atur			
Nevada Bar No. 7907 jshapiro@smithshapiro.com	(Current)			
Aimee M. Cannon, Esq.				
Nevada Bar No. 11780				
acannon@smithshapiro.com				
SMITH & SHAPIRO, PLLC 3333 E. Serene Ave., Suite 130				
Henderson, Nevada 89074 702-318-5033				
Attorneys for Respondent, SHAWN BIDSAL				
DISTRICT COURT				
CLARK COUNTY, NEVADA				
CLA, PROPERTIES, LLC, a California limited liability company,	Case No. A-19-795188-P			
D. ddd	Dept. No. 31			
Petitioner,				
vs.				
SHAWN BIDSAL, an individual,	Date: February 4, 2020			
Respondent.	Time: 10:00am			
Respondent.				
ORDER DENYING PETITIONER CLA PROPERTIES, LLC'S MOTION H				
ATTORNEY'S FEES AND COSTS				

THIS MATTER having come before the Court on Petitioner CLA, PROPERTIES, LLC's 17 ("CLA Properties") Motion for Attorney's Fees and Costs; CLA Properties appearing by and 18 through their attorneys of record, LEVINE & GARFINKEL; Respondent SHAWN BIDSAL 19 ("Bidsal") appearing by and through their attorneys of record, SMITH & SHAPIRO, PLLC; the 20 Court having reviewed the papers and pleadings on file herein, having heard the arguments of 21 counsel, the Court being fully advised in the premises, and good cause appearing, the Court finds 22 and concludes as follows: 23

1. On or about June 15, 2011, CLA Properties and Bidsal signed an Operating 24 Agreement (the "Operating Agreement") for Green Valley Commerce, LLC ("Green Valley"). 25

111 26

SMITH & SHAPIRO, PLLC 3333 E. Serene Ave., Suite 130 Henderson, NV 89074

003051

111 27

111 28

FEB 25 20 Ph04:414

Case No. A-19-795188-P Order Denying Motion for Attorney's Fees

1

2. Section 14.1 of the Operating Agreement provides in pertinent part:

14.1 Dispute Resolution. In the event of any dispute or disagreement between the Members as to the interpretation of any provision of this Agreement (or the performance of obligations hereunder), the matter, upon written request of either Party, shall be referred to representatives of the Parties for decision. The representatives shall promptly meet in a good faith effort to resolve the dispute. If the representatives do not agree upon a decision within thirty (30) calendar days after reference of the matter to them, any controversy, dispute or claim arising out of or relating in any way to this Agreement or the transaction arising hereunder shall be settled exclusively by arbitration in the City of Las Vegas, Nevada. Such arbitration shall be administered by JAMS in accordance with its then prevailing expedited rules, by one independent and impartial arbitrator selected in accordance with such rules. The arbitration shall be governed by the United States Arbitration Act, 9 U.S.C. § 1, et seq. The fees and expenses of JAMS and the arbitrator shall be shared equally by the Members and advanced by them from time to time as required; provided that at the conclusion of the arbitration, the arbitrator shall award costs and expenses (including the costs of the arbitration previously advanced and the fees and expenses of attorneys, accountants and other experts) to the prevailing party

ZGOEOO SMITH & SHAPIRO, PLLC 3333 E. Serene Ave., Suite 130 Henderson, NV 89074 0:(702)318-5033 F:(702)318-5034 91 51 51 51

1

2

3

4

5

6

7

8

9

10

17

24

3. Article X, Section d, of the Operating Agreement contains a choice of law provision,

which provides that in all respects the Operating Agreement is governed and construed with the laws of the State of Nevada.

4. A dispute arose between CLA Properties and Bidsal, prompting CLA Properties to file a Demand for Arbitration with JAMS (the "*Demand*"). On page 3 of the Demand, CLA Properties recited same part of Section 14.1 outlined in paragraph 2 above, specifically referencing the United States Arbitration Act, but not citing nor relying upon the Nevada Arbitration Act.

18 5. An arbitration hearing was held, resulting in an arbitration award being issued in
19 favor of CLA Properties (the "*Arbitration Award*").

20 6. On May 21, 2019, CLA Properties filed its Petition for Confirmation of Arbitration
21 Award and Entry of Judgment (the "*Petition*").

7. In its Petition, CLA Properties sought confirmation of the underlying arbitration
award pursuant to the Federal Arbitration Act, 9 U.S.C. § 1 et seq.¹

Case No. A-19-795188-P Order Denying Motion for Attorney's Fees

¹ Specifically, paragraphs 11 through 16 of the Petition state:

 ^{25 11.} Pursuant to the Operating Agreement and the Federal Arbitration Act which governs the
 26 Arbitration, Respondent CLA is entitled to obtain immediate and summary confirmation of the Award.

^{12.} Petitioner CLA is entitled to obtain an immediate and summary confirmation of the Award. Section 14.1 of the Operating Agreement of Green Valley states as follows: "The award rendered by the arbitrator shall be final and not subject to judicial review, and judgment thereon may be entered in any court of competent jurisdiction."

8. On December 6, 2019, this Court granted CLA Properties' Petition (the 1 2 "Confirmation Order"). On page 6 of the Confirmation Order, the Court noted that: "the parties agreed the Court's decision to vacate the Award is properly governed by United States Arbitration 3 Act, 9 U.S.C. § 9." 4

5

SMITH & SHAPIRO, PLL(

3333

003053

9.

On January 3, 2020, CLA Properties filed the present Motion.

10. CLA Properties relies upon NRS 38.243, which is part of the Nevada Arbitration Act, 6 7 as the legal basis on which it is seeking an award of attorney's fees.

8 11. Bidsal argues that NRS 38.243 does not apply because Section 14.1 of the Operating Agreement specifically states that the JAMS rules govern the procedure, while the United States 9 10 Arbitration Act, 9 U.S.C. § 1, et seq. governs the substantive law.

12. Relying upon WPH Architecture, Inc. v. Vegas VP, LP, 131 Nev. Adv. Op. 88, 360 P.3d 1145 (Nev. 2015), CLA Properties argues that the United States Arbitration Act, 9 U.S.C. § 1, et seq. governs the procedure and Nevada law governs the substantive law.

(3 E. Serene Ave., Suite 130 Henderson, NV 89074 02)318-5033 F:(702)318-5034 51 F1 E1 E1 E1 In WPH Architecture, Inc., the Nevada Supreme Court was dealing with a situation 13. where there were only two choices: either the AAA rules or Nevada law applied. See WPH Architecture, Inc., 360 P.3d 1145. In resolving the issue, the Nevada Supreme Court concluded that Nevada law applied to the substantive legal issues and the AAA rules applied to the procedural issues. Id.

