IN THE SUPREME COURT OF THE STATE OF NEVADA

DANNY CEBALLOS,

APPELLANT,

Electronically Filed Aug 16 2021 01:02 p.m. Elizabeth A. Brown Clerk of Supreme Court

v.

NP PALACE LLC d/b/a PALACE STATION HOTEL & CASINO,

Supreme Court Case No. 82797

RESPONDENT.

Eighth Judicial District Court Case No.: A-20-823119-C

APPEAL

From the Eighth Judicial District Court, Department XIX
The Honorable Judge Bita Yeager, District Judge

JOINT APPENDIX

Andre M. Lagomarsino, Esq.
Nevada Bar No. 6711
Lagomarsino Law Office
3005 W. Horizon Ridge Pkwy., Suite 241
Henderson, NV 89052

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Attorney for Appellant Danny Ceballos

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Dated this 16 th day of August, 2021.			

Dated this 16th day of August, 2021.

LAGOMARSINO LAW

/s/ Andre M. Lagomarsino

ANDRE M. LAGOMARSINO, ESQ. (#6711)

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Attorney of Record for Appellant Danny Ceballos

CERTIFICATE OF SERVICE

I hereby certify that service of the foregoing *Joint Appendix* was made this 16th day of August, 2021, by electronic service through the Nevada Supreme Court's electronic filing system, to each of the following:

Scott Mahoney, Esq.
FISHER & PHILLIPS LLP
smahoney@fisherphillips.com
Attorney for Defendant/Respondent

/s/ Denise J. Valdivia
An employee of LAGOMARSINO LAW

DISTRICT COURT CIVIL COVER SHEET

County, Nevada

	Case No.	County, Nevada	CASE NO: A-20-823119-C
	(Assigned by Clerk	's Office)	Department 19
I. Party Information (provide both ho	me and mailing addresses if different)		•
Plaintiff(s) (name/address/phone):		Defendant(s) (name/ad	dress/phone):
Danny Ceb	allos	NP Palace Station	d/b/a Palace Station Hotel & Casino
Attorney (name/address/phone):		Attorney (name/addres	s/nhone):
Andre M. Lagomarsino, Esq. and	I Daven P. Cameron, Esg.	(Unknown
Lagomarsino			_
3005 W. Horizon Ridge Pkwy., #2			
(702) 383-2			
` ,			
II. Nature of Controversy (please so Civil Case Filing Types	elect the one most applicable filing type	e below)	
Real Property	1	Torts	
Landlord/Tenant	Negligence	Other Tor	ts
Unlawful Detainer	Auto	Product	Liability
Other Landlord/Tenant	Premises Liability	Intention	nal Misconduct
Title to Property	Other Negligence	Employ	ment Tort
Judicial Foreclosure	Malpractice	Insuranc	ee Tort
Other Title to Property	Medical/Dental	Other To	ort
Other Real Property	Legal		
Condemnation/Eminent Domain	Accounting		
Other Real Property	Other Malpractice		
Probate	Construction Defect & Cons		Judicial Review/Appeal
Probate (select case type and estate value)	Construction Defect	Judicial R	
Summary Administration General Administration	Chapter 40 Other Construction Defect		sure Mediation Case to Seal Records
Special Administration	Contract Case		Competency
Set Aside	Uniform Commercial Code		ate Agency Appeal
Trust/Conservatorship	Building and Construction	I —	nent of Motor Vehicle
Other Probate	Insurance Carrier		s Compensation
Estate Value	Commercial Instrument		evada State Agency
Over \$200,000	Collection of Accounts	Appeal Ot	
Between \$100,000 and \$200,000	Employment Contract	Appeal	from Lower Court
Under \$100,000 or Unknown	Other Contract	Other Ju	dicial Review/Appeal
Under \$2,500			
Civi	Writ		Other Civil Filing
Civil Writ		Other Civi	il Filing
Writ of Habeas Corpus	Writ of Prohibition	Compro	mise of Minor's Claim
Writ of Mandamus	Other Civil Writ	Foreign	Judgment
Writ of Quo Warrant		Other C	ivil Matters
Business C	ourt filings should be filed using th	e Business Court civil co	oversheet.
10/15/2020		/s/ Daven P.	Cameron
Date		Signature of initiating	ng party or representative

See other side for family-related case filings.

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Case Number: A-20-823119-C

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At all times relevant herein, Plaintiff CEBALLOS was employed by Defendant 3. Palace Station.

JURISDICTION AND VENUE

- Jurisdiction is proper in this Court pursuant to the Nevada Constitution, Article 6, § 6, NRS 30.010, et seq., and because the acts and omissions complained of herein occurred within Clark County, Nevada between a resident of Clark County, Nevada and an entity authorized to do business in Clark County, Nevada. Further, the amount in controversy exceeds \$15,000.
 - Venue is proper in this Court pursuant to NRS 13.010(1).

ALLEGATIONS COMMON TO ALL CLAIMS

- 6. On or about May 7, 2019, Palace Station hired Plaintiff as a part time employee to work as a table games dealer.
- 7. In or around March of 2020, Plaintiff began working full time and started receiving benefits from Palace Station such as health and dental insurance.
- 8. On the evening of June 25, 2020, Plaintiff was scheduled to work a graveyard shift at Palace Station and arrived to work promptly and on time.
- 9. Towards the end of his shift, during the early morning hours of June 26, 2020, Plaintiff took his last fifteen (15) minute break of his shift and proceeded to the employee dining room.
- 10. Plaintiff sat down at a table in the employee dining room directly in front of a beverage island containing soda fountain, tea, coffee, and other beverage options for the employees to utilize (the "Beverage Station").
- Intending to get a beverage, Plaintiff got up from his table and walked towards the 11. Beverage Station.

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- 12. Before reaching the Beverage Station, Plaintiff slipped on an unknown wet substance on the ground, causing him to fall to the ground and hit his lower back, buttock, and left elbow.
- 13. Upon information and belief, the floors in front of the Beverage Station were recently mopped. Notably, no warning cones were placed near the wet floor to inform employees that the floor was wet.
- 14. After the fall, security arrived and helped Plaintiff stand up. Security subsequently called Plaintiff's supervisor and a security manager.
- 15. After intensely interrogating him as though he had committed a crime, the security manager took Plaintiff to the security office holding cell for post-accident processing, despite informing him and his direct supervisor that he was okay and did not need medical attention. Plaintiff had no intention on filing a worker's compensation claim.
- 16. The security manager then forced Plaintiff to take an alcohol detection test, which came back negative.
- 17. Plaintiff was also required to take a drug detection test, which was performed orally via a mouth swab. Plaintiff was informed that his test came back positive for cannabis. Plaintiff was not given the test results at the time.
- 18. After completing the tests, Plaintiff returned home. He did not seek medical attention as he did not feel it was necessary for his mild injuries and he did not open a worker's compensation claim.
 - 19. Plaintiff continued to work without incident through July 6, 2020.
- 20. On or about July 6, 2020, Plaintiff's supervisor informed him that Plaintiff would need to report to human resources the following day.

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- 21. On or about July 7, 2020, Plaintiff reported to human resources and was informed that he had tested positive for cannabis use. Palace Station placed Plaintiff on a suspension at this time.
- 22. On or about July 16, 2020, Palace Station informed Plaintiff that he had been terminated for testing positive for cannabis use.
- 23. Plaintiff did not consume cannabis in the twenty-four (24) hours preceding his scheduled shift on June 25, 2020. Furthermore, Plaintiff was not under the influence, or in any way impaired, during his June 25, 2020 shift and any cannabis consumption occurred at his home.
- Plaintiff, a United States Army veteran with an honorable discharge, had been 24. working for Palace Station for a little over a year with no prior disciplinary issues. Plaintiff came to work every day and did his job well with no complaints, so that he could support his family.
- 25. Despite Plaintiff's short period of time as Defendant's employee, he was quickly moved from part time to full time and was, at times, used to fill in for supervisors to oversee other table games. By all indications, Plaintiff was a good employee who performed his job without any issues.

FIRST CAUSE OF ACTION

Wrongful Termination in Violation of NRS 613.333

- 26. Plaintiff repeats, re-alleges, and incorporates herein by reference Paragraphs 1 through 25, as though fully set forth herein.
- Pursuant to NRS 613.333(1)(b), it is an unlawful employment practice for an 27. employer to "discharge ... any employee ... because the employee engages in the lawful use in this state of any product outside the premises of the employer during the employee's nonworking hours, if that use does not adversely affect the employee's ability to perform his or her job or the safety of the employees." (emphasis added).

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28.	Under	NRS	678D,	recreational	cannabis	use	within	the	chapter's	limits	and
provisions	is lawful fo	or adul	ts over t	the age of 21.							

- 29. Plaintiff was explicitly informed by Palace Station that he was terminated because he tested positive for cannabis use.
- 30. Plaintiff, as an adult over the age of 21, is a lawful user of recreational cannabis under NRS 678D.
 - 31. Plaintiff was not engaging in cannabis use during working hours.
- 32. While Plaintiff occasionally engaged in lawful adult cannabis use outside of work hours, he never did so in a way that could potentially affect his work performance or endanger other employees. This is evidenced by his clean disciplinary record.
- 33. Palace Station is liable to Plaintiff for wrongful termination in violation of NRS 613.333, as it wrongfully terminated Plaintiff for engaging in an activity protected under the aforementioned statute.
- 34. As a direct, proximate, and legal result of Palace Station's actions, Plaintiff sustained, inter alia, loss of past, present, and future earnings, and other related damages, all in an amount in excess of \$15,000.00.
- 35. Plaintiff has been required to retain an attorney to prosecute this matter and is entitled to an award of reasonable attorneys' fees and costs incurred herein.
- 36. Palace Station acted deliberately and with a conscious disregard of Plaintiff's rights as an employee and Plaintiff is entitled to an award of punitive damages.

SECOND CAUSE OF ACTION

Tortious Discharge

37. Plaintiff repeats, re-alleges, and incorporates herein by reference Paragraphs 1 through 36, as though fully set forth herein.

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38.	A tortious	discharge	occurs	when	an	employee	is	terminated	in	violation	of]	Nevada
public policy.												

- 39. Plaintiff was terminated after testing positive for cannabis use. This test was required of him after Plaintiff slipped and fell on a wet unknown substance in the employee dining room while on the last break of his shift.
- 40. Instead of being concerned for Plaintiff's wellbeing, security questioned Plaintiff as though he had committed a crime.
 - 41. Plaintiff was immediately required to take drug and alcohol detection tests.
 - 42. Plaintiff was subsequently suspended and fired for testing positive for cannabis use.
- 43. It is Plaintiff's statutory right, under NRS 678D, to engage in adult cannabis consumption pursuant to the chapter's guidelines. Palace Station terminated Plaintiff for exercising this right in violation of NRS 613.333(1)(b).
- 44. Nevada has a strong public policy interest in protecting the statutory rights of its citizens. Even more so, Nevada has a strong public policy interest in ensuring its citizens are not denied the ability to support themselves and their families due to engagement in statutorily protected and completely lawful activities.
- 45. Palace Station is liable to Plaintiff for tortious discharge, as it acted outrageously and in violation of public policy by terminating Plaintiff for engaging in a statutorily protected activity.
- 46. As a direct, proximate, and legal result of Palace Station's actions, Plaintiff sustained, inter alia, pain and suffering, general emotional damages, loss of past, present, and future earnings, and other related damages, all in an amount in excess of \$15,000.00.
- 47. Plaintiff has been required to retain an attorney to prosecute this matter and is entitled to an award of reasonable attorneys' fees and costs incurred herein.
 - 48. Palace Station acted despicably and with a conscious disregard of Plaintiff's rights

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as an employee by terminating Plaintiff for engagement in lawful activities, making it difficult to support his family and, as a result, he is entitled to an award of punitive damages.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for a judgment against Defendant as follows:

- 1. For general and compensatory damages in excess of \$15,000.00;
- 2. For special damages in excess of \$15,000.00;
- 3. For punitive damages in excess of \$15,000.00;
- 4. For pre- and post-judgment interest, at the highest rate allowable by law;
- 5. For reasonable attorneys' fees and costs of suit; and
- 6. For any such further relief this Court deems appropriate in the premises.

