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

### INDICATE FULL CAPTION:

CLARK COUNTY NEV., DEP'T OF AVIATION

VS.

S. NEV. LABOR MGMT. COOPERATION COMM., AND OFFICE OF THE LABOR COMMISSIONER No. 80798 Electronically Filed
Apr 03 2020 03:47 p.m.

DOCKETING Elizabeth Prown
CIVIL A Place of Supreme Court

### GENERAL INFORMATION

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

### WARNING

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

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

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

1. Judicial District Eighth	Department 25
County Clark	Judge The Honorable Kathleen Delaney
District Ct. Case No. A-18-781866-J	
2. Attorney filing this docketing statemen	t:
Attorney Allison List Kheel, Esq.	Telephone (702) 862-3817
Firm Fisher Phillips, LLP  Address 300 South Fourth Street, Suite 1500 Las Vegas, NV 89101	
Client(s) Clark County Department of Aviatio  If this is a joint statement by multiple appellants, add the names of their clients on an additional sheet accomplising of this statement.	he names and addresses of other counsel and
3. Attorney(s) representing respondents(s	s):
Attorney Evan L. James, Esq.	Telephone (702) 255-1718
Firm Christensen James & Martin	
Address 7440 W. Sahara Avenue Las Vegas, Nevada 89117	
Client(s) Southern Nevada Labor Managemen	at Cooperation Committee (Petitioner Below)
Attorney Andrea Nichols, Esq. (Sr Deputy A.	G.) Telephone (775) 687-2119
Firm Office of the Attorney General	
Address 5420 Kietzke Lane, Suite 202 Reno, Nevada 89511	
Client(s) Office of the Labor Commissioner ("C	OLC") (Respondent Below)

(List additional counsel on separate sheet if necessary)

4. Nature of disposition below (check	all that apply):	
☐ Judgment after bench trial	□ Dismissal:	
☐ Judgment after jury verdict	☐ Lack of jurisdiction	
☐ Summary judgment		
☐ Default judgment	☐ Failure to state a claim	
☐ Grant/Denial of NRCP 60(b) relief	☐ Failure to prosecute	
	Other (specify):	
☐ Grant/Denial of injunction	☐ Divorce Decree:	
☐ Grant/Denial of declaratory relief	$\square$ Original $\square$ Modification	
Review of agency determination	☐ Other disposition (specify):	
5. Does this appeal raise issues conce	erning any of the following?	
☐ Child Custody		
□ Venue		
☐ Termination of parental rights		
	this court. List the case name and docket number sently or previously pending before this court which	

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

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

This Action is an appeal of the February 7, 2020 Findings of Fact, Conclusions of Law and Order Granting the Petition for Judicial Review (the "Order") of the final agency determination of the Office of the Labor Commissioner ("OLC"). The Order contains several legal and factual errors and internally contradictory findings which render the Order unenforceable, and which deprive the CCDOA of its right to due process. Among those errors, the District Court retained jurisdiction over future proceedings while simultaneously ceding jurisdiction to the Office of the Labor Commission, which is contrary to Nevada law. The Order further improperly included factual and legal findings that went well beyond the Labor Commissioner's sole "public money" determination that was before the District Court. Relatedly, the District Court's Order made factual findings, including finding that "the Project did not constitute maintenance," that could not be implied from the scant record developed in the proceedings before the Office of the Labor Commissioner. To correct such errors, the Appellant now appeals the Order issued by the District Court.

- **9. Issues on appeal.** State concisely the principal issue(s) in this appeal (attach separate sheets as necessary):
- (1) Whether the District Court can retain jurisdiction over future proceedings beyond merely enforcing its Order, while simultaneously remanding the matter, and ceding jurisdiction to, the Office of the Labor Commissioner?
- (2) Whether the District Court erred by making factual and legal findings that went beyond the Labor Commissioner's sole "public money" determination and the scant, undeveloped administrative record that was before the District Court?
- (3) Whether the District Court improperly exceeded its authority by continuing to hear arguments on, and purportedly decide, the CCDOA's Motion for Reconsideration (and/or clarification) after the CCDOA had filed its Notice of Appeal divesting the District Court of Jurisdiction?
- **10.** Pending proceedings in this court raising the same or similar issues. If you are aware of any proceedings presently pending before this court which raises the same or similar issues raised in this appeal, list the case name and docket numbers and identify the same or similar issue raised:

None.