19 14. For the reasons set forth next, and applying the principles set forth in WPH 20 Architecture, Inc., the Court finds that the JAMS rules govern the procedural law and the United States Arbitration Act, 9 U.S.C. § 1, et seq. governs the substantive law. 21

22 23

26

0:(702)318-5033 0:(702)318-5033

17

18

13. Pursuant to Section 14.1 of the Operating Agreement of Green Valley, the Arbitration is to be 24 governed by the Federal Arbitration Act, 9 U.S.C.§ 1, et seq.

14. The Federal Arbitration Act provides that the court shall confirm the award unless the award is 25 vacated, modified, or corrected as provided under the Federal Arbitration Act. 9 U.S.C. § 9.

- 15. None of the grounds available for vacating, modifying or correcting the Award are applicable.
- 16. Therefore, pursuant to 9 U.S.C.§ 9, Petitioner CLA requests that this Court confirm and recognize 27 the Award and enter Judgment in favor of Petitioner CLA and against Respondent Bidsal consistent with the Award. 28

15. 1 When CLA Properties filed its Demand for Arbitration, which started the arbitration 2 process, the only legal authorities cited by CLA Properties were the JAMS rules and the United States Arbitration Act, 9 U.S.C. § 1, et seq. CLA Properties did not cite to nor invoke the Nevada 3 Arbitration Act. 4

16. 5 Further, when CLA Properties filed its Petition, CLA Properties again cited to and relied upon the United States Arbitration Act, 9 U.S.C. § 1, et seq. as the governing legal authority. 6

7 17. By citing to and relying on the United States Arbitration Act, 9 U.S.C. § 1, et seq. when it initiated the arbitration proceedings and again when it filed the Petition, CLA Properties did 8 9 not invoke the Nevada Arbitration Act, but sought relief under the United States Arbitration Act, 9 U.S.C. § 1, et seq. 10

18. As such, both the Arbitration Award and the order granting the Petition were based upon United States Arbitration Act, 9 U.S.C. § 1, et seq., as opposed to the Nevada Arbitration Act.

19. Further, because CLA Properties never invoked the Nevada Arbitration Act as a basis on which the Petition should be confirmed, the Nevada Arbitration Act was not before the Court.

20. Applying WPH Architecture, Inc. to the facts of this case, the JAMS rules governed the procedural law, while the United States Arbitration Act, 9 U.S.C. § 1, et seq. governed the substantive law. 17

21. Having determined that the United States Arbitration Act, 9 U.S.C. § 1, et seq. 18 governs the substantive law, the next question is whether attorneys fees are allowed under the United 19 20 States Arbitration Act, 9 U.S.C. § 1, et seq.

22. Applying the reasoning set forth in Crossville Medical Oncology, P.C. v. Glenwood 21 Systems, LLC, 610 Fed Appx. 464 (6th Cir. 2015) to the facts of this case, the Court concludes that 22 there is no basis on which to enter an award of attorneys fees. 23

4

 \boldsymbol{III} 24

SMITH & SHAPIRO, PLLC

E. Serene Ave., Suite 130 Henderson, NV 89074

3333

- 111 25
- 111 26
- 111 27
- 111 28

Case No. A-19-795188-P Order Denying Motion for Attorney's Fees

		(003055	
-1	NOW THEREFORE:			
2	23. IT IS HEREBY ORDERED that CLA Properties' Motion is DENIED.			
3	IT IS SO ORDERED this 2 day of February, 2020.			
4	JOANNA S. KISHNER			
5				
6				
7	Respectfully Submitted by:	Approved as to Form:		
8	SMITH & SHAPIRO, PLLC	LEVINE & GARFINKEL		
9		Declined to sign		
10 C) 7	James E. Shapiro, Esq. Nevada Bar No. 7907	Louis E. Garfinkel, Esq. Nevada Bar No. 3416	_	
PLLC te 130 14 18-5034	Andrew S. Blaylock, Esq. Nevada Bar No. 13666	1671 W. Horizon Ridge Pkwy., Suite 230		
RO, PI ., Suite 89074 702)318- 71	3333 E. Serene Ave., Suite 130 Henderson, NV 89074	Henderson, NV 89012 Attorneys for CLA Properties, LLC		
92500200 H & SHAPIRO, E. Serene Ave., Sui Henderson, NV 8907 1318-5033 F:(702)3 1318-5033 F:(702)3	Attorneys for Shawn Bidsal			
& SI & SI Seren derso 8-503				
SMITH 4 3333 E. 9 Hen 9:(702)31:0				
33.00 0:(7				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				



	1	1	00	
	1 2 3 4 5 6	James E. Shapiro, Esq. Nevada Bar No. 7907 jshapiro@smithshapiro.com Aimee M. Cannon, Esq. Nevada Bar No. 11780 acannon@smithshapiro.com SMITH & SHAPIRO, PLLC 3333 E. Serene Ave., Suite 130 Henderson, Nevada 89074 702-318-5033 Attorneys for Respondent, SHAWN BIDSAL	Electronically Filed 3/6/2020 1:34 PM Steven D. Grierson CLERK OF THE COURT	
	7	DISTRIC	Г COURT	
	8	CLARK COUNTY, NEVADA		
003056	5. PLLC Suite 130 9074 71 11 01 6	CLA, PROPERTIES, LLC, a California limited liability company, Petitioner, vs.	Case No. A-19-795188-P Dept. No. 31	
	& SHAPIRO, Serene Ave., Su derson, NV 890 3-5033 F:(702)3 7 1 7 1	SHAWN BIDSAL, an individual, Respondent.		
)56	SMITH & SMITH & SMITH & 3333 E. 5 Hend 0:(702)318 91 21	AMENDED NOTICE OF ENTRY OF ORDER DENYING PETITIONER CLA PROPERTIES, LLC'S MOTION FOR ATTORNEY'S FEES AND COSTS		
	17	PLEASE TAKE NOTICE that an ORDER DENYING PETITIONER CLA PROPERTIES,		
	18	LLC'S MOTION FOR ATTORNEY'S FEES AND COSTS, was entered in the above-entitled		
	19	matter on the 5 th day of March , 2020, a copy of which is attached hereto.		
	20	Dated this 5^{th} day of March , 2020	SMITH & SHAPIRO, PLLC	
	21		/s/ James E. Shapiro	
	22 23		James E. Shapiro, Esq. Nevada Bar No. 7907 Aimee M. Cannon, Esq.	
	23		Nevada Bar No. 11780 3333 E. Serene Ave., Suite 130	
	25		Henderson, Nevada 89074 Attorneys for Respondent, Shawn Bidsal	
	26			
	27			
	28			