DATED this 15th day of October, 2020.

RESPECTFULLY SUBMITTED,

LAGOMARSINO LAW

ANDRE M. LAGOMARSINO, ESQ. (#6711) DAVEN P. CAMERON, ESQ. (#14179)

3005 W. Horizon Ridge Pkwy., Suite 241

Henderson, Nevada 89052 Telephone: (702) 383-2864

Facsimile: (702) 383-0065

Attorneys for Plaintiff Danny Ceballos

LAGOMARSINO LAW

JURY DEMAND

PLEASE TAKE NOTICE that Plaintiff, by and through his undersigned attorneys, hereby demands a jury trial of all issues in the above-referenced matter.

DATED this 15th day of October, 2020.

RESPECTFULLY SUBMITTED,

LAGOMARSINO LAW

ANDRE M. LAGOMARSINO, ESQ. (#6711) DAVEN P. CAMERON, ESQ. (#14179) 3005 W. Horizon Ridge Pkwy., #241

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Attorneys for Plaintiff Danny Ceballos

SUMM LAGOMARSINO LAW ANDRE M. LAGOMARSINO, ESQ. (#6711) DAVEN P. CAMERON, ESQ. (#14179) 3005 W. Horizon Ridge Pkwy., Suite 241 3 Henderson, Nevada 89052 Telephone: (702) 383-2864 Facsimile: (702) 383-0065 5 aml@lagomarsinolaw.com daven@lagomarsinolaw.com 6 Attorneys for Plaintiff Danny Ceballos 7 EIGHTH DISTRICT JUDICIAL COURT 8 **CLARK COUNTY, NEVADA** 9 CASE NO: A-20-823119-C DANNY CEBALLOS, an individual, CASE NO.: Facsimile: (702) 383-0065 DEPT. NO.: Department 19 11 Plaintiff, 12 v. **SUMMONS** 13 NP PALACE LLC d/b/a PALACE STATION HOTEL & CASINO, a Domestic Limited Telephone: (702) 383-2864 Liability Company, 15 Defendant. 16 17 NOTICE! YOU HAVE BEEN SUED. THE COURT MAY DECIDE AGAINST YOU WITHOUT YOUR BEING HEARD UNLESS YOU FILE A RESPONSE WITH 18 **COURT** WITHIN TWENTY-ONE (21) DAYS. READ THE 19 INFORMATION BELOW CAREFULLY. 20 TO the Defendant named above: NP PALACE LLC d/b/a PALACE STATION HOTEL AND CASINO 21 A civil complaint has been filed by the Plaintiff against you. Plaintiff is seeking to recover the 22 23 relief requested in the complaint, which could include a money judgment against you or some other 24 form of relief. 25 If you intend to defend this lawsuit, within twenty-one (21) calendar days¹ after this Summons 26 27 ¹ The State of Nevada, its political subdivisions, agencies, officers, employees, board members, commission members, and legislators each have forty-five (45) days after service of this Summons within which to file a response to Plaintiff's complaint.

3005 W. Horizon Ridge Pkwy., #241, Las Vegas, Nevada 89052

LAGOMARSINO LAW

Case Number: A-20-823119-C

Page 1 of 2

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Telephone: (702) 383-2864 Facsimile: (702) 383-0065

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is served on you (not counting the day of service), you must:

- 1. File with the Clerk of the Court, whose address is shown below, a formal written response (typically a legal document called an "answer," but potentially some other response) to Plaintiff's complaint.
- 2. Pay the required filing fee to the court, or file an Application to Proceed *In Forma Pauperis* and request a waiver of the filing fee.
- 3. Serve (by mail or hand delivery) a copy of your response upon the Plaintiff whose name and address is shown below.

If you fail to respond, the Plaintiffs can request your default. The court can then enter judgment against you for the relief demanded by the Plaintiffs in the complaint, which could result in money or property being taken from you or some other relief requested in Plaintiffs' complaint.

If you intend to seek an attorney's advice, do it quickly so that your response can be filed on time.

STEVEN D. GRIERSON, CLERK OF COURT

10/15/2020 Date

By:Robyn Rodriguez Deputy Clerk

Regional Justice Center

200 Lewis Avenue Las Vegas, NV 89155

Issued at the request of:

LAGOMARSINO LAW

ANDRE M. LAGOMARSINO, ESQ. (#6711)

DAVEN P, CAMERON, ESQ. (#14179)

3005 W. Horizon Ridge Pkwy., #241

Henderson, Nevada 89052

Attorneys for Plaintiffs

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				40/05/0000 4 50 505
Attorney or Party without Attorney: ANDRE M. LAGOMARSINO, ESQ. (#6711) Lagomarsino Law 3005 W. Horizon Ridge Parkway, Suite 241 Henderson, NV 89052 Telephone No: (702) 383-2864	10/27/2020 1-59 PM Steven D. Grierson CLERK OF THE COURT			
Attorney For: Attorneys for Plaintiff Danny Ceballos				
Insert name of Court, and Judicial District and Branch Court: EIGHTH JUDICIAL DISTRICT COURT CLARK COUNTY, NE				
Plaintiff: DANNY CEBALLOS, Defendant: NP PALACE LLC d/b/a PALACE STATION HO				
DECLARATION OF SERVICE	Hearing Date:	Time:	Dept/Div:	Case Number:

- 1. At the time of service I was at least 18 years of age and not a party to this action.
- I served copies of the SUMMONS; COMPLAINT WITH JURY DEMAND
- NP PALACE LLC d/b/a PALACE STATION HOTEL & CASINO, a Domestic Limited Liability Company 3. a. Party served:
 - b. Person served: Ricky Drummond Corporate security, authorized to accept service.

Des:, African American, Male, Age: 20's, Hair: Black, Eyes: Brown, Height: 5'9", Weight: 200

- 4. Address where the party was served: Registered Agent Station Casinos LLC
 - 1505 S Pavilion Center Dr, Las Vegas, NV 89135
- 5. I served the party:
 - a. by personal service. I personally delivered the documents listed in item 2 to the party or person authorized to receive process for the party (1) on: Wed, Oct 21 2020 (2) at: 02:09 PM

Fee for Service:

Pursuant to NRS 53.045

I Declare under penalty of perjury under the laws of the State of NEVADA that the foregoing is true and correct.

- 6. Person Who Served Papers:
 - a. Tanner Trewet (R-2019-07712, Clark County)
 - b. FIRST LEGAL

NEVADA PI/PS LICENSE 1452 2920 N. GREEN VALLEY PARKWAY, SUITE 514 HENDERSON, NV 89014

c. (702) 671-4002

10/27/2020

(Date)

(Signature)



DECLARATION OF SERVICE

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l	FISHER & PHILLIPS LLP
	SCOTT M. MAHONEY, ESQ.
2	Nevada Bar No. 1099
,	300 S. Fourth Street
3	Suite 1500
4	Las Vegas, NV 89101
	Telephone: (702) 252-3131
5	E-Mail Address: smahoney@fisherphillips.com
_	Attorney for Defendant
6	

EIGHTH DISTRICT JUDICIAL COURT **CLARK COUNTY, NEVADA**

DANNY CEBALLOS, an individual, Case No.: A-20-823119-C Plaintiff, Department: XIX **HEARING REQUESTED** VS. NP PALACE LLC d/b/a PALACE STATION HOTEL & CASINO, a Domestic Limited Liability Company, Defendant.

DEFENDANT'S MOTION TO DISMISS

Defendant, NP Palace LLC dba Palace Station Hotel & Casino, hereby moves this Court, pursuant to Nevada Rules of Civil Procedure 12(b)(5), for dismissal of all the claims set forth in Plaintiff's Complaint because they fail to state claims upon which relief may be granted.

This Motion is made and based upon the records, pleadings and papers on file herein, together with the following Memorandum of Points and Authorities.

FISHER & PHILLIPS LLP

/s/ Scott M. Mahoney, Esq. SCOTT M. MAHONEY, ESQ. 300 South Fourth Street #1500 Las Vegas, Nevada 89101 Attorneys for Defendant

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- 1 -

MEMORANDUM OF POINTS AND AUTHORITIES

FACTUAL ALLEGATIONS

The Complaint alleges that: (a) Plaintiff was employed by Defendant as a dealer; (b) while working on June 26, 2020, Plaintiff had a slip and fall in the Employee Dining Room; (c) Plaintiff was given a drug test which came back positive for marijuana; and (d) Plaintiff was eventually terminated for this positive test. See, Complaint ¶ 6, 9, 12, 17, 22. Plaintiff also alleges that any marijuana use occurred at home, that he was not under the influence when he reported to work for his June 25/26 shift, and that he had not used marijuana in the prior 24 hours. See, Complaint ¶ 23. Even if the foregoing allegations are all true, Plaintiff cannot recover on his claims as a matter of law.

RULE 12(b)(5) STANDARD

Nevada Rules of Civil Procedure 12(b)(5) provides a case may be dismissed for "failure to state a claim upon which relief can be granted." Such a motion is to be granted when, after accepting all the allegations of the complaint as true and drawing every reasonable inference in plaintiff's favor, "it appears beyond a doubt that [the plaintiff] could prove no set of facts, which, if true, would entitle him to recover." *Buzz Stew, LLC. v. City of North Las Vegas*, 124 Nev. 224, 181 P.3d 670, 672 (2008).

<u>ARGUMENT</u>

The NRS 613.333 Claim Should Be Dismissed

Plaintiff's First Cause of Action is for "Wrongful Termination in Violation of NRS 613.333." This statute provides that it is unlawful to "[d]ischarge . . . any employee . . . because the employee engages in the lawful use in this state of any product outside the premises of the employer during the employee's nonworking hours

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300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101

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if that use does not adversely affect the employee's ability to perform his or her job or the safety of other employees."

NRS 678D.200 exempts persons age 21 or older from prosecution for certain acts relating to cannabis. However, Plaintiff did not engage in the lawful use of a product, and does not fall within the scope of NRS 613.333, because marijuana remains an unlawful drug under federal law. See, e.g., Coats v. Dish Network, LLC., 350 P.3d 849, 852 (Colo. 2015).