11. Constitutional issues. If this appeal challenges the constitutionality of a statute, and the state, any state agency, or any officer or employee thereof is not a party to this appeal, have you notified the clerk of this court and the attorney general in accordance with NRAP 44 and NRS 30.130?		
x N/A		
$\square$ Yes		
$\square$ No		
If not, explain:		
12. Other issues. Does this appeal involve any of the following issues?		
☐ Reversal of well-settled Nevada precedent (identify the case(s))		
☐ An issue arising under the United States and/or Nevada Constitutions		
🗷 A substantial issue of first impression		
🗷 An issue of public policy		
$\Box$ An issue where en banc consideration is necessary to maintain uniformity of this court's decisions		
$\square$ A ballot question		
If so, explain: NRS Chapter 338, including its prevailing wage requirement, is explicitly excluded from contracts issued under NRS Chapter 332 related to the normal maintenance of property. The CCDOA asserts the carpet maintenance contract at the airport has never before been challenged as a public works project requiring prevailing wages. The Order "concludes that the Project did not constitute maintenance." Such findings exceed the scope of the Petition for Judicial Review and are completely unsupported by the scant administrative record developed to date, is contrary to NRS Chapters 332 and 338, and is otherwise unsupported by law.		

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

This is an Appeal of a Final Order Granting a Petition for Judicial Review of the final agency determination issued by the Office of the Labor Commissioner under the Administrative Procedure Act, NRS Chapter 233B.150. The District Court exceeded its authority and jurisdiction by making findings beyond the administrative record and OLC's "public money" determination. Thus, the Supreme Court should retain this case despite it being presumptively assigned to the Court of Appeals under NRAP 17(b)(9). Additionally, after CCDOA filed its Notice of Appeal divesting the District Court of Jurisdiction, the District Court improperly exceeded its authority by hearing on March 31, 2020 and purportedly deciding (as an advisory opinion) the CCDOA's Motion for Reconsideration, and the Supreme Court should retain jurisdiction in the interest of judicial efficiency.

14. Trial.	<b>l.</b> If this action proceeded to trial, how many days did the trial last? $\underline{0}$	
Was i	it a bench or jury trial? N/A	

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

## TIMELINESS OF NOTICE OF APPEAL

16. Date of entry of	written judgment or order appealed from February 4, 2020
If no written judg seeking appellate	ment or order was filed in the district court, explain the basis for review:
17. Date written no	tice of entry of judgment or order was served Feb 10, 2020
Was service by:	
☐ Delivery	
▼ Mail/electronic	c/fax
18. If the time for fine (NRCP 50(b), 52(b),	iling the notice of appeal was tolled by a post-judgment motion or 59)
(a) Specify the the date of the	type of motion, the date and method of service of the motion, and filing.
☐ NRCP 50(b)	Date of filing
☐ NRCP 52(b)	Date of filing
$\square$ NRCP 59	Date of filing
	pursuant to NRCP 60 or motions for rehearing or reconsideration may toll the a notice of appeal. <i>See</i> AA Primo Builders v. Washington, 126 Nev, 245 0).
(b) Date of entr	ry of written order resolving tolling motion
(c) Date writte	n notice of entry of order resolving tolling motion was served
Was service	by:
$\square$ Delivery	
$\square$ Mail	

19. Date notice of appea	al filed Mar 9, 2020
If more than one part	by has appealed from the judgment or order, list the date each filed and identify by name the party filing the notice of appeal:
e.g., NRAP 4(a) or other	le governing the time limit for filing the notice of appeal,
NRAP 4(a)	
	SUBSTANTIVE APPEALABILITY
21. Specify the statute of the judgment or order a (a)	or other authority granting this court jurisdiction to review appealed from:
□ NRAP 3A(b)(1)	□ NRS 38.205
☐ NRAP 3A(b)(2)	NRS 233B.150
☐ NRAP 3A(b)(3)	$\square$ NRS 703.376
☐ Other (specify)	
` '	ority provides a basis for appeal from the judgment or order: Order of the District Court granting a Petition for Judicial Review

22. List all parties involved in the action or consolidated actions in the district court: <ul> <li>(a) Parties:</li> <li>Southern Nevada Labor Management Cooperation Committee (Petitioner Below)</li> <li>Clark County Department of Aviation (Respondent Below)</li> <li>Office of the Labor Commissioner (Respondent Below)</li> </ul>
(b) If all parties in the district court are not parties to this appeal, explain in detail why those parties are not involved in this appeal, e.g., formally dismissed, not served, or other:
23. Give a brief description (3 to 5 words) of each party's separate claims, counterclaims, cross-claims, or third-party claims and the date of formal disposition of each claim. Petitioner's claim for Judicial Review of the Final Determination of the OLC granted on Feb. 7, 2020.
24. Did the judgment or order appealed from adjudicate ALL the claims alleged below and the rights and liabilities of ALL the parties to the action or consolidated actions below?
<ul><li>25. If you answered "No" to question 24, complete the following:</li><li>(a) Specify the claims remaining pending below:</li></ul>

(b) Specify the parties remaining below:
(c) Did the district court certify the judgment or order appealed from as a final judgment pursuant to NRCP 54(b)?
$\square$ Yes
$\square$ No
(d) Did the district court make an express determination, pursuant to NRCP 54(b), that there is no just reason for delay and an express direction for the entry of judgment?
$\square$ Yes
$\square$ No
26. If you answered "No" to any part of question 25, explain the basis for seeking appellate review (e.g., order is independently appealable under NRAP 3A(b)):