	CERTIFICATE OF SERVICE
	I hereby certify that I am an employee of SMITH & SHAPIRO, PLLC, and that on the 6th
	day of March, 2020, I served a true and correct copy of the foregoing AMENDED NOTICE OF
2	ENTRY OF ORDER DENYING PETITIONER CLA PROPERTIES, LLC'S MOTION FOR
-	ATTORNEY'S FEES AND COSTS by e-serving a copy on all parties registered and listed as
(Service Recipients in Odyssey File & Serve, the Court's on-line, electronic filing website, pursuant
	to Administrative Order 14-2, entered on May 9, 2014.
\$	/s/ Jennifer A. Bidwell An employee of Smith & Shapiro, PLLC
9	All employee of Shinti & Shapito, T ELE
1(() 7	
PLLC (e 130 (8-5034)	
PIRO, P Nve., Suit NV 89074 F:(702)31	
AP] 3 F:(
Se Se Se	
11 33 02	
01:(3333	
18	
19	
20	
2	
22	
23	
24	
25	
20	
27	
28	
	2
1	

OF THE COURT

		Electronically Fi 3/5/2020 4:17 PM Steven D. Griers CLERK OF THE
	James E. Shapiro, Esq.	CLERK OF THE
	Nevada Bar No. 7907	aller
	jshapiro@smithshapiro.com Aimee M. Cannon, Esq.	
	Nevada Bar No. 11780	
	acannon@smithshapiro.com	
	SMITH & SHAPIRO, PLLC	
	3333 E. Serene Ave., Suite 130	
	Henderson, Nevada 89074 702-318-5033	
	Attorneys for Respondent, SHAWN BIDSAL	
	DISTRIC	T COURT
	CLARK COU	NTY, NEVADA
	CLA, PROPERTIES, LLC, a California limited liability company,	Case No. A-19-795188-P Dept. No. 31
	Petitioner,	
	VS.	
	10.	
	SHAWN BIDSAL, an individual,	Date: February 4, 2020
ш.		Time: 10:00am
	Respondent.	

THIS MATTER having come before the Court on Petitioner CLA, PROPERTIES, LLC's 17 ("CLA Properties") Motion for Attorney's Fees and Costs; CLA Properties appearing by and 18 through their attorneys of record, LEVINE & GARFINKEL; Respondent SHAWN BIDSAL 19 ("Bidsal") appearing by and through their attorneys of record, SMITH & SHAPIRO, PLLC; the 20 Court having reviewed the papers and pleadings on file herein, having heard the arguments of 21 counsel, the Court being fully advised in the premises, and good cause appearing, the Court finds 22 and concludes as follows: 23

1. On or about June 15, 2011, CLA Properties and Bidsal signed an Operating 24 Agreement (the "Operating Agreement") for Green Valley Commerce, LLC ("Green Valley"). 25

111 26

SMITH & SHAPIRO, PLLC 3333 E. Serene Ave., Suite 130 Henderson, NV 89074

003058

111 27

111 28

FEB 25 20 Ph04:414

Case No. A-19-795188-P Order Denying Motion for Attorney's Fees 003058

2. Section 14.1 of the Operating Agreement provides in pertinent part:

14.1 Dispute Resolution. In the event of any dispute or disagreement between the Members as to the interpretation of any provision of this Agreement (or the performance of obligations hereunder), the matter, upon written request of either Party, shall be referred to representatives of the Parties for decision. The representatives shall promptly meet in a good faith effort to resolve the dispute. If the representatives do not agree upon a decision within thirty (30) calendar days after reference of the matter to them, any controversy, dispute or claim arising out of or relating in any way to this Agreement or the transaction arising hereunder shall be settled exclusively by arbitration in the City of Las Vegas, Nevada. Such arbitration shall be administered by JAMS in accordance with its then prevailing expedited rules, by one independent and impartial arbitrator selected in accordance with such rules. The arbitration shall be governed by the United States Arbitration Act, 9 U.S.C. § 1, et seq. The fees and expenses of JAMS and the arbitrator shall be shared equally by the Members and advanced by them from time to time as required; provided that at the conclusion of the arbitration, the arbitrator shall award costs and expenses (including the costs of the arbitration previously advanced and the fees and expenses of attorneys, accountants and other experts) to the prevailing party

3. Article X, Section d, of the Operating Agreement contains a choice of law provision,

which provides that in all respects the Operating Agreement is governed and construed with the laws of the State of Nevada.

4. A dispute arose between CLA Properties and Bidsal, prompting CLA Properties to file a Demand for Arbitration with JAMS (the "<u>Demand</u>"). On page 3 of the Demand, CLA Properties recited same part of Section 14.1 outlined in paragraph 2 above, specifically referencing the United States Arbitration Act, but not citing nor relying upon the Nevada Arbitration Act.

18 5. An arbitration hearing was held, resulting in an arbitration award being issued in
19 favor of CLA Properties (the "*Arbitration Award*").

20 6. On May 21, 2019, CLA Properties filed its Petition for Confirmation of Arbitration
21 Award and Entry of Judgment (the "*Petition*").

7. In its Petition, CLA Properties sought confirmation of the underlying arbitration
award pursuant to the Federal Arbitration Act, 9 U.S.C. § 1 et seq.¹

Case No. A-19-795188-P Order Denying Motion for Attorney's Fees

¹ Specifically, paragraphs 11 through 16 of the Petition state:

 ^{25 11.} Pursuant to the Operating Agreement and the Federal Arbitration Act which governs the
 26 Arbitration, Respondent CLA is entitled to obtain immediate and summary confirmation of the Award.

^{12.} Petitioner CLA is entitled to obtain an immediate and summary confirmation of the Award. Section 14.1 of the Operating Agreement of Green Valley states as follows: "The award rendered by the arbitrator shall be final and not subject to judicial review, and judgment thereon may be entered in any court of competent jurisdiction."

8. On December 6, 2019, this Court granted CLA Properties' Petition (the 1 2 "Confirmation Order"). On page 6 of the Confirmation Order, the Court noted that: "the parties agreed the Court's decision to vacate the Award is properly governed by United States Arbitration 3 Act, 9 U.S.C. § 9." 4

5

SMITH & SHAPIRO, PLL(

3333

003060

9.

On January 3, 2020, CLA Properties filed the present Motion.

10. CLA Properties relies upon NRS 38.243, which is part of the Nevada Arbitration Act, 6 7 as the legal basis on which it is seeking an award of attorney's fees.

8 11. Bidsal argues that NRS 38.243 does not apply because Section 14.1 of the Operating Agreement specifically states that the JAMS rules govern the procedure, while the United States 9 10 Arbitration Act, 9 U.S.C. § 1, et seq. governs the substantive law.

12. Relying upon WPH Architecture, Inc. v. Vegas VP, LP, 131 Nev. Adv. Op. 88, 360 P.3d 1145 (Nev. 2015), CLA Properties argues that the United States Arbitration Act, 9 U.S.C. § 1, et seq. governs the procedure and Nevada law governs the substantive law.

In WPH Architecture, Inc., the Nevada Supreme Court was dealing with a situation 13. where there were only two choices: either the AAA rules or Nevada law applied. See WPH Architecture, Inc., 360 P.3d 1145. In resolving the issue, the Nevada Supreme Court concluded that Nevada law applied to the substantive legal issues and the AAA rules applied to the procedural issues. Id.