In Coats, the Colorado Supreme Court dealt with the Colorado version of a "lawful activity statute" which precluded the termination of an employee "due to that employees engaging in any lawful activity off the premises of the employer during nonworking hours." Id., 350 P.3d at 852 (emphasis in original). Coats argued that his termination violated the statute because his medical marijuana use was a "lawful" activity under Colorado law and the fact medical marijuana use was still illegal under federal law was irrelevant in applying the statute.

The Colorado Supreme Court affirmed the dismissal of Coats' claim. It noted that while "lawful" was not defined by the statute, its generally construed meaning was an activity that was not contrary to law (citing decisions from Colorado, Indiana and North Dakota), and that nothing in the statute indicated it was limited to a consideration of what was lawful under state law. *Id.*, at 852.

Likewise, "lawful" is not defined for purposes of NRS 613.333, and this Court should find the statute does not apply because the use of marijuana is still illegal under federal law and dismiss the First Cause of Action.

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The Tortious Discharge Claim Should Be Dismissed

The Second Cause of Action is for tortious discharge in violation of public policy, with the alleged implicated public policy being "Plaintiff's statutory right, under NRS 678D, to engage in adult cannabis consumption pursuant to the chapter's guidelines." See, Complaint ¶ 43.

In Nevada, all employees are presumed to be employed at-will, meaning they can usually be terminated without notice at any time for any or no reason without the employer incurring liability. *Ozawa v. Vision Airlines, Inc.*, 125 Nev. Adv. Op. No. 43, 216 P.3d 788, 791 (Nev. 2009) (citation omitted). In rare and exceptional cases, the Nevada Supreme Court has recognized exceptions to the at-will doctrine when the employer's conduct violates strong and compelling public policy. *Id*.

Having an employee drug testing policy is not a violation of public policy.¹ The Court can also take judicial notice that, based on the possession and use of marijuana remaining illegal under federal law, the Nevada gaming authorities have taken a restrictive view of Nevada gaming licensees intersecting with recreational marijuana. See, Exhibit A.

Moreover, the mere existence of a violation of public policy is not enough for a tortious discharge claim. *See, e.g., Sands Regent v. Valgardson*, 105 Nev. 436, 440, 777 P.2d 898, 900 (1989) (declining to create such a claim for age discrimination even though such discrimination is clearly against Nevada public policy). *Chavez v. Sievers*, 118 Nev. 288, 43 P.3d 1022, 1025-26 (2002), declined to recognize a tortious discharge

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The Nevada Supreme Court has noted: "we are unaware of any prevailing public policy against employers seeking to provide safe and lawful working conditions through testing programs designed to

identify and eliminate the use of *illicit* drugs." *Blankenship v. O'Sullivan Plastics Corporation*, 109 Nev. 1162, 1166, 866 P.2d 293, 295 (1993) (emphasis added). Marijuana is still an illicit drug under federal law.

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claim for race discrimination in businesses having less than fifteen employees.² It is difficult to believe that the Nevada Supreme Court would reject a public policy tort for something as repulsive as race discrimination (even though an employee may have no statutory remedy for such racism against a small employer), but would find a tortious discharge claim cognizable for persons discharged for testing positive for marijuana.

Finally, if the Court finds that the NRS 613.333 claim is a viable claim for relief (which it should not), then the tortious discharge claim must be dismissed because such claims are not recognized when a sufficiently-comprehensive statutory remedy exists. Shoen v. Amerco, Inc., 111 Nev. 735, 896 P.2d 469, 475 (1995) (citations omitted). Shoen held that the remedy under NRS 50.070(2)(c) was comprehensive enough to preclude a tortious discharge claim. Id., at 745. The damages available under NRS 613.333(2) are virtually identical to those under NRS 50.070(2)(c), and thus Plaintiff cannot assert a tortious discharge claim as a matter of law if his NRS 613.333 claim is allowed to proceed.

Based on the foregoing, all of Plaintiff's claims should be dismissed.

Respectfully submitted,

FISHER & PHILLIPS, LLP

By: /s/ Scott M. Mahoney, Esq. 300 South Fourth Street **Suite 1500** Las Vegas, Nevada 89101 Attorneys for Defendant

- 5 -FP 38998775.1 JA000017

² Nevada's race discrimination statutes only apply to employers having 15 or more employees. See, NRS 613.310(2).

FISHER & PHILLIPS LLP 300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101

CERTIFICATE OF SERVICE

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District Court, addressed as follows:

Lagomarsino Law ANDRE M. LAGOMARSINO, ESQ. DAVEN P. CAMERON, ESQ. 3005 W. Horizon Ridge Pkwy., Suite 241 Henderson, Nevada 89052

Dated: November 5, 2020.

By: <u>/s/ Sarah Griffin</u>
An employee of Fisher & Phillips LLP

FP 38998775.1

EXHIBIT A

RESOLUTION OF THE NEVADA GAMING POLICY COMMITTEE REGARDING MARIJUANA AND GAMING

WHEREAS, in 2017, the Nevada State Legislature, acting pursuant to direction by the People of the State of Nevada, declared the recreational use of marijuana to be legal for persons 21 years of age and older, and established a regulatory framework for the cultivation and sale of marijuana in this State;

WHEREAS, the possession and consumption of marijuana remains illegal under the federal Controlled Substances Act:

WHEREAS, the Nevada Gaming Control Act and Nevada Gaming Commission Regulations require strict compliance with both state and federal law in the operation of licensed gaming in this State;

WHEREAS, questions exist regarding the propriety of certain relationships between the marijuana industry and gaming licensees and gaming operations;

WHEREAS, the continued success and growth of the gaming industry is essential to the economy of the State of Nevada, and Nevada has led the nation and the world in developing and maintaining the best policies and practices involving the regulation of the gaming industry;

WHEREAS, on September 20, 2017, pursuant to the authority vested by Nevada Revised Statutes (NRS) 463.021(5), the Governor issued Executive Order 2017-13 re-convening the Nevada Gaming Policy Committee (Committee) to address certain issues related to the intersection of the gaming and marijuana industries;

WHEREAS, on November 29, 2017, the Committee convened to gather information, engage in discussion, and provide recommendations on Nevada gaming policy regarding the following matters:

- The propriety of events on the premise of a licensed gaming establishment that cater to or promote the use, sale and cultivation or distribution of marijuana;
- The propriety of a licensee contracting or maintaining a business relationship with an individual or entity engaged in the sale, cultivation or distribution of marijuana;
- The propriety of a licensee receiving financing from or providing financing to an individual, entity or establishment that sells, cultivates, or distributes marijuana; and
- Any other matter as directed and determined necessary by the Chair;

WHEREAS, the Committee received public comment and an update from gaming regulators on the current status of marijuana and the gaming industry in Nevada;

WHEREAS, testimony was provided to the Committee concerning the federal status of marijuana as a prohibited controlled substance, potential legal challenges for gaming licensees who interact with the marijuana industry, and implications for financial institutions, including casinos, that do business with marijuana derived funds;

WHEREAS, testimony was also provided to the Committee concerning business events and conventions related to the marijuana industry, as well as the economic impact and taxation of the marijuana industry in Nevada;

WHEREAS, the Committee discussed and deliberated the issues based on the information provided by public comment and proffered testimony;

WHEREAS, the Committee is to deliver a report of its discussions, findings, and recommendations to the Governor, the Nevada Gaming Commission, and the Nevada Gaming Control Board; now, therefore, be it

RESOLVED, the Committee reaffirms and recommends, based on provisions of the Nevada Gaming Control Act and Nevada Gaming Commission Regulations and federal law and regulations, that Nevada gaming licensees shall not participate in the marijuana industry; and be it further

RESOLVED, the Committee recommends and advises that, in accordance with the State of Nevada's policy of strict regulation of gaming set out in NRS 463.0129 of the Nevada Gaming Control Act, and commensurate with the outline of unsuitable methods of operation detailed in Nevada Gaming Commission Regulation 5.011, Nevada gaming licensees should not contract with or maintain business relationships with individuals or entities engaged in the sale, cultivation or distribution of marijuana; be it further

RESOLVED, the Committee also recommends and advises that, in accordance with the state's policy of strict regulation of gaming set out in NRS 463.0129 of the Nevada Gaming Control Act, and commensurate with the outline of unsuitable methods of operation detailed in Nevada Gaming Commission Regulation 5.011, Nevada gaming licensees should not receive financing from or provide financing to individuals, entities or establishments that sell, cultivate or distribute marijuana. The Committee also advises that Nevada gaming licensees continue to follow all federal direction regarding AML obligations and SAR reporting, in accordance with FinCEN guidance; be it further

RESOLVED, the Committee recommends permitting licensees to host conferences, trade show, or similar conferences that may be related to marijuana but whose focus is primarily on networking between participants, exchange of knowledge related to the trade, and other trade or educational activities that do not facilitate the actual possession or consumption of marijuana on a licensed property in violation of Nevada or U.S. law; be it further

RESOLVED, the Committee recommends that Nevada gaming licensees take care to ensure that any events on the premises of a licensed gaming establishment do not promote illegal activities or foster incidents which might negatively impact the reputation of Nevada's gaming industry and, further, that all licensees conduct necessary due diligence and exercise discretion and sound judgment to prevent violations of Nevada or federal law in all business and financial activities.

Adopted March 5, 2018

Case Number: A-20-823119-C

JA000022

Electronically Filed

LAGOMARSINO LAW 5 W. Horizon Ridge Pkwy., # 241, Henderson, NV 89052 lephone: (702) 383-2864 Facsimile: (702) 383-0065

This Opposition is made and based on the following Memorandum of Points and Authorities, all other pleadings, papers, and documents on file with the Court in this action, such further documentary evidence as the Court deems appropriate, and the arguments of counsel at the hearing.

DATED this day 2nd day of December, 2020.

LAGOMARSINO LAW

ANDRE M. LAGOMARSINO, ESQ. (#6711) DAVEN P. CAMERON, ESQ. (#14179) 3005 W. Horizon Ridge Pkwy., Suite 241 Henderson, Nevada 89052 Telephone: (702) 383-2864

Attorneys for Plaintiff Danny Ceballos

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MEMORANDUM OF POINTS AND AUTHORITIES

I. INTRODUCTION

Defendant moves to dismiss Plaintiff's first cause of action for wrongful termination in violation of NRS 613.333 and second cause of action for tortious discharge. Defendant's Motion is premised on three (3) primary arguments: (1) that NRS 613.333 does not protect employees from the use of marijuana because it is federally illegal under the Controlled Substances Act ("CSA"); (2) the existence of a violation of public policy is not enough to sustain a tortious discharge claim; and (3) if the Court finds Plaintiff's NRS 613.333 claim viable, then the tortious discharge claim should be dismissed because Plaintiff purportedly has a sufficiently-comprehensive statutory remedy available for recovery. Each of Defendant's arguments fail as a matter of law.

First, under NRS 613.333 it is unlawful for an employer to terminate or discriminate against an employee that "engages in the <u>lawful use in this state</u> of any product outside the premises of the employer during the employee's nonworking hours, if that use does not adversely affect the employee's ability to perform his or her job or the safety of other employees." Medical and recreational cannabis use is lawful in Nevada and the statute does not require the "product" to be legal under Federal law in order for an employee to benefit from the protections provided by the statute. Second, terminating an employee in violation of public policy is sufficient to sustain a tortious discharge claim. Finally, Plaintiff is entitled to recovery under his NRS 613.333 claim <u>and</u> his tortious discharge claim because NRS 613.333 does not allow Plaintiff to recover significant tort damages that are otherwise available to him under his tortious discharge claim. Accordingly, Plaintiff respectfully requests that this Court deny Defendant's Motion and allow his case to proceed.

