IN THE SUPEME COURT OF THE STATE OF NEVADA

BENJAMIN B. CHILDS

Petitioner,

v.

THE EIGHTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA, IN AND FOR THE COUNTY OF CLARK, THE HONORABLE ADRIANA ESCOBAR,

Respondents,

WLAB INVESTMENT, LLC, TKNR, INC., a California Corporation, and CHI ON WONG aka CHI KUEN WONG, an individual, and KENNY ZHONG LIN, aka KEN ZHONG LIN aka KENNETH ZHONG LIN aka WHONG K. LIN aka CHONG KENNY LIN aka ZHONG LIN, an individual, and LIWE HELEN CHEN aka HELEN CHEN, an individual and YAN OIU ZHANG, an individual and INVESTPRO LLC dba INVESTPRO REALTY, a Nevada Limited Liability Company, and MAN CHAU CHENG, an individual, and JOYCE A. NICKRANDT, an individual, and INVESTPRO INVESTMENTS LLC, a Nevada Limited Liability Company, and INVESTPRO MANAGER LLC, a Nevada Limited Liability Company and JOYCE A. NICKDRANDT, an individual and does 1 through 15 and roe corporation I-XXX,

Real Parties in Interest

Supreme Court No: 82967

District Court Netection?cally Filed Jun 08 2021 02:24 p.m. Elizabeth A. Brown Clerk of Supreme Court

PETITIONER'S REPLY TO RESPONSE TO MOTION FOR STAY

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The Response filed by Real Parties in Interest, who were the defendants in district court, argues that Petitioner failed to comply with NRAP 8(a)(1)(A) by not filing a motion in district court. Interested Parties provide no authority that Petitioner, who is not a party to in the district court case, could have filed a motion, other than citing to the rules which Petitioner cited in the Motion, NRCP 62 and NRAP 8. In the Motion, Petitioner addressed the reasons why relief cannot be sought in the district court, but because this appears to be sole basis for the Response, Petitioner addresses the issue in more detail herein.

ATTORNEY IS NOT A PARTY TO THE CASE AND CANNOT APPEAL

Petitioner was not a party to the district court case. Simply, an attorney who is not a party to an action does not have standing to appeal

an order. See Albert D. Massi, Ltd. v. Bellmvre, 111 Nev. 1520, 1521, 908 P.2d 705, 706 (1995) (holding that an attorney had no standing to appeal from an order determining an attorney's lien). Additionally, Beury v. State of Nevada, 107 Nev. 363. 367, 812 P.2d 774, 776 (1991) held that an attorney was "not an aggrieved party and therefore lack[ed] standing" to appeal an order relating to attorney fees. Albany v. Arcata Associates. 106 Nev. 688, 690, 799 P.2d 566. 567 (1990) holds that an attorney "ha[d] no right of appeal because he [wa]s not a party to the underlying civil action". An attorney who was not a party to the underlying action does not have an adequate remedy in the ordinary course of law and, thus, "[our] discretionary review of the . . . order . . . may be appropriately invoked by a properly documented petition for extraordinary relief." Albany, 106 Nev. at 690.n.1. 799 P.2d at 568 n.1; see also Beury, 107

Nev. at 367, 812 P.2d at 776 (noting the same).

Not being a party, Petitioner did not have standing to appeal the Order. Likewise, Petitioner could not file a motion in district court.

COURT SHOULD ISSUE A SUMMARY REVERSAL

Interested Parties do not dispute that Petitioner will prevail on his petition. This absence is telling. The violations documented in the Petition are flagrant and extreme. The Petition evidences that a judgment was entered with entirely no compliance with the requirements of Rule 11. Since Interested Parties do not even dispute that Petitioner will prevail on his petition, either the stay should issue promptly or this Court should obviate the need for issuing the stay by reviewing the Petition and summarily reversing the Order [Exhibit 1] as it pertains to Petitioner. The overwhelming authority, indeed no contradictory authority was found by Petitioner, indicates that the district court abused it's discretion on multiple levels and, thus, had no authority to enter the Order against Petitioner.