19 14. For the reasons set forth next, and applying the principles set forth in WPH 20 Architecture, Inc., the Court finds that the JAMS rules govern the procedural law and the United States Arbitration Act, 9 U.S.C. § 1, et seq. governs the substantive law. 21

22 23

26

0:(702)318-5033 0:(702)318-5033

17

18

13. Pursuant to Section 14.1 of the Operating Agreement of Green Valley, the Arbitration is to be 24 governed by the Federal Arbitration Act, 9 U.S.C.§ 1, et seq.

14. The Federal Arbitration Act provides that the court shall confirm the award unless the award is 25 vacated, modified, or corrected as provided under the Federal Arbitration Act. 9 U.S.C. § 9.

- 15. None of the grounds available for vacating, modifying or correcting the Award are applicable.
- 16. Therefore, pursuant to 9 U.S.C.§ 9, Petitioner CLA requests that this Court confirm and recognize 27 the Award and enter Judgment in favor of Petitioner CLA and against Respondent Bidsal consistent with the Award. 28

15. 1 When CLA Properties filed its Demand for Arbitration, which started the arbitration 2 process, the only legal authorities cited by CLA Properties were the JAMS rules and the United States Arbitration Act, 9 U.S.C. § 1, et seq. CLA Properties did not cite to nor invoke the Nevada 3 Arbitration Act. 4

16. 5 Further, when CLA Properties filed its Petition, CLA Properties again cited to and relied upon the United States Arbitration Act, 9 U.S.C. § 1, et seq. as the governing legal authority. 6

7 17. By citing to and relying on the United States Arbitration Act, 9 U.S.C. § 1, et seq. when it initiated the arbitration proceedings and again when it filed the Petition, CLA Properties did 8 9 not invoke the Nevada Arbitration Act, but sought relief under the United States Arbitration Act, 9 U.S.C. § 1, et seq. 10

18. As such, both the Arbitration Award and the order granting the Petition were based upon United States Arbitration Act, 9 U.S.C. § 1, et seq., as opposed to the Nevada Arbitration Act.

19. Further, because CLA Properties never invoked the Nevada Arbitration Act as a basis on which the Petition should be confirmed, the Nevada Arbitration Act was not before the Court.

20. Applying WPH Architecture, Inc. to the facts of this case, the JAMS rules governed the procedural law, while the United States Arbitration Act, 9 U.S.C. § 1, et seq. governed the substantive law. 17

21. Having determined that the United States Arbitration Act, 9 U.S.C. § 1, et seq. 18 governs the substantive law, the next question is whether attorneys fees are allowed under the United 19 20 States Arbitration Act, 9 U.S.C. § 1, et seq.

22. Applying the reasoning set forth in Crossville Medical Oncology, P.C. v. Glenwood 21 Systems, LLC, 610 Fed Appx. 464 (6th Cir. 2015) to the facts of this case, the Court concludes that 22 there is no basis on which to enter an award of attorneys fees. 23

4

 \boldsymbol{III} 24

190200 Smith & Shapiro, PLLC

E. Serene Ave., Suite 130 Henderson, NV 89074

3333

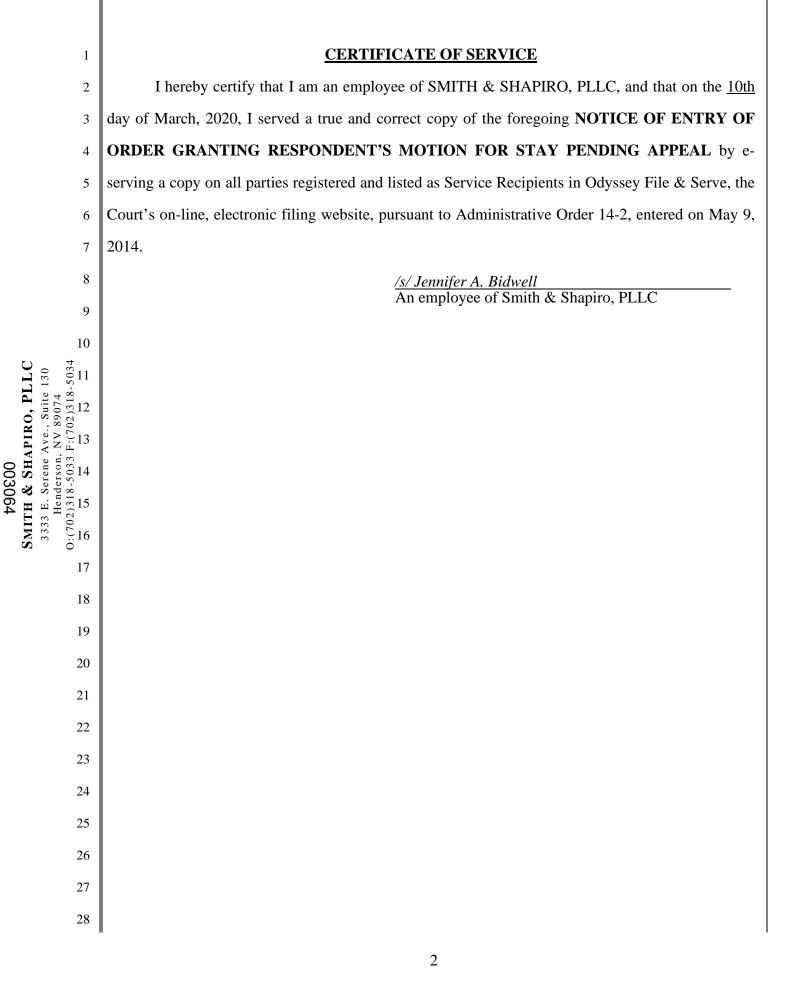
- 111 25
- 111 26
- 111 27
- 111 28

Case No. A-19-795188-P Order Denying Motion for Attorney's Fees

	I.		003062
1	NOW THEREFORE:		
2	23. IT IS HEREBY ORDERED	that CLA Properties' Motion is DENIED.	
3	IT IS SO ORDERED this 2 day of	f February, 2020.	
4		mal	
5		JOANNA S. KISHNER	
6		0	
7	Respectfully Submitted by:	Approved as to Form:	
8	SMITH & SHAPIRO, PLLC	LEVINE & GARFINKEL	
9		Declined to sign	
10 () 4	James E. Shapiro, Esq. Nevada Bar No. 7907	Louis E. Garfinkel, Esq.	
PLLC e 130 4 8-5034	Andrew S. Blaylock, Esq. Nevada Bar No. 13666	Nevada Bar No. 3416 1671 W. Horizon Ridge Pkwy., Suite 230	
RO, PI ., Suite 89074 702)318- 71	3333 E. Serene Ave., Suite 130 Henderson, NV 89074	Henderson, NV 89012 Attorneys for CLA Properties, LLC	
00 SHAPIRO, rene Ave., Sui fison, NV 890 5033 F:(702)3 51 51 51 51 50 50 50 50 50 50 50 50 50 50 50 50 50	Attorneys for Shawn Bidsal		
S-se			
SMITH & SMITH & 3333 E. 8 Hend Hend Hend 12			
33.00 0:(7			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			