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DISCUSSION II.

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A. Legal Standard for a Motion to Dismiss

A motion to dismiss for failure to state a claim should be "rigorously reviewed." In re AMERCO Derivative Litig., 127 Nev. 196, 210 252 P.3d 681, 692 (2011) (quoting Shoen v. SAC Holding Corp., 122 Nev. 621, 634–35, 137 P.3d 1171, 1180 (2006)). In reviewing a motion to dismiss, this Court must construe the pleadings liberally and accept all factual allegations in the complaint as true. Blackjack Bonding v. City of Las Vegas Mun. Court, 116 Nev. 1213, 1217, 14 P.3d 1275, 1278 (2000) (emphasis added). On a motion to dismiss for failure to state a claim, the court must draw every fair inference in favor of the plaintiff. Malfabon v. Garcia, 111 Nev. 793, 796, 898 P.2d 107, 108 (1995). In evaluating a motion to dismiss, courts primarily focus on the allegations in the complaint. See Buzz Stew, LLC v. City of N. Las Vegas, 124 Nev. 224, 228, 181 P.3d 670, 672 (2008).

A complaint should be dismissed **only if it appears beyond a doubt** that the plaintiff could prove no set of facts which, if true, would entitle him to relief. Buzz Stew, LLC v. City of N. Las Vegas, 124 Nev. 224, 228, 181 P.3d 670, 672 (2008) (bold emphasis supplied); See Blackjack Bonding v. City of Las Vegas Mun. Court, 116 Nev. 1213, 1217, 14 P.3d 1275, 1278 (2000) (quoting Simpson v. Mars Inc., 113 Nev. 188, 190, 929 P.2d 966, 967 (1997)) ("A complaint will not be dismissed for failure to state a claim unless it appears beyond a doubt that the plaintiff could prove no set of facts which, if accepted by the trier of fact, would entitle him or her to relief.") A complaint need accomplish no more than to "set forth sufficient facts to demonstrate the necessary elements of a claim for relief so that the defending party has adequate notice of the nature of the claim and relief sought." Comstock Residents Ass'n v. Lyon Cty. Bd. of Commissioners, 385 P.3d 607 (Nev. 2016) (quoting W. States Constr., Inc. v. Michoff, 108 Nev. 931, 936, 840 P.2d 1220, 1223 (1992)).

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The formal sufficiency of a claim is governed by NRCP 8(a), which requires only that the claim shall contain (1) a short and plain statement of the claim showing that the pleader is entitled to relief, and (2) a demand for judgment for the relief to which he deems himself entitled. Breliant v. Preferred Equities Corp., 109 Nev. 842, 846, 858 P.2d 1258, 1260-61 (1993). Here, Plaintiff's Complaint sufficiently pleads facts that entitled him to relief under both causes of action. Accordingly, Defendant's Motion should be denied.

B. The Nevada Legislature Intended to Protect Employees From Adverse **Employment Actions Related to Legal Cannabis Use.**

Under NRS 678D, recreational cannabis use within the chapter's limits and provisions is lawful for adults over the age of 21. Pursuant to NRS 613.333(1)(b), it is an unlawful employment practice for an employer to "discharge ... any employee ... because the employee engages in the lawful use in this state of any product outside the premises of the employer during the employee's nonworking hours, if that use does not adversely affect the employee's ability to perform his or her job or the safety of the employees." (emphasis added). While the federal CSA criminalizes the use, possession, and distribution of marijuana, Nevada is among no less than least forty-four (44) states that have enacted legislation to legalize medical marijuana use and one of fifteen (15) states to legalize the recreational use of marijuana.

Recently, the Nevada legislature enacted NRS 613.132 to prohibit employers from refusing "to hire a prospective employee because the prospective employee submitted to a screening test and the results of the screening test indicate the presence of marijuana." Clearly, the Nevada legislature's intent is to protect employees from adverse employment actions related to the marijuana consumption that occurs outside of work, off-premises, and does not affect the employee's job performance or safety of others. Recreational marijuana use is legal in Nevada, and NRS 613.333 3005 W. Horizon Ridge Pkwy., # 241, Henderson, NV 89052 Telephone: (702) 383-2864 Facsimile: (702) 383-0065

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allows employees to engage in such lawful activities "in this state" without fear of adverse employment actions by their employer.

C. Plaintiff's First Cause of Action for Wrongful Termination in Violation of NRS 613.333 Should not be Dismissed Because Marijuana use is Legal in Nevada.

Defendant argues that Plaintiff's first cause of action for wrongful termination in violation of NRS 613.333 should be dismissed because marijuana use remains unlawful under federal law. For support, Defendant cites to a non-controlling case from the Colorado Supreme Court that ruled on a similar, but not identical, statute. In Coats v. Dish Network, LLC, the Colorado Supreme Court was tasked with interpreting Colorado Revised Statutes ("CRS") § 24-34-402.5 which states, in pertinent part, "[i]t shall be a discriminatory or unfair employment practice for an employer to terminate the employment of any employee due to that employee's engaging in any lawful activity off the premises of the employer during nonworking hours . . . " 350 P.3d 849 (Colo. 2015). The plaintiff argued that medical marijuana use was considered a "lawful activity" under the Colorado statute, and that the defendant's termination of him after a positive test result violated CRS § 24-34-402.5. The Colorado court found that the term "lawful" was not defined and that "nothing in the language of the statute limits the term 'lawful' to state law." Id. at ¶ 18. Instead, the court determined that "lawful" was not restricted to state law and thus "lawful activity is that which complies with applicable law, including state and federal law." Id. Accordingly, the court upheld the lower court's dismissal of plaintiff's complaint.

The Colorado statute discussed in Coats is different from NRS 613.333 in one critical respect that makes Coats distinguishable from this case. That is, unlike CRS § 24-34-402.5, NRS 613.333 is **not** silent as to whether the use of a substance is lawful in Nevada or federally. Indeed, NRS 613.333 specifically states that it is unlawful to discharge any employee that "engages in the lawful use in this state of any product outside the premises . . ." (emphasis added). By contrast,

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CRS § 24-34-402.5 is silent as to whether the use of a substance must be legal federally or "in this state" in order to receive the protections under the statute. NRS 613.333 is clear that an employer cannot discharge an employee for consuming a substance that is lawful in this state, so long as that consumption is done during nonworking hours and does not affect the employee's ability to perform his job or the safety of others. Accordingly, *Coats* is distinguishable from this case because it involved a statute that did not clearly identify whether the product consumed had to be legal under federal law or state law. NRS 613.333 clearly states that the product must be legal under Nevada law. As such, Plaintiff's first cause of action for wrongful termination in violation of NRS 613.333 should not be dismissed.

D. The Tortious Discharge Claim is Properly Pled and Should not be Dismissed

Defendant further argues that Plaintiff's second cause of action for tortious discharge should be dismissed because "having an employee drug testing policy is not a violation of public policy." (See Motion at 4:14). Defendant also argues that "the mere existence of a violation of public policy is not enough for a tortious discharge claim." (Id. 4:19-20). Both of these arguments fail here. First, Plaintiff's Complaint does not allege that having a drug testing policy is a violation of public policy. To the contrary, a drug testing policy is sufficiently within the Defendant's rights as an employer. It is not the act of drug testing the Plaintiff that violates public policy. It is the termination of the Plaintiff after he tested positive for a product that is legal in Nevada to consume that violates public policy. Plaintiff was not injured, did not file for workers compensation benefits, did not pose a risk to co-workers or the guests at the casino, and was not under the influence at the time of the incident. Terminating Plaintiff because he tested positive for marijuana has the same effect as refusing to hire an individual for testing positive for marijuana, which is also illegal under NRS 613.132.

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Second, Defendant cites to Sands Regent v. Valgardson, 105 Nev. 436, 439-40, 777 P.2d 898, 899–900 (1989) to support his argument that "the mere existence of a violation of public policy is not enough for a tortious discharge claim." (See Motion at 4:19-20). However, in Valgardson, the court declined to recognize a public policy tort solely because the plaintiff had already recovered tort damages. See D'Angelo v. Gardner, 107 Nev. 704, 720, 819 P.2d 206, 217 (1991) (holding "[w]e refused to recognize an independent tort action for violation of the public policy against agediscrimination because the plaintiffs in Valgardson had already recovered tort damages."). Thus, a violation of public policy is sufficient to bring a viable tortious discharge claim, but the Court will not permit plaintiffs to obtain double recovery – which is common for all claims.

Furthermore, Defendant attaches as Exhibit A to his Motion, a Resolution of the Nevada Gaming Policy Committee Regarding Marijuana and Gaming (the "Resolution") to suggest that the Nevada gaming authorities do not permit gaming employees to engage in the recreational use of marijuana. (See Motion at 15-18). However, upon review of the Resolution, it is clear that it does not place limitations on the private actions of a gaming licensee's employees, but instead was implemented to ensure that gaming licensees do not conduct business or maintain business relationships (i.e. host events, trade shows, conventions, etc.) with individuals or entities engaged in the sale, cultivation or distribution of marijuana. (See Exhibit A, attached to Defendant's Motion). Nowhere in the Resolution does it suggest that employees cannot engage in the off-site, after hours legal use of marijuana.

Finally, Defendant makes an alternative argument that, if this Court finds Plaintiff's NRS 613.333 claim viable, Plaintiff's tortious discharge claim should be dismissed because Plaintiff will purportedly have a comprehensive statutory remedy available to him for recovery. While it is true that Plaintiff can recover damages under NRS 613.333, those damages are limited to lost wages and benefits, and attorney fees and costs. See NRS 613.333(2) - (3). NRS 613.333 does not allow

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Plaintiff to recover tort damages that would otherwise be available to him under a tortious discharge claim. See Gardner, 107 Nev. at 723 (providing that tort damages are permissible under a tortious discharge claim). As properly pled in the Complaint, Nevada has a strong public policy interest in protecting the statutory rights of its citizens. (See Complaint at ¶ 44). Plaintiff was wrongfully terminated and, as a result, he was denied the ability to provide for his family solely because he engaged in a legally recognized activity that is statutorily protected in Nevada. Tortious discharge liability is a legally cognizable claim available to Plaintiff to recover tort damages for the pain and suffering he has endured for being wrongfully terminated in the heart of a pandemic with limited alternative employment opportunities available to him to feed and care for his family.

Alternatively, even if this Court finds that Plaintiff is not entitled to recover under both NRS 613.333 and under his tortious discharge claim, Plaintiff is entitled to plead alternative forms of relief at the pleading stage. Accordingly, Plaintiff's tortious discharge claim is properly pled before this Court and Defendant's Motion should be denied.

III. **CONCLUSION**

For the foregoing reasons, Plaintiff respectfully requests that this Court deny Defendant's Motion to Dismiss in its entirety, order the Defendant to answer the Complaint, and allow this case to proceed to discovery.