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

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

### **VERIFICATION**

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

Clark County Department of Aviation Name of appellant	Allison List Kheel, Esq. Name of counsel of record
April 3, 2020 Date	Signature of counsel of record
Clark County, Nevada State and county where signed	- -
CERTIFI	CATE OF SERVICE
	counsel of record:  m/her; or  with sufficient postage prepaid to the following and addresses cannot fit below, please list names et with the addresses.)  ctorney General
7440 W. Sahara Avenue Las Vegas, Nevada 89117	or Management Cooperation Committee
Dated this 3rd day of A	pril , <u>2020</u>
	/s/ Sarah Griffin Signature

## IN THE SUPREME COURT OF THE STATE OF NEVADA

CLARK COUNTY NEVADA,	) Supreme Court No. 80798
DEPARTMENT OF AVIATION, a	) District Court Case No. A-18-781866-J
political subdivision of the State of	)
Nevada;	
Appellant,	)
VS.	
SOUTHERN NEVADA LABOR	
MANAGEMENT COOPERATION	
COMMITTEE, by and through its	
Trustees Terry Mayfield and Chris	
Christophersen, and THE OFFICE	
OF THE LABOR COMMISSIONER,	
Respondents.	

# **INDEX OF DOCKETING STATEMENT ATTACHMENTS**

Date Filed	Document Title	Page Numbers
9/27/18	Petition for Judicial Review	1-8
2/7/20	Notice of Entry of Order and Findings of Fact,	9-19
	Conclusions of Law and Order Granting the	
	Petition for Judicial Review (dated Feb.4, 2020)	
2/24/20	Notice of Hearing on CCDOA's Motion for	20
	Reconsideration	

Electronically Filed 9/27/2018 4:54 PM Steven D. Grierson CLERK OF THE COURT

### PTJR CHRISTENSEN JAMES & MARTIN EVAN L. JAMES, ESQ.

Nevada Bar No. 07760
7440 W. Sahara Avenue
Las Vegas, Nevada 89117
Tel.: (702) 255-1718
Facsimile: (702) 255-0871
Email: elj@cjmlv.com
Attorneys for Petitioner

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# DISTRICT COURT CLARK COUNTY, NEVADA

SOUTHERN NEVADA LABOR MANAGEMENT COOPERATION COMMITTEE, by and through its Trustees Terry Mayfield and Chris Christophersen,

Petitioner,

VS.

CLARK COUNTY NEVADA, DEPARTMENT OF AVIATION, a political subdivision of the State of Nevada; and THE OFFICE OF THE LABOR COMMISSIONER,

Respondents.

Case No.: **A-18-781866-J** 

Dept. No.: Department 25

PETITION FOR JUDICIAL REVIEW

COMES NOW, Petitioner, Southern Nevada Labor Management Cooperation Committee, by and through its Trustees Terry Mayfield and Chris Christopherson<sup>1</sup> ("LMCC"), by and through its attorney, Evan L. James, Esq. of the law firm of Christensen James & Martin, and here by petitions the Court for review of the Final Decision issued by the OFFICE OF THE LABOR COMMISSIONER ("OLC"), a copy of which is attached hereto as Exhibit 1.

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<sup>1</sup> The original Trustee, John Smirk, identified in the administrative proceedings has been removed from office and no longer has authority to act on behalf of the Petitioner. As such, his name is substituted with a current and authorized Trustee.

# 

### I. JURISDICTIONAL STATEMENT

Pursuant to NRS 233B.130(1) & (2), "Any party who is ... [a]ggrieved by a final decision in a contested case is entitled to judicial review of the decision...." Petitions for judicial review must ... [b]e filed within 30 days after service of the final decision of the agency." Additionally, NRS 233B.130(2) states this Court may hear this case, which reads as follows: "Petitions for judicial review must ... [b]e instituted by filing a petition in the district court ... in and for the county in which the aggrieved party resides or in and for the county where the agency proceeding occurred." The LMCC's resides in Clark County, Nevada and the proceedings occurred in Clark County, Nevada.

### II. GROUNDS FOR PETITION

Clark County, Department of Aviation ("DOA") published an invitation to bid, Bid No. 17-604273 ("Bid") for "Carpet and Base Cove Installation" at the McCarren International Airport ("Project"). The DOA, in the Bid documents, separated the Project's material costs from the Project's labor costs. This is a violation under NRS § 338.080(3), which reads in part: "A unit of the project must not be separated from the total project, even if that unit is to be completed at a later time, in order to lower the cost of the project below \$250,000." The DOA admitted in 2017 that it purchased the materials in bulk and split the labor costs out for material installation at a later date.