			00
	1 2 3	James E. Shapiro, Esq. Nevada Bar No. 7907 jshapiro@smithshapiro.com Aimee M. Cannon, Esq. Nevada Bar No. 11780 acannon@smithshapiro.com	Electronically Filed 3/10/2020 2:37 PM Steven D. Grierson CLERK OF THE COURT
	4 5	SMITH & SHAPIRO, PLLC 3333 E. Serene Ave., Suite 130 Henderson, Nevada 89074	
	6	702-318-5033 Attorneys for Respondent, SHAWN BIDSAL	
	7	DISTRIC	ΓCOURT
	8	CLARK COUN	NTY, NEVADA
ζ	6 11 11 11 13 13 0 1 1 13 0 1 13 0 1 13 0 13 13 13 13 13 13 13 13 13 13 13 13 13	CLA, PROPERTIES, LLC, a California limited liability company, Petitioner,	Case No. A-19-795188-P Dept. No. 31
	APIRO, PI e Ave., Suite n, NV 89074 3 F:(702)318- 51 51 51	vs. SHAWN BIDSAL, an individual, Respondent.	
63	SMITH & SE 3333 E. Seren. Henderso 0:(702)318-503 91 91 91 91	<u>NOTICE OF ENTRY OF ORDER</u> MOTION FOR STAY	
	17	PLEASE TAKE NOTICE that an ORDER	R GRANTING RESPONDENT'S MOTION FOR
	18	STAY PENDING APPEAL, was entered in the	above-entitled matter on the 10 th day of March,
	19	2020, a copy of which is attached hereto.	
	20	Dated this <u>10th</u> day of March, 2020	SMITH & SHAPIRO, PLLC
	21		
	22 23		<u>/s/ James E. Shapiro</u> James E. Shapiro, Esq.
	23		Nevada Bar No. 7907 Aimee M. Cannon, Esq.
	25		Nevada Bar No. 11780 3333 E. Serene Ave., Suite 130
	26		Henderson, Nevada 89074 Attorneys for Respondent, Shawn Bidsal
	27		
	28		



		0	03065
		Electronically Filed 3/10/2020 11:45 AM Steven D. Grierson CLERK OF THE COURT	
1	James E. Shapiro, Esq.	Column.	
0	Nevada Bar No. 7907		
2	jshapiro@smithshapiro.com Aimee M. Cannon, Esq.	- 40	
3	Nevada Bar No. 11780 acannon@smithshapiro.com		
4	SMITH & SHAPIRO, PLLC		
5	3333 E. Serene Ave., Suite 130 Henderson, Nevada 89074		
6	702-318-5033 Attorneys for Respondent, SHAWN BIDSAL		
7		T COURT	
8	CLARK COUN	NTY, NEVADA	
9	CLA, PROPERTIES, LLC, a California limited		
10	liability company,	Case No. A-19-795188-P Dept. No. 31 DEPARTMENT XXXI	
	Petitioner,	NOTICE OF HEARING	Dan
., Suite 130 89074 702)318-503	vs.	APPROVED BY	Coun
Ave., Suite 130 NV 89074 F:(702)318-5034 Cl 71 702 71 8-5034	SHAWN BIDSAL, an individual,	Date: February 18, 2020 - A DE EN E MARTH MAR	TER
e Ave. n, NV 3 F:(7	Respondent.	Time: 9:00am PLEASE FILE WITH MAS	
seren derso 8-503		•	003065
3 E. 3 Hen (2)31 (2)31	ORDER GRANTING RESPONDENT'S N	10TION FOR STAY PENDING APPEAL	8
3333 E. Serene A Henderson, 0:(702)318-5033 F 91 51 8-5033 F	THIS MATTER having come before the Co	ourt on Respondent SHAWN BIDSAL's (" <u>Bidsal</u> ")	
17	Motion for Stay Pending Appeal (the "Motion"), Petitioner CLA PROPERTIES, LLC's ("CLA	
18	Properties") appearing by and through their a	attorneys of record, LEVINE & GARFINKEL;	
19	Respondent Bidsal appearing by and through his	attorneys of record, SMITH & SHAPIRO, PLLC;	
20	the Court having reviewed the papers and pleadi	ngs on file herein, having heard the arguments of	
21	counsel, the Court being fully advised in the premi	ises, and good cause appearing, the Court finds and	
22	concludes as follows:		
23	1. In deciding whether to issue a star	y, the Court considered the following factors: (1)	
24	whether the object of the appeal or writ petition	will be defeated if the stay is denied; (2) whether	
25	appellant/petitioner will suffer irreparable or se	erious injury if the stay is denied; (3) whether	
26	respondent/real party in interest will suffer irrepar	able or serious injury if the stay is granted; and (4)	
27	whether appellant/petitioner is likely to prevail on	the merits in the appeal or writ petition. <u>Hansen v.</u>	

SMITH & SHAPIRO, PLLC

003065

Eighth Judicial Dist. Court ex rel. Cnty. of Clark, 116 Nev. 650, 657, 6 P.3d 982, 986 (2000). 28

1

Case No. A-19-795188-P Order Granting Motion for Stay

003065 MAR 02 '20 H11:25#

2. After considering the evidence and arguments presented by the parties, the Court finds that the first three <u>Hansen</u> factors weigh in favor of granting the requested stay, and that while the fourth <u>Hansen</u> factor weighs against the requested stay, when considering all of the facts together as a whole, a stay is proper and warranted.

3. After considering the evidence and arguments presented by the parties, the Court finds that a supersedeas bond is required as provided for in NRCP 62, and that, in light of the totality of the circumstances, the amount of the supersedeas bond should equal the amount of attorneys fees awarded by the arbitrator in the underlying arbitration award, which was \$298,256.00.

NOW THEREFORE:

4. IT IS HEREBY ORDERED that Bidsal's Motion is GRANTED on the terms set forth herein.

5. IT IS FURTHER ORDERED that, upon the posting of the Bond, the Court's ORDER CONFIRMING PETITION FOR CONFIRMATION OF ARBITRATION AWARD AND ENTRY OF JUDGMENT AND DENYING RESPONDENT'S OPPOSITION AND COUNTERPETITION TO VACATE THE ARBITRATOR'S AWARD entered on December 6, 2019 (the "*Confirmation Order*"), and all enforcement thereof, is hereby STAYED, pending a final resolution of the pending appeal, identified as Supreme Court case number 804727.