DATED this 2nd day of December, 2020.

RESPECTFULLY SUBMITTED,

LAGOMARSINO LAW

ANDRE M. LAGOMARSINO, ESQ. (#6711) DAVEN P. CAMERON, ESQ. (#14179) 3005 W. Horizon Ridge Pkwy., Suite 241 Henderson, Nevada 89052

Telephone: (702) 383-2864

Attorneys for Plaintiff Danny Ceballos

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CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I hereby certify that on this 2nd day of December, I served a true and correct copy of the foregoing **PLAINTIFF'S OPPOSITION TO DEFENDANT'S MOTION TO DISMISS** on all parties to this action by electronic service, via Odyssey eFileNV to the following:

Scott M. Mahoney, Esq.

FISHER & PHILLIPS LLP smahoney@fisherphillips.com sgriffin@fisherphillips.com Attorney for Defendant

An Employee of LAGOMARSINO LAW

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4	Suite 1500										
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6	E-Mail Address: smahoney@fisherphillips. Attorney for Defendant	<u>.com</u>									
7											
8	EIGHTH DISTRICT	JUDICIAL COURT									
9	CLARK COUNTY, NEVADA										
10	DANNY CEBALLOS, an individual,) Case No.: A-20-823119-C									
11)									
12	Plaintiff,) Department: XIX)									
13	VS.) Date of Hearing: 2/9/21									
14	NP PALACE LLC d/b/a PALACE STATION HOTEL & CASINO, a	Time of Hearing: 9:00 a.m.									
15	Domestic Limited Liability Company,)									
16	Defendant.))									
17)									
18	REPLY TO OPPOSITION	TO MOTION TO DISMISS									
19	Defendant, NP Palace LLC dba Pala	ace Station Hotel & Casino, hereby replies to									
20	Plaintiff's Opposition to Defendant's Motio	on to Dismiss filed on December 2, 2020 (the									
21	"Opposition") based upon the following Me	emorandum of Points and Authorities.									
22	MEMORANDUM OF POI	NTS AND AUTHORITIES									
23	ARGU	<u>MENT</u>									
24	The NRS 613.333 Clai	m Should Be Dismissed									
25	NRS 613.333 prohibits certain em	ployment actions based on the employee's									
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nonwork hours. As discussed in detail in the Motion, 1 Plaintiff did not engage in the lawful use of a product and does not fall within the scope of NRS 613.333 because marijuana remains an unlawful drug under federal law. See, e.g., Coats v. Dish Network, LLC., 350 P.3d 849, 852 (Colo. 2015).

The Opposition contends that whether marijuana is unlawful under federal law is of no moment because NRS 613.333 applies so long as the product in question is lawful "in this state," i.e., under state law without regard to legality under federal law. First, NRS 678D.200 exempts persons age 21 or older from prosecution for certain acts relating to cannabis. Being exempt from prosecution for engaging in certain acts is not necessarily the same as an activity being "lawful."

Regardless, Plaintiff focuses on the words "in this state" to the exclusion of the word "lawful," which is not defined for purposes of NRS 613.333. Coats affirmed the dismissal of a claim under Colorado's lawful use statute. In doing so, it noted that while "lawful" was not defined under the statute, its generally construed meaning is an activity that was not generally contrary to law, without restricting its analysis solely to what was a lawful activity under Colorado state law. Id., at 852-853.

Plaintiff argument that NRS 613.333 considers only state law in determining what is "lawful" rests mainly on his wish that the law be interpreted in this manner. He cites nothing from the legislative history which suggests federal law can be ignored in deciding whether the use of a product is "lawful." The impetus for the enactment of NRS 613.333 was that employers could fire employees for using tobacco products

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¹ "Motion" refers to Defendant's Motion to Dismiss filed on November 5, 2020.

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during non-work hours.² Except for minors, the use of tobacco is something that is generally not illegal under federal or other laws. That is not the case with marijuana.

Finally, while not binding on the Court, there have been decisions from at least two other Eighth Judicial District Court judges dismissing claims under NRS 613.333 because marijuana remains illegal under federal law. See, Ex. A 2:15-18; Ex. B 2:13-19.

Plaintiff's NRS 613.333 claim should be dismissed.

The Tortious Discharge Claim Should Be Dismissed

The Motion noted that the mere existence of a violation of public policy is not enough for a tortious discharge claim. See, e.g., Sands Regent v. Valgardson, 105 Nev. 436, 440, 777 P.2d 898, 900 (1989). Citing D'Angelo v. Gardner, 819 P.2d 206, 217 (Nev. 1991), the Opposition contends "in Valgardson, the court declined to recognize a public policy tort solely because the plaintiff had already recovered tort damages." See, Opposition 8:3-5 (emphasis added).

Respectfully, Plaintiff fails to understand Nevada law in this regard. First, Valgardson makes it clear there is a difference between having a public policy violation and a public policy violation that is "sufficiently strong and compelling to warrant another exception to the 'at-will' employment doctrine." Id., 777 P.2d at 900. It declined to recognize tortious discharge in an age discrimination case even though "[c]learly Nevada has a public policy against age discrimination," finding that "age

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² "Sam McMullen, Lobbyist, Phillip Morris, testified that this bill was started because of cases around the country where employers were basing treatment of employees on their smoking habits off the job in a way that did not influence their job, affect their job or job performance." See, May 29, 1991 Minutes of the Senate Committee on Commerce and Labor: Hearing on A.B.667 before the S. Comm. On Commerce & Labor, 1991 Leg., 66th Sess. 10 (Nev. 1991) (Statements of Sam McMullen, Lobbyist, Phillip Morris).

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discrimination, as objectionable as it may be, does not rise to the same level as the actionable tortious conduct found in Hansen or K-Mart." Id., at 900.

Two things are required for a tortious discharge in violation of public policy claim in Nevada - the presence of a sufficiently strong public policy to warrant an exception to the at-will employment doctrine and the absence of a comprehensive statutory remedy for the violation. Gardner makes it clear there are two parts to the analysis. In that case, the Nevada Supreme Court found a sufficiently strong public policy violation to warrant an exception to the at-will doctrine, but then noted "[c]oncluding that Western States violated public policy when it dismissed Jones does not end the matter" because it still needed to be determined if a comprehensive statutory remedy existed. Id., 819 P.2d at 216-217.

If discriminating against someone based on age or race³ is insufficient to create a tortious discharge in violation of public policy claim, discharging an employee for marijuana use is equally insufficient.

Alternatively, as discussed in the Motion, if the Court finds that Plaintiff's NRS 613.333 claim is a cognizable (which it should not), then the tortious discharge claim must be dismissed because NRS 613.333 provides a sufficiently-comprehensive statutory remedy for its violation. The Nevada Supreme Court has held that the remedy under NRS 50.070(2)(c) is comprehensive enough to preclude a tortious discharge claim, and the damages available under NRS 613.333(2) are virtually identical to those under NRS 50.070(2)(c).4

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³ See, Chavez v. Sievers, 43 P.3d 1022, 1025-26 (Nev. 2002) (declining to recognize a tortious discharge claim for race discrimination in businesses having less than fifteen employees - even though there was no

statutory remedy - despite the fact that "racial discrimination is fundamentally wrong and undoubtedly

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against Nevada public policy"). ⁴ Shoen v. Amerco, Inc., 111 Nev. 735, 896 P.2d 469, 475 (1995) (citations omitted).

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The Opposition ignores *Shoen* and fails to address the identical nature of the damages available under the two statutes, instead claiming that the damages under NRS 613.333 "are limited to lost wages and benefits, and attorney fees and costs" and "do not allow Plaintiff to recover tort damages that would otherwise be available to him under a tortious discharge claim." See, Opposition 8:26 – 9:1. This is incorrect. The statute not only allows for the recovery of lost wages and benefits and attorney's fees and costs [see, NRS 613.333(2)(a) and (c)], it also allows for reinstatement of employment and additional "[d]amages equal to the amount of the lost wages and benefits." See, NRS 613.333(2)(b) and (d).

CONCLUSION

Based on foregoing arguments, along with those set forth in the Motion, all of Plaintiff's claims should be dismissed.

Respectfully submitted,

FISHER & PHILLIPS, LLP

By: /s/ Scott M. Mahoney, Esq. 300 South Fourth Street **Suite 1500** Las Vegas, Nevada 89101 Attorneys for Defendant

FISHER & PHILLIPS LLP 300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101

CERTIFICATE OF SERVICE

Pursuant to NRCP 5(b), I hereby certify service of the foregoing Reply to Opposition to Motion to Dismiss was made this date by electronic filing and/or service with the Eighth Judicial District Court, addressed as follows:

> Lagomarsino Law ANDRE M. LAGOMARSINO, ESQ. DAVEN P. CAMERON, ESQ. 3005 W. Horizon Ridge Pkwy., Suite 241 Henderson, Nevada 89052

Dated: January 12, 2021

By: /s/ Sarah Griffin An employee of Fisher & Phillips LLP

EXHIBIT A

Electronically Filed 04/06/2017 10:22:57 AM

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		1	OGM		Alun to Chim		
		2	FISHER & PHILLIPS LLP SCOTT M. MAHONEY, ESQ.		CLERK OF THE COURT		
		3	Nevada Bar No. 1099				
		4	300 South Fourth Street Suite 300				
			Las Vegas, NV 89101				
		5	Telephone: (702) 252-3131 Facsimile: (702) 252-7411				
		6	3 (1000) 100 (1000) 100 (1000) 100 (1000) 100 (1000)				
		7	Attorneys for Defendant		,		
		8	DISTRICT COURT				
		9	CLARK COUNTY, NEVADA				
		10	Ross Hilder, an individual,)	Case No. A-16-747824-C		
		11	Plaintiff,)	Dept. No. XV		
00 F		12)			
FS 1 ite 15 89101		13	VS.)	Date of Hearing: 3/7/17		
et, Su ada 8		14	Boyd Gaming Corporation, a Domestic)	Time of Hearing: 9:00 a.m.		
Stree		15	Corporation; EMPLOYEE(S)/AGENT(S) DOES I-X; and ROE CORPORATIONS)			
ourth			XI-XX, inclusive,)			
FISHER & PHILLIPS LLD 300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101		16	Defendants.)			
3 8		17)			
		18	ORDER GRANTING MO	TI	ON TO DISMISS		
\	7	19	Defendant, Boyd Gaming Corporation	n's	Motion to Dismiss (the "Motion")		
E	1	20					
nent ment nt bitrati		21	having come on regularly for hearing on Ma	rch	7, 2017 at the hour of 9:00 a.m. in		
d Judge d Judg udgme t of Ar		22	Department XV of the above-entitled Cour	t, t	he Honorable Joe Hardy presiding,		
☐ Summary Judgment ☐ Stipulated Judgment ☐ Default Judgment ☐ Judgment of Arbitration		23	Plaintiff being represented by Christian Gabro	y, l	Esq. and Defendant being represented		
6666	NO PROPERTY.	24	by Scott M. Mahoney, Esq., the Court have	ving	considered the Motion, Plaintiff's		
Deft(s)	RD Control of the con	25	Opposition to Defendant's Motion to Dismiss	and	d Defendant's Reply to Opposition to		
Voluntary Dismissal Involuntary Dismissal Stipulated Dismissal Motion to Dismiss by Deft(s)		26	Motion to Dismiss (the "Reply"), as well as	the	arguments made at the hearing, the		
ary Dis ntary D ted Dis to Dis		27	Court being fully advised in the premises make	e th	e following findings:		
Voluntary Dismissal Involuntary Dismiss Stipulated Dismissal Motion to Dismiss b		28	Court being fully advised in the premises make	is iii	to tonowing midnigs.		
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FISHER & PHILLIPS LLP 300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101