The DOA has acted to avoid the prevailing wage rates. The DOA is violating Nevada's labor laws by refusing to have the Project bid and performed in accordance with prevailing wage requirements. Pursuant to NAC § 338.0095, the workers employed on the Project, "must be paid the applicable prevailing rate of wage for the type of work that the worker actually performs on the [Project] and in accordance with the recognized class of worker...." Under NAC § 338.007, the definition of "recognized class of workers" is "a class of worker recognized by the Labor Commissioner as being a distinct craft or type of work for purposes of establishing prevailing rates of wages."

The DOA argued that it is not in violation of Nevada labor laws because it budgeted construction costs through its 2018 budget. This is directly contrary to DOA's claims that it purchased materials prior to 2018. The DOA further argued it is not subject to Nevada law because its money is not public money. DOA is a public agency, so its money is in fact public money. Nevertheless, the OLC determined in favor of the DOA and closed the case.

The OLC's closing of the matter was contrary to fact, law and was arbitrary and capricious. The Labor Commissioner errs in the following ways:

- 1. The matter is clearly not maintenance. The DOA is violating NRS §§ 332 and 338 et seq. Also, the DOA has not produced any evidence to the contrary.
- 2. The DOA claims that the improvements are being paid for from a 2018 budget. However, the DOA confirmed during prior meetings that the materials used for the project were purchased long ago. Thus, there is no factual way that the 2018 budget could have been paid for materials purchased prior to the year 2018.
- 3. The DOA further asserts a faulty legal position that money it possesses is not public money. The DOA is a government agency and any money it receives or possesses is in fact public money. The revenues obtained by DOA do not belong to private parties and the facility being improved (the airport) is a public facility. The Nevada Supreme Court has made it clear that even private projects developed for a public agency are subject to prevailing wage laws. *See Carson-Tahoe Hosp. v. Building & Const. Trades Council of Northern Nevada*, 128 P.3d 1065, 1068, 122 Nev. 218, 222 (2006) ("For example, a private project constructed to a public agency's specification as part of an arrangement for the project's eventual purchase by the public agency would be a public work."). Another court stated, "To take rent collected from one source and use it to pay obligations would plainly be a payment of public funds...." *McIntosh v. Aubry*, Cal.Rptr.2d 680, 688, 14 Cal.App.4th 1576, 1588 (Cal.App. 1 Dist., 1993) (superseded by statute).

Acceptance of such positions is factually and legally incorrect. In addition, the OLC failed to effectively consider points raised by the LMCC. III. CONCLUSION Petitioner respectfully requests that the Court reverse the OLC's ruling and to the extent necessary, conduct a de novo review with additional evidence be utilized as appropriate. DATED this 27th day of September 2018. CHRISTENSEN JAMES & MARTIN By: /s/ Evan L. James Evan L. James, Esq. Nevada Bar No. 7760 7440 W. Sahara Avenue Las Vegas, NV 89117 Tel.: (702) 255-1718 Fax: (702) 255-0871 

1	CERTIFICATE OF	SERVICE	
2	On September 27, 2018, I caused a true and correct copy of the foregoing Petition		
3	to be served as follows:		
4	☑ UNITED STATES REGULAR MAIL:	By depositing a true and correct copy	
5	of the above-referenced document into the United States Mail with prepaid first-class		
6	postage, addressed to the parties at their last-known mailing address:		
7 8	Clark County Department of Aviation Administration Building 3 <sup>rd</sup> Floor 845 East Russell Road Las Vegas, NV 89119	Clark County District Attorney Att: Timothy Baldwin, Esq. 500 S Grand Central Pkwy. Las Vegas, NV 89106	
9	Nevada State Labor Commissioner	Nevada Attorney General	
10 11	Shannon Chambers 3300 W Sahara Ave., Suite 225 Las Vegas, NV 89102	Adam Laxalt 100 North Carson Street Carson City, NV 89701	
12	☐ UNITED STATES CERTIFIED MAIL:	By sending a true and correct copy of	
13	the above-referenced through the United States Mail as Certified Deliver with a return		
14	receipt requested and addressed as follows:		
15 16 17	Clark County Department of Aviation Administration Building 3 <sup>rd</sup> Floor 845 East Russell Road Las Vegas, NV 89119	Clark County District Attorney Att: Timothy Baldwin, Esq. 500 S Grand Central Pkwy. Las Vegas, NV 89106	
18 19	Nevada State Labor Commissioner Shannon Chambers 3300 W Sahara Ave., Suite 225	Nevada Attorney General Adam Laxalt 100 North Carson Street	
20	Las Vegas, NV 89102	Carson City, NV 89701	
20	□ PERSONAL SERVICE: By submitting	ng the document to a process server for	
22	personal service, Proofs of Service to be filed when available.		
23		CHRISTENSEN JAMES & MARTIN	
24		By: /s/ Natalie Saville	
25		Natalie Saville	
26			
27			

**EXHIBIT** 

### STATE OF NEVADA

BRIAN SANDOVAL GOVERNOR

C.J. MANTHE DIRECTOR

SHANNON CHAMBERS
LABOR COMMISSIONER



# Department of Business & Industry OFFICE OF THE LABOR COMMISSIONER

www.labor.nv.gov

X Office of the Labor Commissioner 3300 West Sahara ave, Suite 225 Las Vegas, Nevada 89102 Phone: (702) 486-2650 Fax (702) 486-2660