6. IT IS FURTHER ORDERED that the scope of the stay being imposed is limited solely to a stay of the Confirmation Order.

- 20
 \\\

 21
 \\\

 22
 \\\

 23
 \\\
- 24
- 25
- 26
- 27
- 28

SMITH & SHAPIRO, PLLC 3333 E. Serene Ave., Suite 130 Henderson, NV 89074 0:(702)318-5033 F:(702)318-5034 91 51 F1 E1 71

003066

1

2

3

4

5

6

7

8

9

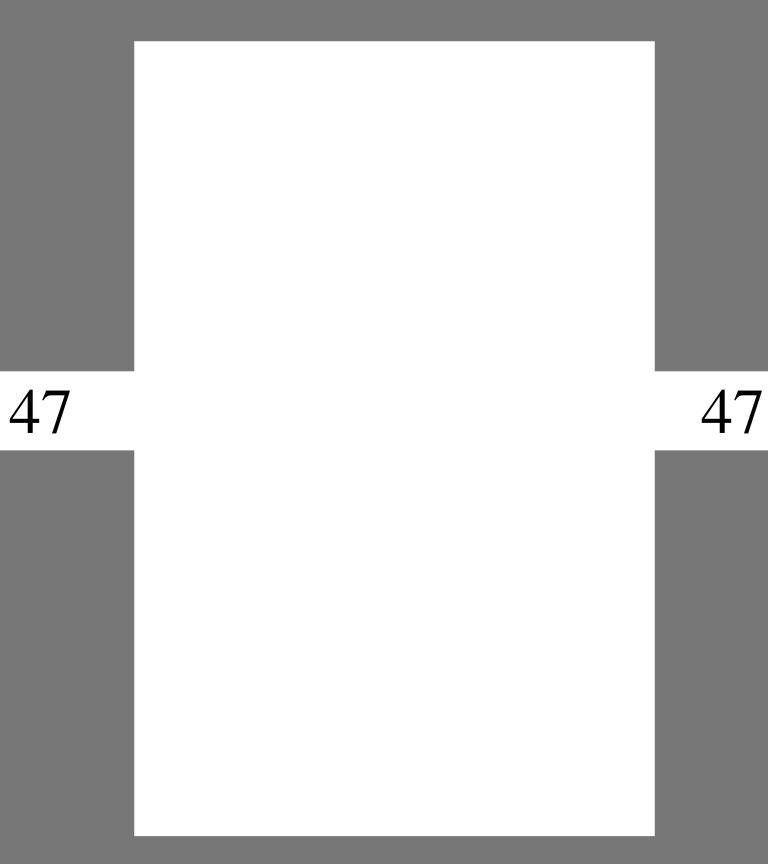
10

003066

7. IT IS FURTHER ORDERED that Respondent Bidsal shall post a supersedeas bond, or 1 cash in lieu of a bond, in the amount of \$298,256.00 (the "Bond") within fourteen (14) days of entry 2 of this order. The stay imposed by this order shall be effective only upon the posting of the Bond or 3 Status check on the Stay has been set cash in lieu of the Bond. 4 June 9, 2020. 9:00am IT IS SO ORDERED this / day of February; 2020. 5 6 JOANNA S. KISHNER 7 DISTRICT COURT JUDGE 8 9 Respectfully Submitted by: Approved as to Form: 10 SMITH & SHAPIRO, PLLC LEVINE & GARFINKEL 0:(702)318-5033 F:(702)318-5034 91 12 13 14 12 19 91 14 15 13 3333 E. Serene Ave., Suite 130 Henderson, NV 89074 James E. Shapiro, Esq. Louis E. Garfinkel, Esq. Nevada Bar No. 7907 Nevada Bar No. 3416 Andrew S. Blaylock, Esq. 1671 W. Horizon Ridge Pkwy., Suite 230 Nevada Bar No. 13666 Henderson, NV 89012 3333 E. Serene Ave., Suite 130 Attorneys for CLA Properties, LLC Henderson, NV 89074 Attorneys for Shawn Bidsal 17 18 19 20 21 22 23 24 25 26 27 28 3 Case No. A-19-795188-P

SMITH & SHAPIRO, PLLC

Order Granting Motion for Stay



1 2 3 4 5 6	NOASLouis E. Garfinkel, Esq.Nevada Bar No. 3416LEVINE & GARFINKEL1671 W. Horizon Ridge Pkwy, Suite 230Henderson, NV 89012Tel: (702) 673-1612Fax: (702) 735-2198Email: lgarfinkel@lgealaw.comAttorneys for Petitioner CLA Properties LLC	•
7	DISTRICT COURT	
8 9	CLARK COUNTY, NEVADA	
9 10		
11	CLA PROPERTIES LLC, a limited liability company,Case No.: A-19-795188-P Dept.: 31	
12	Petitioner,	
13	VS.	
14	SHAWN BIDSAL, an individual,	003068
15	Respondent.	00
16	NOTICE OF APPEAL	
17	Notice is hereby given that Petitioner CLA Properties LLC hereby appeals to the Supreme	
18	Court of Nevada from the District Court's Order Denying Petitioner CLA Properties, LLC's	
19	Motion for Attorney's Fees and Costs entered on March 5, 2020.	
20 21	Dated this 13^{++} day of March, 2020.	
22		
23	LEVINE & GARFINKEL By: Jours F. Hand	
24	By: Louis E. Garfinkel, Esq. (Nevada Bar No. 3416)	
25	1671 W. Horizon Ridge Pkwy, Suite 230	
26	Henderson, NV 89012 Tel: (702) 673-1612 / Fax: (702) 735-2198	
27	Email: <u>lgarfinkel@lgealaw.com</u> Attorneys for Petitioner CLA Properties LLC	
28		

	CERTIFICATE OF SERVICE
	Pursuant to Nevada Rules of Civil Procedure 5(b), I hereby certify that I am an employee
	of LEVINE & GARFINKEL, and that on the 13th day of March, 2020, I caused the foregoing
2	NOTICE OF APPEAL to be served as follows:
	[] by placing a true and correct copy of the same to be deposited for mailing in the US Mail
	at Las Vegas, Nevada, enclosed in a sealed envelope upon which first class postage was fully
	prepaid; and/or
	[] by hand delivery to the parties listed below; and/or
	[X] pursuant to N.E.F.C.R. Rule 9 and Administrative Order 14-2, by sending it via electronic
	service to:
	James E. Shapiro, Esq.
	Nevada Bar No. 7907 Aimee M. Cannon, Esq.
	Nevada Bar No. 11780
	Smith & Shapiro, PLLC 3333 E. Serene Ave., Suite 130
	Henderson, NV 89074 T: (702) 318-5033 / F: (702) 318-5034
	E: jshapiro@smithshapiro.com
	<u>sherbert@smithshapiro.com</u> Attorneys for Respondent Shawn Bidsal
	milmie Burn
	Melanie Bruner, an employee of
	LEVINE & GARFINKEL
	-2- 00