Most authority is from the federal courts. The Nevada Supreme Court has often used the federal rules and federal court interpretations as authoritative models for the Nevada Rules of Civil Procedure. See State Dept. Of Taxation v. Eighth Judicial District Court, 136 Nev. , 466 P.3d 1281, 1284 (2020), "Because these provisions mirror their federal counterparts, we turn to federal authority for guidance." See, also, Exec. Mgmt., Ltd. u. Ticor Title Ins. Co., 118 Nev. 46, 53, 38 P.3d 872, 876 (2002), explaining that federal case law interpreting and applying the Federal Rules of Civil Procedure provides strong persuasive authority for

this court when interpreting parallel provisions of the Nevada Rules of Civil Procedure.

Failure to comply with the Rule 11 procedure is a due process violation. <u>Baffa v. Donaldson, Lufkin & Jenrette Sec. Corp</u>, 222 F3d 52, 57 (2nd Cir 2000).

Even with a party, before acting sua sponte to impose sanctions under Rule 11, a court must first issue order to allegedly offending party to show cause why sanctions should not be imposed and give the party opportunity to respond before imposition of sanctions, as required by Rule

11. Johnson v. Waddell & Reed, 74 F.3d 147 (7th Cir. 1996).

When a district court itself initiates a Rule 11 sanction proceeding, it must enter a show cause order that describes specific conduct for which it proposes sanctions. <u>Thornton v. GMC</u>, 136 F.3d 450 (5th Cir. 1998).

Rule 11 sanctions imposed by a district court on its own initiative must be reversed where court failed to comply with proper procedures which required issuance of show cause order and reasonable opportunity for sanctioned party to contest sanction. <u>Hutchinson v. Pfeil</u>, 208 F.3d 1180 (10th Cir, 2000)

Other authority is contained in the Petition. But all authority is that the Rule 11 procedures require strict compliance.

CONCLUSION

A \$128,166.78 judgment [Exhibit 1, Page 4] was entered against Petitioner pursuant to NRCP 11 without compliance with any of the requirements of that rule. Real Parties in Interest don't contest that Petitioner will prevail, yet they ask for a bond of 150% of the wrongfully entered judgment amount. It's illogical that Petitioner should be required to post a bond for a judgment which the judgment debtors do not dispute the Order was entered based on Rule 11, but without compliance with any with the requirements of that rule. Especially when the rule involves due process issues and, thus, strict compliance is required for Rule 11 proceedings.

At a minimum a stay should issue prohibiting Defendants collectively or individually or by assignment, or the successors or assignees, from enforcing or attempting to execute against Petitioner on the Order,

specifically the \$128,166.78 money judgment.

/s/ Benjamin B. Childs

BENJAMIN B. CHILDS, ESQ. Nevada Bar # 3946 Petitioner

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CERTIFICATE OF MAILING

I hereby certify that on this June 8, 2021, I served this

PETITIONER'S REPLY TO RESPONSE TO MOTION FOR STAY upon the

following parties by placing a true and correct copy thereof in the United

States Mail, in Las Vegas, Nevada with first class postage fully prepaid:

Honorable Adriana Escobar Nevada Eighth Judicial District Court Department 14 200 Lewis Ave. Las Vegas, NV 89155

Aaron Ford, Esq. Attorney General Nevada Department of Justice 100 North Carson Street Carson City, NV 89701

Steven L. Day, Esq Day & Nance 1060 Wigwam Parkway Henderson, NV 89074

Michael B. Lee, Esq. Michael Mathis, Esq. Michael B. Lee, P.C. 1820 E. Sahara Ave., Suite 110 Las Vegas, NV 89104

<u>/s/ Benjamin B. Childs</u> Benjamin B. Childs