OFFICE OF THE LABOR COMMISSIONER 1818 E. COLLEGE PARKWAY, SUITE 102 CARSON CITY, NV 89706 PHONE: (775) 684-1890 FAX (775) 687-6409

August 30, 2018

CLARK COUNTY DEPARTMENT OF AVIATION ADMINISTRATION BUILDING RD FLOOR, PURCHASING 845 EAST RUSSELL ROAD LAS VEGAS, NEVADA 89119

FISHER PHILLIPS MARK J. RICCIARDI, ESQ 300 S. FOURTH STREET SUITE 1500 LAS VEGAS, NEVADA 89101

CHRISTENSEN JAMES & MARTIN EVAN L. JAMES, ESQ. KEVIN A. ARCHIBALD, ESQ. 7440 W. SAHARA AVENUE LAS VEGAS, NEVADA 89117

REFERENCE: PREVAILING WAGE CLAIM/COMPLAINT # NLC-17-001486 BID NO 17-604273, CARPET AND BASE COVE INSTALLATION

Clark County Department of Aviation:

Thank you for your response to the complaint filed against Clark County Department of Aviation (DOA).

The complaint alleged possible violations of Nevada Revised Statues (NRS) 338.010 to 338.090, inclusive, or Nevada Administrative Code (NAC) 338.005 to 338.125, inclusive. DOA asserted carpet maintenance work is financed from two sources airline revenues and non-airline revenues. None of the repairs and maintenance funds are financed in any part through any taxes or public money. The DOA is not subsidized by any tax revenues of the County and has been a self-sustaining entity since 1966. DOA represented in writing that the work in question is not paid for with public money.

The Office of the Labor Commissioner has completed its review of the complaint. The compliance review conducted did not reveal violations of Nevada labor laws with regards to **NRS Chapter 338 or NAC Chapter 338.** This complaint has been closed.

If you have any questions, please contact me at (702) 486-2650 or by e-mail at mhuck@labor.nv.gov Sincerely,

Mary Huck

Deputy Labor Commissioner Email: <a href="mailto:mhuck@labor.nv.gov">mhuck@labor.nv.gov</a>

Mary M. Hick

Electronically Filed 2/7/2020 1:57 PM Steven D. Grierson CLERK OF THE COURT

1	NEOJ CHRISTENSEN JAMES & MARTIN	Denn b.
2	EVAN L. JAMES, ESQ.	
3	Nevada Bar No. 07760 7440 W. Sahara Avenue	
4	Las Vegas, Nevada 89117 Tel.: (702) 255-1718	
5	Facsimile: (702) 255-0871 Email: elj@cjmlv.com	
6	Attorneys for Petitioner	
7		CT COURT
8	CLARK CO	UNTY, NEVADA
9	SOUTHERN NEVADA LABOR MANAGEMENT COOPERATION	Case No.: A-18-781866-J
10	COMMITTEE, by and through its Trustees Terry Mayfield and Chris	Dept. No.: 25
11	Christophersen,	
12	Petitioner,	NOTICE OF ENTRY OF ORDER
13	VS.	
14	CLARK COUNTY NEVADA, DEPARTMENT OF AVIATION, a	
15 16	political subdivision of the State of Nevada; and THE OFFICE OF THE LABOR COMMISSIONER,	
17	Respondents.	
18	Trespondents.	
19	Please take notice that the attached	order was entered on February 4, 2020.
20	DATED this 7th day of February 2	·
	DATED this 7th day of February 2	020 <b>.</b>
21		CHRISTENSEN JAMES & MARTIN
22		By: /s/Evan L. James
23		Evan L. James, Esq. Nevada Bar No. 7760
24		7440 W. Sahara Avenue Las Vegas, NV 89117
25		Tel.: (702) 255-1718
26		Fax: (702) 255-0871
27		

1	CERTIFICATE OF SERVICE
2	On February 7, 2020, I caused a true and correct copy of the foregoing notice to
3	be served as follows:
4	■ ELECTRONIC SERVICE: Pursuant to Rule 8.05 of the Rules of Practice for the
5	Eighth Judicial District Court of the State of Nevada, the document was electronically
6	served on all parties registered in the case through the E-Filing System.
7	Mark J. Ricciardi, Esq. mricciardi@fisherphillips.com
8	Holly E. Walker, Esq. hwalker@fisherphillips.com
9	Andrea Nichols, Esq. anichols@ag.nv.gov
10	Christensen James & Martin
11	By:/s/ Natalie Saville
12	Natalie Saville
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Electronically Filed 2/4/2020 10:06 AM Steven D. Grierson CLERK OF THE COURT