			Electronically Filed 3/13/2020 10:22 AM
			Steven D. Grierson CLERK OF THE COURT
ASTA			Atump. Au
Louis E. Gar	finkel, Esq.		
Nevada Bar	No. 3416 GARFINKEL		
	rizon Ridge Pkwy, Suite 230)	
Henderson, 1			
Tel: (702) 6 Fax: (702) 7			
Email: lgarf	inkel@lgealaw.com		
Attorneys for	r Petitioner CLA Properties	LLC	
	D	ISTRICT CO	DURT
	CLAR	K COUNTY,	NEVADA
			· · · · ·
CLA PROP	ERTIES LLC, a limited liabi	lity	Case No.: A-19-795188-P
company,	,	•	Dept.: 31
	Petitioner,		
VS.			
SHAWN B	IDSAL, an individual,		
	Respondent.		
*******	CASEA	APPEAL STA	, ATEMENT
1.			statement: Petitioner CLA Properties LLC
2.			ion, judgment, or order appealed from
The Honorab	ble Joanna A. Kishner, Depa	-	
3.	Identify each appellan	t and the n	name and address of counsel for eacl
appellant:	Appellant:	CLA Prop	perties LLC
	• •	-	-
	Appellant's counsel:		Garfinkel, Esq.
			Horizon Ridge Pkwy, Suite 230
*		Henderso	on, NV 89012
4.	Identify each responder	it and the na	ame and address of appellate counsel, i
known, for	each respondent (if the n	ame of a res	pondent's appellate counsel is unknown
indicated as much and provide the name and address of that respondent's trial counsel:			
indicated as	mach and provide the nat		is of that respondent 5 that counself

.

1	Respondent:	Shawn Bidsal		
2	Respondent's appella	ate counsel: James E. Shapiro, Esq.		
3		Aimee M. Cannon, Esq. Smith & Shapiro, PLLC		
4		3333 E. Serene Ave., Suite 130 Henderson, NV 89074		
5		·		
6		Daniel Polsenberg, Esq. Abraham Smith, Esq.		
7		Lewis Roca Rothgerber Christie, LLP 3993 Howard Hughes Pkwy, Suite 600		
8		Las Vegas, NV		
9	Respondent's trial co	unsel: James E. Shapiro, Esq. Aimee M. Cannon, Esq.		
10		Smith & Shapiro, PLLC		
11		3333 E. Serene Ave., Suite 130 Henderson, NV 89074		
12				
13		any attorney identified above in response to questions 3 or 4		
14	is not licensed to practice law in Nevada and, if so, whether the district court granted that			
15	attorney permission to appear under SCR 42 (attached a copy of any district court order			
16	granting such permission: N/A 6. Indicate whether appellant is represented by appointed or retained counsel in			
17				
18	the district court: Retained counsel.			
19		appellant is represented or retained counsel on appeal:		
20	Retained counsel.			
21		opellant was granted leave to proceed in forma pauperis,		
22	and the date of entry of the district court order granting such leave: N/A .			
23		e proceedings commenced in the district court (e.g., date		
24	^	n, or petition was filed): May 21, 2019.		
25		ription of the nature of the action and result in the district		
26		ent or order being appealed and the relief granted by the		
27		Properties LLC ("CLA") and Respondent Shawn Bidsal		
28	("Bidsal") are members of Green	Valley Commerce, LLC ("Green Valley"), a Nevada limited		
ł		-2- 003		

-2-

liability company. The Green Valley Operating Agreement contains a buy-sell provision.

A dispute arose between Petitioner CLA and Respondent Bidsal regarding the buy-sell provision in the Operating Agreement, and on September 26, 2017, Petitioner CLA filed a Demand for Arbitration with JAMS in accordance with the Green Valley Operating Agreement.

5 The Arbitration was held on May 8-9, 2018, and on April 4, 2019, the Arbitrator, the Honorable Judge Stephen Haberfeld, entered a Final Award (the "Award"). Judge Haberfeld 7 found in favor of Petitioner CLA with respect to the buy-sell dispute, and further awarded Petitioner CLA attorney's fees and costs in the amount of \$298,256.00.

9 On April 9, 2019, Respondent Bidsal filed a Motion to Vacate Arbitration Award in the United States District Court, District of Nevada, Case No. 2:19-cv-00506-APG-BNW. On June 10 11 24, 2019, the Federal District Court entered an Order dismissing the matter for lack of subject matter jurisdiction. 12

On May 21, 2019, Petitioner CLA filed its Petition for Confirmation of Arbitration Award 13 and Entry of Judgment with the above court. On July 15, 2019, Respondent Bidsal filed his 14 15 Opposition and Counter-Petition to Vacate Arbitration Award.

On December 6, 2019, the District Court entered its Order Granting Petition for 16 17 Confirmation of Arbitration Award and Entry of Judgment and Denying Respondent's Opposition The District Court confirmed the 18 and Counter-Petition to Vacate the Arbitrator's Award. 19 Award. A Notice of Entry of the District Court's Order was served and filed on December 16, 20 2019.

21 On January 3, 2020, Petitioner CLA filed its Motion for Attorney's Fees and Costs which 22 was opposed by Respondent Bidsal. On March 5, 2020, the District Court entered its Order 23 Denying Petitioner CLA Properties LLC's Motion for Attorney's' Fees and Costs, and the Notice 24 of Entry of the District Court's Order was served and filed on that same date. Appellant CLA is 25 appealing the District Court's Order denying its Motion for Attorney's Fees and Costs.

Indicate whether the case has previously been the subject of an appeal or to 26 11. original writ proceeding in the Supreme Court and, if so, the caption and Supreme Court 27 docket number of the prior proceeding: This case is currently on appeal to the Supreme Court 28

1

2

3

4

6

8

003072

-7-

	· ·
1	of Nevada, Case No. 80427.
2	12. Indicate whether this appeal involves child custody or visitation: This case
3	does not involve child custody or visitation.
4	13. If this is a civil case, indicate whether this appeal involves the possibility of
5	settlement: This is a civil case and settlement is possible. A Supreme Court of Nevada NRAP
6	16 Settlement Conference has been scheduled for March 30, 2020 in Case No. 80427.
7	2h
8	Dated this 13^{+1} day of March, 2020.
9	
10	LEVINE & GARFINKEL
11	G - b M
12	By: Jour Z. But Louis E. Carfinkal Esg. (Navada Par No. 2416)
13	Louis E. Garfinkel, Esq. (Nevada Bar No. 3416) 1671 W. Horizon Ridge Pkwy, Suite 230
14	Henderson, NV 89012 Tel: (702) 673-1612 / Fax: (702) 735-2198
15	Email: <u>lgarfinkel@lgealaw.com</u> Attorneys for Petitioner CLA Properties LLC
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
26	
27	
28	