- 2 -

SOO S Fourth Street, Suite 1500 Las Vegas, Nevada 89101

1	For the reasons set forth above, even assuming that all the facts alleged in the
2	Complaint are true, the Complaint fails to state any cognizable legal claims under
3	Nevada law, and good cause otherwise appearing therefor, Defendant's Motion to
4	Dismiss is hereby granted without prejudice.
5	OOO
6	DATED this <u>80</u> day of March 2017.
7	DISTRICT COURT JUDGE
8	Submitted by:
9	Submitted by.
10	Land Commence of the Commence
11	Scott M. Mahoney, Esq. Fisher & Phillips LLP
12	300 South Fourth Street
13	Suite 1500 Las Vegas, NV 89101
14	Attorneys for Defendant
15	Approved as to form and content only:
16	
17	
18	Christian Gabroy, Esq. Gabroy Law Offices
19	The District at Green Valley Ranch 170 South Green Valley Parkway
20	Suite 280 Henderson, Nevada 89012
21	Attorneys for Plaintiff
22	
23	
24	
25	*
26	
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- 3 -

EXHIBIT B

Case Number: A-18-774478-C

SEMENZA KIRCHER RICKARD

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On July 24, 2018, the Court held a hearing on Defendants' Station Casinos LLC, and Red Rock Resorts, Inc. (collectively, "Defendants") Motion to Dismiss With Prejudice (the "Motion"). Jarrod L. Rickard, Esq., and John E. Fitzsimmons, Esq., appeared on behalf of the Defendants. Philip Trenchak, Esq., and Victoria C. Mullins, Esq., appeared on behalf of Plaintiff Thomas Larson ("Plaintiff").

Having considered the Motion, Plaintiff's June 25, 2018 Opposition, and Defendants' July 16, 2018 Reply, as well as the papers and pleadings in this case and the oral argument of counsel at the hearing, with good cause appearing, the Court makes the following findings in granting the Motion:

- According to the Complaint, Plaintiff's claims rest upon the premise that Defendants violated NRS 613.333 by terminating Plaintiff's employment because he tested positive for marijuana.
- However, NRS 613.333 makes it an "unlawful employment practice for an employer to ... discharge or otherwise discriminate against any employee ... because the employee engages in the <u>lawful use</u> in this state of any product outside the premises of the employer during the employee's nonworking hours" (Emphasis added).
- Plaintiff has not alleged a "lawful use" of any product because marijuana use remains a federal criminal offense under the Controlled Substances Act. 21 U.S.C. § 844; see Coats v. Dish Network, LLC, 350 P.3d 849 (Col. 2015).
- To the extent that NRS 613.333 can be read to require that an employer permit or accommodate an employee's off-duty use of marijuana, it would be preempted by the Controlled Substances Act, in that it would stand as an obstacle to the accomplishment and execution of the full purposes of the Controlled Substances Act.
- While Plaintiff alleges various tort claims, NRS 613.333 contains an express exclusive remedy provision. Plaintiff cannot circumvent that provision by couching the alleged violation as a tort.

	 Finally, Plaintiff's claim for intentional infliction of emotional distress fails for the
	additional reason that terminating an employee for marijuana use is not "extreme and outrageous
	conduct" that is "outside all possible bounds of decency." Shelstad v. TGS Servs., Inc., 2017 WL
	2870083, at *4 (D. Nev. July 5, 2017). This is particularly so considering that Nevada is an "at-
	will" employment state.
	In light of the foregoing,
	IT IS HEREBY ORDERED that Defendants' Motion is GRANTED and Plaintiff's
	Complaint is hereby dismissed.
	DATED this 2nd ay of October, 2018.
	D. Esnobar
	EIGHTH JUDICIAL DISTRICT COURT JUDGE
	Respectfully submitted by,
	SEMENZA KIRCHER RICKARD
	Lawrence J. Semenza, III, Esq., Bar No. 7174 Christopher D. Kircher, Esq., Bar No. 11176
	Jarrod L. Rickard, Esq., Bar No. 10203 10161 Park Run Drive, Suite 150
	Las Vegas, Nevada 89145
	Attorneys for Defendants
١	
١	Approved as to form and content by,
١	MULLINS & TRENCHAK, ATTORNEYS AT LAW
I	
	Refused
١	Philip J. Trenchak, Esq. Bar No. 9924 1212 S. Casino Center Blvd.
	Las Vegas, Nevada 89104
	Attorneys for Plaintiff

1	RTRAN		
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4	DISTRICT COURT		
5	CLARK COUNTY, NEVADA		
6			
7	DANNY CEBALLOS,		
8	Plaintiff,) CASE NO. A-20-823119-C		
9) DEPT. NO. 1 vs.		
10	NP PALACE STATION,)		
11)		
12	<u>Defendant.</u>		
13	BEFORE THE HONORABLE BITA YEAGER, DISTRICT JUDGE		
14	THURSDAY, MARCH 11, 2021 AT 9:40 A.M.		
15	RECORDER'S TRANSCRIPT RE:		
16	MOTION TO DISMISS		
17			
18 19	APPEARANCES BY VIDEOCONFERENCE:		
20	FOR THE PLAINTIFF: ANDRE M. LAGOMARSINO, ESQ.		
21	ANDRE W. EAGOWATONO, EGG.		
22	FOR THE DEFENDANT: SCOTT M. MAHONEY, ESQ.		
23			
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	Recorded by: LISA A. LIZOTTE, COURT RECORDER		
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(THURSDAY, MARCH 11, 2021 AT 9:40 A.M.)

THE COURT: Next I've got Danny Ceballos versus NP Palace Station, A-20-823119-C. If --

MR. LAGOMARSINO: Good morning, Your Honor. Andre Lagomarsino -- sorry about that -- 6711, for the Plaintiff.

THE COURT: Thank you.

MR. MAHONEY: Good morning, Your Honor. Scott Mahoney for the Defendant.

THE COURT: Okay. Thank you. So I've read through the pleadings and I need to ask a couple of questions. So -- and I note, Mr. Lagomarsino, that you had cited to NRS 678D as, you know, in talking about the recent marijuana legislation when you -- when you were referring the -exempting the individuals who are over 21 from prosecution for certain acts related to cannabis.

Further on down in 678D, specifically NRS 678D.510 under title, Effect of chapter, it says, the provisions of this chapter do not prohibit, Subsection A, a public or private employer from maintaining and acting and enforcing a workplace policy prohibiting or restricting actions or conduct otherwise permitted under this chapter. So with that in mind, how does, then, vour claim stand?

MR. LAGOMARSINO: Thank you, Your Honor. So that's a very good question. We cited that statute for one reason, and that's under the tortious discharge in violation of public policy cause of action. We -- excuse me -- filed suit under two causes of action. The first was violation of NRS 613.333, and,

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secondarily, as an alternative cause of action for the tortious discharge in violation of public policy.

To answer your question, we cited that statute only to show that there is a strong public policy in Nevada to allow citizens to consume marijuana if they so choose, and so while that provision, as you'll read it, says nothing under this particular chapter prevents an employer from enacting or terminating an employee for using marijuana, there's a separate chapter, NR 16 -- NRS 613.333 which precludes the firing of an employee for the use of a substance that is lawful in this state. So we cited that statute --

THE COURT: Right. And so -- and I -- and I understand the argument regarding federal law versus state law, right, so -- so it's -- it's lawful under state law but still not lawful under federal law, and to me it seems like the difference is in the emphasis in how 613.333 is read, so meaning, you know, lawful use -- lawful use in this state of any product versus lawful use in this state of any product. I don't know if you see the difference in the way that I'm emphasizing it.

MR. LAGOMARSINO: I do, Your Honor, and I would argue respectfully that that weighs in favor of the Plaintiff's claim for a couple of reasons. If we're talking about lawful use in this state, meaning he was geographically present in this state when he used it, I would argue that that would weigh in favor of a finding that the federal law doesn't apply because he's acting within the confines of this state, so the commerce clause is not impacted or brought into play to bring into federal law.

Then if you look at it with the other emphasis, the lawful use of a product in this state, meaning it's lawful to use marijuana in this state, I would also argue that that weighs in favor of the Plaintiff.

THE COURT: Okay. Thank you.

Counsel, Mr. Mahoney, what's your response?

MR. MAHONEY: Well, my response to the last point, Your Honor, is that Mr. Lagomarsino is assuming that lawful use in this state be interpreted in the manner that favors the outcome he wants, but I think what the focus needs to be on is whether an activity is lawful in the state and that would require an examination. As everyone knows in looking at whether an activity is quote, unquote lawful you need to consider all applicable laws, be they local, state, federal, so to just stay -- say that we're focusing -- lawful activities only has to do with what's lawful in the state I don't think cuts it.

I think you have to consider the federal law as well as state law, as you do in any number of circumstances both in employment law and in other matters. As far as Chapter 678D, I think Your Honor makes an excellent point, and although I've never practiced criminal law --

THE COURT: I have.

MR. MAHONEY: -- when it says -- when it says -- I know -- when it says in NRS 278D.200 that persons 21 or older under the conditions set forth therein are exempt from prosecution, that makes me wonder whether an activity is lawful as opposed to something that the state has decided they're not going to prosecute people for, so I'm not even sure that you have a lawful activity under .200.

THE COURT: Okay. And, Mr. Lagomarsino, I'm also aware of your argument regarding the recent law prohibiting an employer from discriminating if -- if they're in the application process, but I do see a distinction between the application process and actually once they are -- once they are an employee.

So based on the emphasis being on lawful in -- under 613.333, I do find that the Plaintiff hasn't alleged lawful use of any product because marijuana still remains a federal criminal offense under the Controlled Substances Act, especially in light of NRS 678D.510 which specifically states that the provisions in this chapter -- that chapter referring to the use of marijuana and the non-prosecution for those people who are 21 and over for certain acts relating to cannabis, you know, that -- it specifically states that it does not prohibit a public or private employer from maintaining, enacting and enforcing work place policy prohibiting or restricting actions or conduct otherwise permitted under this chapter. So with those two issues in mind, I am going to grant the Defendant's motion to dismiss at this time.

Mr. Mahoney, if you will prepare the order within 10 days and circulate it to Mr. Lagomarsino?

MR. MAHONEY: I will, Your Honor. Thank you.

THE COURT: Thank you.

MR. LAGOMARSINO: Thank you, Your Honor.

(Whereupon, the proceedings concluded.)