**FFCO** CHRISTENSEN JAMES & MARTIN 2 EVAN L. JAMES, ESQ. Nevada Bar No. 07760 3 DARYL E. MARTIN, ESQ. Nevada Bar No. 006735 4 7440 W. Sahara Avenue Las Vegas, Nevada 89117 5 Tel.: (702) 255-1718 Facsimile: (702) 255-0871 6 eli@cimlv.com dem@cjmlv.com 7 Attorneys for Petitioner 8 DISTRICT COURT 9 CLARK COUNTY, NEVADA 10 SOUTHERN NEVADA LABOR MANAGEMENT COOPERATION Case No.: A-18-781866-J 11 COMMITTEE, by and through its 12 Trustees Terry Mayfield and Chris Dept. No.: 25 Christophersen, 13 FINDINGS OF FACT, CONCLUSIONS Petitioner. OF LAW AND ORDER GRANTING 14 PETITION FOR JUDICIAL REVIEW vs. 15 CLARK COUNTY NEVADA, DEPARTMENT OF AVIATION, a 16 political subdivision of the State of 17 Nevada; and THE OFFICE OF THE LABOR COMMISSIONER, 18 Respondents. 19 20 The Court hereby enters findings of fact and conclusions of law in granting the 21 Petition for Judicial Review. The Court remands the matter to the Nevada State Labor 22 Commissioner for further proceedings consistent with this Court's findings, conclusions 23 and order. FINDINGS OF FACT 24 The Clark County Nevada Department of Aviation (hereinafter "DOA") operates 25 1. the McCarran International Airport ("Airport") in Clark County, Nevada. 26 27 2. The DOA is part of the Clark County, Nevada government.

- 3. The Airport is funded by two primary sources. Revenue from Airport operations such as charges to airlines and lease payments from vendor operations is one source of income. Revenue from grants from the United States Government Federal Aviation Administration ("FAA") is another source of income. However, to receive revenue from the FAA, the DOA is contractually required to be financially self-sustaining and not dependent upon revenue from government sources separate from its own operations.
- 4. The DOA has operated the Airport as a financially self-sustaining operation for many years, consistent with its contractual obligations with the FAA.
- 5. The DOA, in 2016, published an Invitation to Bid, Bid No. 17-604273, for the removal and replacement of 12,000 square feet (approximately the area of two football fields) of carpet and 5,000 linear feet (approximately the distance of one mile) of base cove (collectively referred to herein as "Project").
- 6. The DOA advertised and proceeded with the Project pursuant Nevada's Local Governments Purchasing Statue, NRS 332 et seq. and specifically NRS 332.065.
- 7. The Southern Nevada Labor Management Cooperation Committee ("LMCC") exists pursuant to 29 U.S.C. §§ 175a(a) and 186(c)(6) and a collective bargaining agreement between the International Union of Painters and Allied Trades Local Union No. 1512 and employers engaged in the floorcovering industry.
- 8. LMCC was created and is governed by an Agreement and Declaration of Trust ("Trust Agreement") and is "established for the purpose of improving labor management relationships, job security, organizational effectiveness, enhancing economic development or involving workers in decisions affecting their jobs including improving communication with respect to subjects of mutual interest and concern."
- 9. LMCC also exists pursuant to NRS § 613.230 for the purpose of "dealing with employers concerning grievances, labor disputes, wages, rates of pay, hours of employment, or other conditions of employment."

- 10. To achieve its purposes, the LMCC works to ensure that labor laws are followed, including prevailing wage laws, which laws and associated activity are a matter of public concern and public policy.
- 11. On April 28, 2017, the LMCC filed a complaint with the State of Nevada Office of the Labor Commissioner ("OLC") alleging that the DOA had violated numerous labor laws with regard to the Project, including violations of NRS 338 et seq.
- 12. On May 2, 2017. the OLC issued a notice to the DOA of the LMCC's complaint.
- 13. The DOA answered the complaint on May 23, 2017, admitting that it is a political subdivision of the state of Nevada, but generally denying the complaint's allegations due lack of information.
- 14. The OLC proceeded to conduct an investigation of the matter and requested and received documents from the DOA.
- 15. The OLC did not hold a hearing, but certain investigatory meetings were held, including one on January 10, 2018.
- 16. On February 12, 2018, the DOA sent a letter to the OLC wherein it asserted that the Project was not a public work subject to NRS 338. The DOA further asserted that the Project work constituted maintenance by replacing up to 12,000 square feet of carpet and 5,000 feet of base cove over the course of a year and that none of the work is paid for with public money because the Airport is a financially self-sustaining operation. The DOA further asserted that the carpet and base cove replacement was performed in smaller sections and so as not to interfere with Airport operations.
- 17. On March 12, 2018, the DOA sent a letter to the OLC asserting that the Project constituted normal maintenance and further asserting that the Project did not constitute public funds as defined by NRS 338.010(17) because it was not "financed in whole or in part from public money."