1	CERTIFICATE OF SERVICE
2	Pursuant to Nevada Rules of Civil Procedure 5(b), I hereby certify that I am an employee
3 of	f LEVINE & GARFINKEL, and that on the $\frac{13^{4}}{12}$ day of March, 2020, I caused the foregoing
4 C	ASE APPEAL STATEMENT to be served as follows:
5	
6 ^l] by placing a true and correct copy of the same to be deposited for mailing in the US Mail
	t Las Vegas, Nevada, enclosed in a sealed envelope upon which first class postage was fully
3 рі	repaid; and/or
) [] by hand delivery to the parties listed below; and/or
	[K] pursuant to N.E.F.C.R. Rule 9 and Administrative Order 14-2, by sending it via electronic
	ervice to:
Ja	ames E. Shapiro, Esq.
N	ievada Bar No. 7907 imee M. Cannon, Esq.
N	evada Bar No. 11780
33	mith & Shapiro, PLLC 333 E. Serene Ave., Suite 130
T	enderson, NV 89074 : (702) 318-5033 / F: (702) 318-5034
	: <u>jshapiro@smithshapiro.com</u> sherbert@smithshapiro.com
A	ttorneys for Respondent Shawn Bidsal
	5
	Melanie Burn
	Melanie Bruner, an employee of LEVINE & GARFINKEL
8	

-5-



003075

			Electronically Filed
			3/20/2020 10:51 AM Steven D. Grierson CLERK OF THE COURT
	1	James E. Shapiro, Esq. Nevada Bar No. 7907	Atump. Atu
	2	jshapiro@smithshapiro.com	
	3	Aimee M. Cannon, Esq. Nevada Bar No. 11780	
	4	acannon@smithshapiro.com SMITH & SHAPIRO, PLLC	
	5	3333 E. Serene Ave., Suite 130 Henderson, Nevada 89074	
	6	702-318-5033 Attorneys for Respondent, SHAWN BIDSAL	
	7	DISTRIC".	ГСОИРТ
	8	CLARK COUN	NIY, NEVADA
	9	CLA, PROPERTIES, LLC, a California limited liability company,	Case No. A-19-795188-P
7	10	Petitioner,	Dept. No. 31
F), FLLC Suite 130 9074 71318-5034 71 71	vs.	
	\bullet $=$ \bigcirc 14	SHAWN BIDSAL, an individual,	
	SHAPIRO rene Ave., Si rson, NV 890 5033 F:(702) F1 E1	Respondent.	
003	SH A srene 5033.	Kespondent.	
003075	E. Seren E. Seren Henderso 2)318-503 2)318-503	NOTICE OF POSTING C	CASH IN LIEU OF BOND
	DMITH & DH. 3333 E. Serene Henderson 0:(702)318-5033 91 91 91	NOTICE IS HEREBY GIVEN that on M	Aarch 13, 2020, Respondent, SHAWN BIDSAL,
	17	posted with the Court, cash in lieu of bond in the	amount of Two Hundred Ninety-Eight Thousand
	18	Two Hundred Fifty-Six and No/100 Dollars (\$298	8,256.00). A true and correct copy of the Receipt
	19	thereof is attached hereto as <i>Exhibit "1"</i> and incor	porated herein by this reference.
	20	Dated this <u>20th</u> day of March, 2020	
	21		SMITH & SHAPIRO, PLLC
	22		
	23		<u>/s/ James E. Shapiro</u> James E. Shapiro, Esq.
	24		Nevada Bar Ño. 7907 Aimee M. Cannon, Esq.
	25		Nevada Bar No. 11780 3333 E. Serene Ave., Suite 130
	26		Henderson, Nevada 89074 Attorneys for Respondent, Shawn Bidsal
	20		Lastrejs jor Respondent, Shann Diasa
	28		
	20		

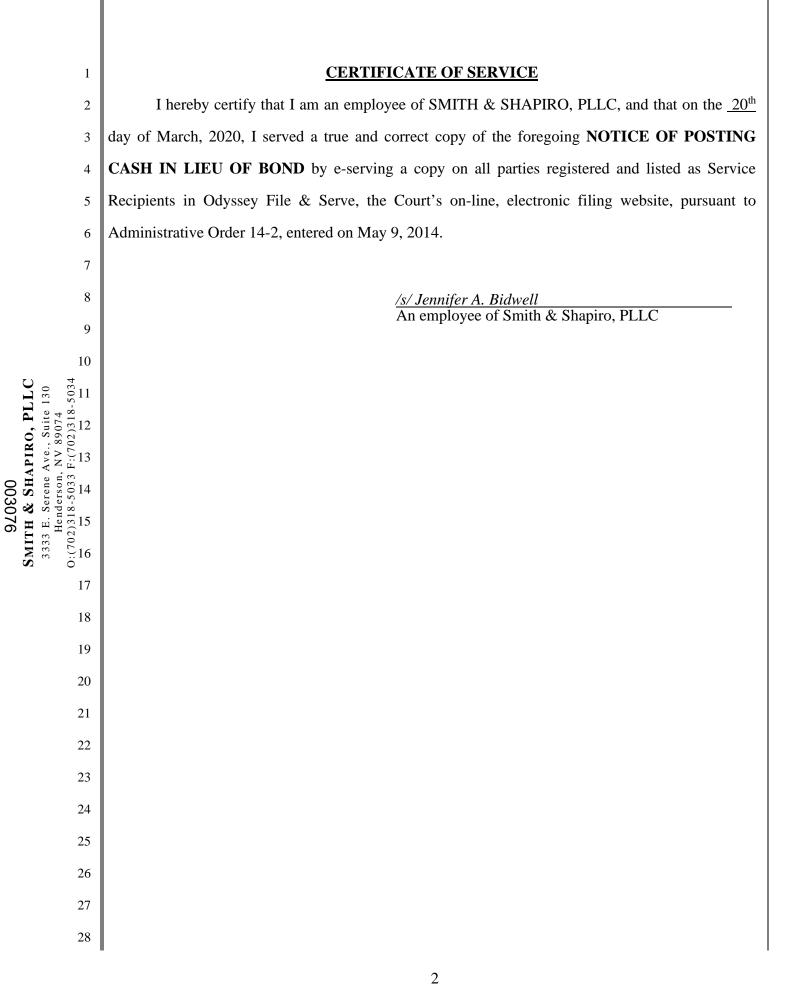


EXHIBIT 1

EXHIBIT 1

OFFICIAL RECEIPT - District Court Clerk of the Court 200 Lewis Ave, 3rd Floor Las Vegas, NV 89101

Payor Shahram Bidsal				Receipt No. 2020-15611-CCCLK
				Transaction Date 03/13/2020
Description				Amount Paid
On Behalf Of_Bidsal, Shawn A-19-795188-P In the Matter of the Supersedeas Bond	Petition of CLA Prope Supersedeas Bon SUBTOTAL		-	298,256.00 298,256.00
			PAYMENT TOTAL	298,256.00
			Check (Ref #1325) Tendered Total Tendered Change	298,256.00 298,256.00 0.00
Order filed 3/10/20				
	03/13/2020 11:45 AM	Cashier Station AIKO	Audit 37401597	
		OFFICIAL REC	EIPT	

•