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1	ATTEST: I do hereby certify that I have truly and correctly transcribed the
2	audio/visual proceedings in the above-entitled case to the best of my ability.
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5	LISA A. LIZOTTE
6	Court Recorder
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	CLERK OF THE
1	OGM FISHER & PHILLIPS LLP
2	SCOTT M. MAHONEY, ESQ.
3	Nevada Bar No. 1099 300 S. Fourth Street
4	Suite 1500 Las Vegas, NV 89101
5	Telephone: (702) 252-3131 E-Mail Address: smahoney@fisherphillips.com
6	Attorney for Defendant
7	
8	EIGHTH DISTRICT JUDICIAL COURT
9	CLARK COUNTY, NEVADA
10	DANNY CEBALLOS, an individual,) Case No.: A-20-823119-C
11	Plaintiff,) Department: I
12	ys.) Date of Hearing: 3/11/21
13	j .
14	STATION HOTEL & CASINO, a)
15	Domestic Limited Liability Company,)
16	Defendant.)
17	ORDER GRANTING MOTION TO DISMISS
18	Defendant, NP Palace LLC's Motion to Dismiss (the "Motion") having come on
19	regularly for hearing on March 11, 2021 at the hour of 9:30 a.m. in Department I of the
20	above-entitled Court, the Honorable Bita Yeager presiding, Plaintiff being represented
21	by Andre M. Lagomarsino, Esq. and Defendant being represented by Scott M.
22	SM SM
23	Mahoney, Esq., the Court having considered the Motion, Plaintiff's Opposition to
24	Defendant's Motion to Dismiss and Defendant's Reply to Opposition to Motion to
25 26	Dismiss, as well as the arguments made at the hearing, the Court being fully advised in
27	the premises makes the following findings:
28	
20	- 1 -

Case Number: A-20-823119-C

1	1. Federal law should be considered as well as state law for purposes of
2	determining whether the use of a product is "lawful" for purposes of NRS 613.333 and
3	the use of marijuana remains forbidden under federal law (the Controlled Substances
4	Act). The Court therefore finds Plaintiff's alleged marijuana use does not constitute the
5	lawful use of a product pursuant to NRS 613.333.
6 7	2. NRS 678D.510(1)(a) provides that Nevada's laws pertaining to the adult
8	use of cannabis do not prevent an employer from having and enforcing policies relating
9	to the use of marijuana by employees.
10	3. Plaintiff does not allege that Defendant failed to hire him because he
11	tested positive for marijuana, so NRS 613.132, referenced by Plaintiff, does not apply to
12	
13	the circumstances alleged in the Complaint.
14	4. Based on marijuana still being illegal under federal law and the language
15	of NRS 678D.510, the Complaint does not allege a violation of public policy, let alone
16	an exceptional one, upon which to assert a tortious discharge in violation of public
17	policy claim.
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1	Based on these findings:
2	IT IS HEREBY ORDER, ADJUDGED AND DECREED that the Motion is
3	granted and Plaintiff's Complaint is dismissed for failure to state claims upon which
4	relief may be granted.
5	
6	DATED this day of March 2021. Dated this 16th day of March, 2021
7	DISTRICT COURT JUDGE
8	Submitted by: B4B ECA F570 14B4 Bita Yearer
9	Bita Yeager District Court Judge
10	
11	Scott M. Mahoney, Esq. Fisher & Phillips LLP
12	300 South Fourth Street Suite 1500
13	Las Vegas, NV 89101 Attorneys for Defendant
14	Approved as to form and content:
15	Approved as to form and content.
16	
17	Andre M. Lagornarsino, Esq.
18	Lagomarsino Law 3005 West Horizon Ridge Pkwy
19	Suite 241
20	Henderson, Nevada 89052 Attorneys for Plaintiff
21	
22	
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Griffin, Sarah

Subject: FW: Proposed Order - Ceballos v. Palace Station

Attachments: doc20210311125745.pdf

From: Andre Lagomarsino <aml@lagomarsinolaw.com>

Sent: Thursday, March 11, 2021 1:05 PM

To: Mahoney, Scott < smahoney@fisherphillips.com>

Cc: Adryana Martinez < <u>Adryana@lagomarsinolaw.com</u>>; Denise Valdivia < <u>denise@lagomarsinolaw.com</u>>

Subject: Proposed Order - Ceballos v. Palace Station

Scott,

Enclosed please find a color copy of the proposed Order. We have mailed the original to your office.

Kind regards,

Andre

Andre M. Lagomarsino, Esq.



3005 West Horizon Ridge Parkway, Suite 241

Henderson, Nevada 89052

T: 702.383.2864 F: 702.383.0065

Website: www.lagomarsinolaw.com

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3/17/2021 8:07 AM	
Steven D. Grierson	
CLERK OF THE COUR	Ţ
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1 2 3 4 5 6	FISHER & PHILLIPS LLP SCOTT M. MAHONEY, ESQ. Nevada Bar No. 1099 300 S. Fourth Street Suite 1500 Las Vegas, NV 89101 Telephone: (702) 252-3131 E-Mail Address: smahoney@fisherphillips Attorney for Defendant	S.com
7	EIGHTH DISTRIC	Γ JUDICIAL COURT
8		NTY, NEVADA
9		1111,11211111
10	DANNY CEBALLOS, an individual,) Case No.: A-20-823119-C
11	Plaintiff,) Department: XIX
12	vs.)
13	NP PALACE LLC d/b/a PALACE)
14	STATION HOTEL & CASINO, a Domestic Limited Liability Company,)
15	Defendant.)
16)
17	NOTICE OF EN	TRY OF ORDER
18	PLEASE TAKE NOTICE that the	attached Order Granting Motion to Dismiss
19	was entered in the above-captioned matter	on March 16, 2021
20	was entered in the above-captioned matter	
21		Respectfully submitted,
22		FISHER & PHILLIPS, LLP
23	I	By: /s/ Scott M. Mahoney, Esq.
24		300 South Fourth Street Suite 1500
25		Las Vegas, Nevada 89101
26		Attorneys for Defendant
27		
28		
		1 -

FP 39403035.1

FISHER & PHILLIPS LLP

300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101

CERTIFICATE OF SERVICE

P	ursuant to NRCP 5(b), I hereby certify service of the foregoing Notice of	Entry
of Orde	was made this date by electronic filing and/or service with the Eighth Ju-	dicia
District	Court, addressed as follows:	

Lagomarsino Law ANDRE M. LAGOMARSINO, ESQ. DAVEN P. CAMERON, ESQ. 3005 W. Horizon Ridge Pkwy., Suite 241 Henderson, Nevada 89052

Dated: March 17, 2021.

By: /s/ Sarah Griffin An employee of Fisher & Phillips LLP

- 2 -FP 39403035.1

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FISHER & PHILLIPS LLP 300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101

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		CLERK OF THE
1	OGM	
2	FISHER & PHILLIPS LLP SCOTT M. MAHONEY, ESQ.	
3	Nevada Bar No. 1099 300 S. Fourth Street	
4	Suite 1500	
5	Las Vegas, NV 89101 Telephone: (702) 252-3131	
6	E-Mail Address: smahoney@fisherphillips. Attorney for Defendant	com
7		
8	EIGHTH DISTRICT	JUDICIAL COURT
9	CLARK COU	NTY, NEVADA
10	DANNY CEBALLOS, an individual,) Case No.: A-20-823119-C
11	Plaintiff,) Department: I
12		Date of Hearing: 3/11/21
13	vs.)
14	NP PALACE LLC d/b/a PALACE STATION HOTEL & CASINO, a) Time of Hearing: 9:30 a.m.
15	Domestic Limited Liability Company,	
16	Defendant.	
17	ORDER GRANTING	MOTION TO DISMISS
18	Defendant, NP Palace LLC's Motio	n to Dismiss (the "Motion") having come on
19	regularly for hearing on March 11, 2021 at	the hour of 9:30 a.m. in Department I of the
20		Yeager presiding, Plaintiff being represented
21		
22	158%	Defendant being represented by Scott M.
23	Mahoney, Esq., the Court having consid	ered the Motion, Plaintiff's Opposition to
24	Defendant's Motion to Dismiss and Defe	ndant's Reply to Opposition to Motion to
25	Dismiss, as well as the arguments made at	the hearing, the Court being fully advised in
26	the premises makes the following findings:	
27	000	
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Case Number: A-20-823119-C

- 1 -

1	1. Federal law should be considered as well as state law for purposes of											
2	determining whether the use of a product is "lawful" for purposes of NRS 613.333 and											
3	the use of marijuana remains forbidden under federal law (the Controlled Substances											
4	Act). The Court therefore finds Plaintiff's alleged marijuana use does not constitute the											
5	lawful use of a product pursuant to NRS 613.333.											
6 7	2. NRS 678D.510(1)(a) provides that Nevada's laws pertaining to the adult											
8	use of cannabis do not prevent an employer from having and enforcing policies relating											
9	to the use of marijuana by employees.											
10	3. Plaintiff does not allege that Defendant failed to hire him because he											
11												
12	tested positive for marijuana, so NRS 613.132, referenced by Plaintiff, does not apply to											
13	the circumstances alleged in the Complaint.											
14	4. Based on marijuana still being illegal under federal law and the language											
15	of NRS 678D.510, the Complaint does not allege a violation of public policy, let alone											
16	an exceptional one, upon which to assert a tortious discharge in violation of public											
17	policy claim.											
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1	Based on these findings:												
2	IT IS HEREBY ORDER, ADJUDGED AND DECREED that the Motion is												
3	granted and Plaintiff's Complaint is dismissed for failure to state claims upon which												
4	relief may be granted.												
5													
6	DATED this day of March 2021. Dated this 16th day of March, 2021												
7	DISTRICT COURT JUDGE												
8	Submitted by: B4B ECA F570 14B4												
9	Bita Yeager District Court Judge												
10													
11	Scott M. Mahoney, Esq. Fisher & Phillips LLP												
12	300 South Fourth Street Suite 1500												
13	Las Vegas, NV 89101												
14	Attorneys for Defendant												
15	Approved as to form and content:												
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18	Andre M. Lagorharsino, Esq. Lagomarsino Law												
19	3005 West Horizon Ridge Pkwy Suite 241												
20	Henderson, Nevada 89052												
21	Attorneys for Plaintiff												
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Griffin, Sarah

Subject: FW: Proposed Order - Ceballos v. Palace Station

Attachments: doc20210311125745.pdf

From: Andre Lagomarsino <aml@lagomarsinolaw.com>

Sent: Thursday, March 11, 2021 1:05 PM

To: Mahoney, Scott < smahoney@fisherphillips.com>

Cc: Adryana Martinez < <u>Adryana@lagomarsinolaw.com</u>>; Denise Valdivia < <u>denise@lagomarsinolaw.com</u>>

Subject: Proposed Order - Ceballos v. Palace Station

Scott,

Enclosed please find a color copy of the proposed Order. We have mailed the original to your office.

Kind regards,

Andre

Andre M. Lagomarsino, Esq.