- 18. On June 4, 2017, the DOA, through counsel, sent an email to the OLC further asserting that the Project is not subject to NRS 338 et seq. because the Airport is self-funded.
- 19. On June 13, 2017, the OLC requested documents from the DOA confirming the sources of the Airport's revenue.
- 20. On June 27, 2017, the DOA responded, through counsel, that the Airport's 2018 fiscal year budget consisted of \$556,500,000 and that \$23,703,000 of that money was budgeted for what the DOA self characterizes as maintenance.
- 21. On August 30, 2017, the OLC issued a determination that acknowledged the DOA's argument that the Project was maintenance. The OLC accepted the DOA's representation that "[n]one of the repairs and maintenance funds are financed in any part through taxes or public money."
- 22. The Special Conditions section of the Project's bid documents state that "[f]looring, adhesive and base cove are OWNER supplied, successful bidder installed."
- 23. The DOA separated Project material costs from Project labor costs.
- 24. The DOA intended for the Project to be completed in smaller sections such as individual rooms or smaller areas.
- 25. The DOA did not bid the Project pursuant to NRS 338 requirements.
- 26. At oral argument, counsel for the DOA questioned whether or not the LMCC had a right to bring the original complaint filed with the Labor Commissioner.

#### CONCLUSION OF LAW

- 1. The DOA, as a political subdivision of the State of Nevada, is subject to all the laws of the State of Nevada. The DOA cannot, whether intentionally or unintentionally, selectively choose what laws it will or will not follow.
- 2. The Airport, its operations, and its funding, consisting of hundreds of millions of dollars, are a matters of public concern because the Airport services all of southern Nevada and its presence and use has a financial impact on the entire State of Nevada.

- 3. Governmental compliance with established law is a matter of public concern.
- 4. Moreover, prevailing wage laws are a matter of public policy and their application and impact are a matter of public concern because they have an economic impact on the community and affect the community by impacting the construction industry.
- 5. Because the LMCC is established and exists under both federal and state law to address matters of public concern and public policy within the construction industry, it has a direct interest in ensuring that laws within the construction industry are adhered to and followed, giving the LMCC standing to challenge the DOA's conduct in regard to NRS 338 et seq. and the payment of prevailing wages.
- 6. There is no definition of "public money" in NRS 338 et seq. The Court finds the reasoning and arguments regarding public money as set forth in the LMCC's briefing persuasive, being consistent with statute and case law.
- 7. The DOA's contractual relationship with the FAA does not excuse compliance with Nevada law. Contractual relationships under 49 U.S.C. § 47101, upon which the DOA relies, for the purposes of receiving grants are voluntary. There is no indication in 49 U.S.C. § 47101 that the United States Congress intended to preempt state laws of generally applicability. Nevertheless, allowing a party, such as the DOA, to contract around state law would create the unchecked ability to nullify Nevada law where there was no congressional intent to do so. *See California Trucking Association v. Su.* 903 F.3d 953, 963 (9th Cir. 2018). In addition, the DOA's obligations under 49 U.S.C. § 47101(a) specifically require that "the [A]irport will be available for public use...." The DOA is therefore legally obligated to operate the Airport for the benefit of the public regardless of the source of its funding. The Court concludes that contractual obligations that the Airport be self-sustaining do not nullify Nevada law. The Court further concludes that because the DOA is legally obligated to operate the Airport for a public purpose the money it uses for Airport operations is intended for a public purpose.

8. There is no definition of "public money" in NRS 338 et seq. The Court must therefore look elsewhere for an appropriate definition. The Nevada Supreme Court addressed the issue of "public money" in the case of Bombardier Transportation (Holdings) USA, Inc. v. Nevada Labor Commissioner, 433 P.3d 248, 251 (Nev., 2019). The DOA was a party to the *Bombardier* case and made the same public money argument that it now makes to this Court. The DOA argued to the Nevada Supreme Court that money from its "normal operating funds" is not subject to Nevada's prevailing wage laws because the Airport operates "without the County's general tax fund revenue." The Nevada Supreme Court rejected that argument, noting that "Bombardier's arguments are belied by the plain language of NRS 338.010(15) ... the financing language in the statute does not require a particular type of funding, only that the project be financed by public money, which the contract was." Bombardier at 248 n. 3. The Court concludes that pursuant to *Bombardier*, the Airport's funds, the funding of which is common between the Bombardier case and the Project, are in fact public money within the meaning of NRS 338.010(17).

9. The Court also concludes that the funds by which the Airport operates are in fact public money even in the absence of the *Bombardier* holding. The Nevada Supreme Court provided guidance of what constitutes public money in the case of *Carson-Tahoe Hosp. v. Building & Const. Trades Council of Northern Nevada*, 128 P.3d 1065, 1068, 122 Nev. 218, 222 (2006) ("For example, a private project constructed to a public agency's specifications as part of an arrangement for the project's eventual purchase by the public agency would be a public work.") The Airport is owned and operated by a public entity. The Airport is for public use. The money by which the Airport operates, regardless of source, is therefore public and within the meaning of "public money" as used in NRS 338 et seq.

<sup>&</sup>lt;sup>1</sup> The OLC did not have the benefit of the *Bombardier* decision when issuing her determination because the opinion was issued after the determination.

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Subject to the remand order below, the Court concludes that the Project did not constitute maintenance. The DOA's unilateral separation of the Project into smaller construction units and the separation of material costs and labor costs violated Nevada law. "A unit of the project must not be separated from the total project, even if that unit is to be completed at a later time...." NRS 338.080(3). Replacing 12,000 square feet of carpet and 5,000 linear feet of base cove involves a significant amount of work and is not reflective of the type of work constituting maintenance as articulated in Bombardier. The Nevada Supreme Court articulated maintenance as involving "such activities like window washing, janitorial and housekeeping services, [and] fixing broken windows." Bombardier at 255. The Court concludes that the OLC's accepting the DOA's assertion that the Project constituted maintenance is contrary to fact and law. The Project was bid with the potential of replacing carpeting that would cover approximately two football fields and base cove that extended for approximately a mile. The intent of the bid and Project execution was clearly an effort to manage costs. The DOA's assertion that it may or may not have replaced 12,000 feet of carpet and 5,000 linear feet of base cove is inconsequential because the intent of the bid and the Project allowed for a large volume of repair work. Accepting an argument allowing the DOA to incrementally finish the Project's scope of work "would run afoul of NRS Chapter 338's purpose and would allow parties to insulate themselves from the statutes' applicability by simply including repair work in a maintenance contract." See Bombardier at 254. The law does not allow the DOA to bid large repair projects to be completed through smaller projects purported to qualify as "maintenance."

- 11. The Court concludes that the OLC's determination was arbitrary, capricious and inconsistent with fact.
- 12. Although the bid and intent of the Project violated Nevada law, the *Bombardier* Court holding suggests that the OLC should conduct a post construction analysis to

determine what, if any, of the completed work actually constituted maintenance and what constituted repair, being subject to prevailing wage rates.

### ORDER

- The Court Orders that matters set forth in its Conclusions of Law may also be considered findings of fact to the extent necessary to maintain the coherence of its conclusions.
- 2. The LMCC's Petition for Judicial Review is granted. The OLC's Determination is hereby vacated and reversed as arbitrary, capricious and inconsistent with fact.
- 3. The Court rules and Orders that the money received by the Airport is public money within the meaning of NRS 338 and that the Project did not constitute maintenance within the meaning of NRS 338 et seq.
- 4. The Court further Orders the matter remanded to the OLC for the sole purposes of determining the amount, if any, of the completed work that constitutes maintenance and to whom and how much additional wages should be paid for work subject to NRS 338 et seq.'s prevailing wage requirements. In making any such determinations, the OLC must not separate the Project into smaller units as doing so is in violation of Nevada law.
- This Order does not preclude the OLC from issuing administrative fines and similar assessments pursuant to her statutory and regulatory authority.
- 6. The Court further Orders that the LMCC must be included in the proceedings on remand as a proper and interested party with appropriate standing to participate.
- 7. The Court further Orders that it retains jurisdiction over any subsequent proceedings that may be necessary for the collection of information, the enforcement of this Order or for further review, if any, as may be sought by the parties.

Dated: Januar 28,2020

District Court Judge Kathleen Delaney

,	Submitted by:
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### **DISTRICT COURT** 1 CLARK COUNTY, NEVADA 2 \*\*\*\* 3 Case No.: A-18-781866-J Southern Nevada Labor Management Cooperation Committee, Petitioner(s) 4 Department 25 5 Clark County Nevada Department of Aviation, Respondent(s) 6 7 **NOTICE OF HEARING** 8 9 Please be advised that the Respondent's Motion for Reconsideration in the aboveentitled matter is set for hearing as follows: 10 Date: March 31, 2020 11 Time: 9:00 AM 12 **RJC Courtroom 15B Location:** 13 Regional Justice Center 200 Lewis Ave. 14 Las Vegas, NV 89101 15 NOTE: Under NEFCR 9(d), if a party is not receiving electronic service through the 16 Eighth Judicial District Court Electronic Filing System, the movant requesting a 17 hearing must serve this notice on the party by traditional means. 18 STEVEN D. GRIERSON, CEO/Clerk of the Court 19 20 By: /s/ Marie Kramer Deputy Clerk of the Court 21 **CERTIFICATE OF SERVICE** 22 23 I hereby certify that pursuant to Rule 9(b) of the Nevada Electronic Filing and Conversion Rules a copy of this Notice of Hearing was electronically served to all registered users on 24 this case in the Eighth Judicial District Court Electronic Filing System. 25 26 By: /s/ Marie Kramer Deputy Clerk of the Court 27

**Electronically Filed** 2/24/2020 9:05 AM Steven D. Grierson

CLERK OF THE COURT

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