3005 West Horizon Ridge Parkway, Suite 241

Henderson, Nevada 89052

T: 702.383.2864 F: 702.383.0065

Website: www.lagomarsinolaw.com

Electronically Filed 4/15/2021 12:12 PM Steven D. Grierson CLERK OF THE COURT

Court of Nevada from the Order Granting Motion To Dismiss, entered in this action on March 16,

ANDRE M. LAGOMARSINO, ESQ. (#6711)

JA000064

Case Number: A-20-823119-C

3005 W. Horizon Ridge Pkwy., # 241, Henderson, NV 89052 Telephone: (702) 383-2864 Facsimile: (702) 383-0065

CERTIFICATE OF SERVICE

Pursuant to NRAP 3(b)(1), I hereby certify that on this 15th day of April, 2021, I served a true and correct copy of the foregoing **NOTICE OF APPEAL** on all parties to this action by electronic service, via Odyssey eFileNV to the following:

Scott M. Mahoney, Esq. **FISHER & PHILLIPS LLP** smahoney@fisherphillips.com

An Employee of LAGOMARSINO LAW

EXHIBIT 1

300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101
--

Electronically Filed 3/17/2021 8:07 AM Steven D. Grierson CLERK OF THE COUR	frans

FISHER & PHILLIPS LLP SCOTT M. MAHONEY, ESQ.

Nevada Bar No. 1099

300 S. Fourth Street 3

Suite 1500

Las Vegas, NV 89101 Telephone: (702) 252-3131

E-Mail Address: smahoney@fisherphillips.com

DANNY CEBALLOS, an individual,

NP PALACE LLC d/b/a PALACE STATION HOTEL & CASINO, a

Domestic Limited Liability Company,

Plaintiff,

Defendant.

Attorney for Defendant

VS.

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Case Number: A-20-823119-C

Department: XIX

Case No.: A-20-823119-C

NOTICE OF ENTRY OF ORDER

EIGHTH DISTRICT JUDICIAL COURT

CLARK COUNTY, NEVADA

PLEASE TAKE NOTICE that the attached Order Granting Motion to Dismiss

was entered in the above-captioned matter on March 16, 2021.

Respectfully submitted,

FISHER & PHILLIPS, LLP

By: /s/ Scott M. Mahoney, Esq. 300 South Fourth Street Suite 1500

Las Vegas, Nevada 89101 Attorneys for Defendant

FISHER & PHILLIPS LLP

300 S Fourth Street, Suite 1500 Las Vegas, Nevada 89101

CERTIFICATE OF SERVICE

P	ursuant to NRCP 5(b), I hereby certify service of the foregoing Notice of	Entry
of Orde	was made this date by electronic filing and/or service with the Eighth Ju	dicia
District	Court, addressed as follows:	

Lagomarsino Law ANDRE M. LAGOMARSINO, ESQ. DAVEN P. CAMERON, ESQ. 3005 W. Horizon Ridge Pkwy., Suite 241 Henderson, Nevada 89052

Dated: March 17, 2021.

By: /s/ Sarah Griffin An employee of Fisher & Phillips LLP

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ELECTRONICALLY SERVED 3/16/2021 5:58 PM

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FISHER & PHILLIPS LLP SCOTT M. MAHONEY, ESQ.								
Nevada Bar No. 1099								
300 S. Fourth Street Suite 1500								
Las Vegas, NV 89101 Telephone: (702) 252-3131								
E-Mail Address: smahoney@fisherphillips.com Attorney for Defendant								
EIGHTH DISTRICT JUDICIAL COURT								
CLARK COUNTY, NEVADA								
DANNY CEBALLOS, an individual, Case No.: A-20-823119-C								
) Plaintiff,) Department: I								
j								
vs.) Date of Hearing: 3/11/21								
NP PALACE LLC d/b/a PALACE) Time of Hearing: 9:30 a.m. STATION HOTEL & CASINO, a)								
Domestic Limited Liability Company,								
Defendant.								
ORDER GRANTING MOTION TO DISMISS								
Defendant, NP Palace LLC's Motion to Dismiss (the "Motion") having come on								
regularly for hearing on March 11, 2021 at the hour of 9:30 a.m. in Department I of the								
above-entitled Court, the Honorable Bita Yeager presiding, Plaintiff being represented								
by Andre M. Lagomarsino, Esq. and Defendant being represented by Scott M.								
Mahoney, Esq., the Court having considered the Motion, Plaintiff's Opposition to								
Defendant's Motion to Dismiss and Defendant's Reply to Opposition to Motion to								
Dismiss, as well as the arguments made at the hearing, the Court being fully advised in								
the premises makes the following findings:								
-1-								

Case Number: A-20-823119-C

JA000069

1	1. Federal law should be considered as well as state law for purposes of											
2	determining whether the use of a product is "lawful" for purposes of NRS 613.333 and											
3	the use of marijuana remains forbidden under federal law (the Controlled Substances											
4	Act). The Court therefore finds Plaintiff's alleged marijuana use does not constitute the											
5	lawful use of a product pursuant to NRS 613.333.											
6 7	2. NRS 678D.510(1)(a) provides that Nevada's laws pertaining to the adult											
8	use of cannabis do not prevent an employer from having and enforcing policies relating											
9	to the use of marijuana by employees.											
10	3. Plaintiff does not allege that Defendant failed to hire him because he											
11												
12	tested positive for marijuana, so NRS 613.132, referenced by Plaintiff, does not apply to											
13	the circumstances alleged in the Complaint.											
14	4. Based on marijuana still being illegal under federal law and the language											
15	of NRS 678D.510, the Complaint does not allege a violation of public policy, let alone											
16	an exceptional one, upon which to assert a tortious discharge in violation of public											
17	policy claim.											
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1	Based on these findings:											
2	IT IS HEREBY ORDER, ADJUDGED AND DECREED that the Motion is											
3	granted and Plaintiff's Complaint is dismissed for failure to state claims upon which											
4	relief may be granted.											
5	DATED this day of March 2021. Dated this 16th day of March, 2021											
6	Brita Yeager											
7	DISTRICT COURT JUDGE											
8	Submitted by: B4B ECA F570 14B4 Bita Yearer											
9	Bita Yeager District Court Judge											
10												
11	Scott M. Mahoney, Esq. Fisher & Phillips LLP											
12	300 South Fourth Street Suite 1500											
13	Las Vegas, NV 89101											
14	Attorneys for Defendant											
15	Approved as to form and content:											
16												
17	me my yours											
18	Andre M. Lagorharsino, Esq. Lagomarsino Law											
19	3005 West Horizon Ridge Pkwy Suite 241											
20	Henderson, Nevada 89052 Attorneys for Plaintiff											
21	Attorneys for Flamitin											
22												
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Griffin, Sarah

Subject: FW: Proposed Order - Ceballos v. Palace Station

Attachments: doc20210311125745.pdf

From: Andre Lagomarsino <aml@lagomarsinolaw.com>

Sent: Thursday, March 11, 2021 1:05 PM

To: Mahoney, Scott < smahoney@fisherphillips.com>

Cc: Adryana Martinez < <u>Adryana@lagomarsinolaw.com</u>>; Denise Valdivia < <u>denise@lagomarsinolaw.com</u>>

Subject: Proposed Order - Ceballos v. Palace Station

Scott,

Enclosed please find a color copy of the proposed Order. We have mailed the original to your office.

Kind regards,

Andre

Andre M. Lagomarsino, Esq.



3005 West Horizon Ridge Parkway, Suite 241

Henderson, Nevada 89052

T: 702.383.2864 F: 702.383.0065

Website: www.lagomarsinolaw.com

LAGOMARSINOLAW

Case Number: A-20-823119-C

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Rest	ponde	ent:		NP	Pala	ice LL	C d/b	/a Pala	e St	ation Ho	tel	& Cas	ino		

Appellate Counsel: Unknown

Trial Counsel: FISHER & PHILLIPS LLP

Scott M. Mahoney, Esq. 300 S. Fourth St., Suite 1500 Las Vegas, NV 89101

5. Indicate whether any attorney identified above in response to question 3 or 4 is not licensed to practice law in Nevada and, if so, whether the district court granted the attorney permission to appear under SCR 42 (attach a copy of any district court order granting such permission):

N/A

6. Indicate whether appellant was represented by appointed or retained counsel in the district court:

Retained counsel.

7. Indicate whether appellant is represented by appointed or retained counsel on appeal:

Retained counsel.

8. Indicate whether appellant was granted leave to proceed in forma pauperis, and the date of the entry of the district court order granting such leave:

N/A

9. Indicate the date of the proceedings commenced in the district court (e.g., date complaint, indictment, information, or petition was filed):

The Complaint was filed on October 15, 2020.

10. Provide a brief description of the nature of the action and result in the district court, including the type of judgment or order being appealed and the relief granted by the district court:

On the evening of June 25, 2020, Plaintiff/Appellant Danny Ceballos ("Ceballos") was working as a full-time employee of Defendant/Respondent NP Palace LLC d/b/a Palace Station Hotel & Casino ("Palace Station"). In the early morning hours of June 26, 2020, Ceballos was taking his final fifteen (15) minute break when he slipped, on an unknown wet substance on the ground of the employee dining

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room, and fell. Ceballos hit his lower back, buttock, and left elbow. After the fall, the Palace Station security manager interrogated Ceballos and placed him in a holding cell for post-accident processing. Ceballos informed both the security manager and his direct supervisor that he was okay and did not need medical attention. Regardless, Ceballos was required to take an alcohol detection test and a drug detection test. The alcohol detection test came back negative.

Plaintiff never sought medical attention nor filed a worker compensation claim. Plaintiff continued to work without incident through July 6, 2020, when he was instructed by his supervisor to report to human resources the next day. When Plaintiff reported to human resources on July 7, 2020, he was informed that he had tested positive for cannabis use and was placed on suspension. On or about July 16, 2020, Palace Station terminated Plaintiff for testing positive for cannabis use. Plaintiff had not consumed cannabis in the twenty-four hours preceding his scheduled graveyard shift on June 25, 2020. Furthermore, Plaintiff was not under the influence, nor in any way impaired, during his June 25, 2020 shift; any cannabis consumption occurred at his home.

Regardless of these facts, Palace Station's Motion to Dismiss was granted on the grounds that adult marijuana use does not constitute the lawful use of a product pursuant to NRS 613.333, and employers may have policies pertaining to the adult use of cannabis. On the basis of NRAP 3A(b)(1), Ceballos appeals from the order granting Palace Station's Motion to Dismiss.

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

This case has not previously been the subject of an appeal or writ proceeding.

12. Indicate whether this appeal involves child custody or visitation:

This appeal does not involve child custody or visitation.

LAGOMARSINO LAW

13. If this is a civil case, indicate whether this appeal involves the possibility of a settlement: The appellant believes that this case does involve the possibility of settlement. DATED this 15th day of April, 2021. RESPECTFULLY SUBMITTED, LAGOMARSINO LAW RE M. LAGOMARSINO, ESQ. (#6711) 3005 W. Horizon Ridge Pkwy., Suite 241 Henderson, Nevada 89052 Telephone: (702) 383-2864 Facsimile: (702) 383-0065 Attorney for Plaintiff Danny Ceballos **CERTIFICATE OF SERVICE** Pursuant to NRAP 3(b)(1), I hereby certify that on this 15th day of April, 2021, I served a true and correct copy of the foregoing CASE APPEAL STATEMENT on all parties to this action by electronic service, via Odyssey eFileNV to the following: Scott M. Mahoney, Esq. FISHER & PHILLIPS LLP smahoney@fisherphillips.com An Employee of LAGOMARSINO LAW 23 24 25 26 27